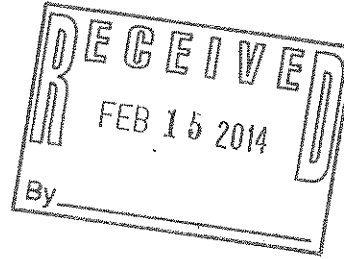


# HealthTrust

January 14, 2014

Mr. Jason Tardiff  
Chairman, Board of Selectmen  
Town of Allenstown  
16 School Street  
Allenstown, NH 03275



Dear Mr. Tardiff:

As you may have heard, the New Hampshire Supreme Court affirmed the \$17.1 million ordered repayment from Property-Liability Trust, Inc. ("PLT") to HealthTrust, Inc. ("HealthTrust"). While PLT had ample funds to meet all of its anticipated coverage obligations, its net assets above what is needed to operate its coverage lines was insufficient to pay all of the \$17.1 million owed to HealthTrust. Therefore, HealthTrust and PLT entered a Settlement Agreement in order to maximize the amount of funds HealthTrust would be able to recoup while at the same time ensuring that all of PLT's outstanding obligations and commitments to its members would be met. The Settlement Agreement transferred all of PLT's assets and obligations to HealthTrust in full satisfaction of the \$17.1 million repayment upheld by the Court (which PLT could not otherwise pay).

As part of that Settlement Agreement, effective Friday, January 10, 2014, Property-Liability Trust, Inc. assigned all of the rights and obligations it had in your current Application and Participation Agreement together with the rights and obligations in all other agreements relating to the coverages and services provided to you as a participant in Property-Liability Trust, Inc. to HealthTrust, Inc., a New Hampshire non-profit (voluntary) corporation. In connection with this assignment, HealthTrust, Inc. will assume responsibility for the rights and obligations under those agreements.

The assignment described above includes but is not limited to the rights and obligations in the following agreements, if applicable, that you had with Property-Liability Trust, Inc.:

Application and Participation Agreement,

- PLT2014 Multi-Year Rate Guarantee Program (Addendum 4),
- WCT2013 Multi-Year Rate Guarantee Program (Addendum 5),
- WCT2014 Multi-Year Rate Guarantee Program (Addendum 5),
- Renewal Confirmation January 1, 2014 – June 30, 2014,
- Renewal Confirmation FY2015 and FY2016,
- Municipal Total Risk Management (TRiM) Agreement (Addendum 6),
- School Total Risk Management (TRiM) Agreement (Addendum 6),
- Package Pricing Program Agreement (Addendum 7),

Property-Liability Trust Member Agreement,

- Special Operations Unit (SOU) Endorsement,

Property-Liability Trust Educators' Member Agreement,  
- Educators' Member Agreement Additional School Member Agreement,  
Member Agreement for Integrated Benefits Management Program (also known as  
Workers' Compensation Member Agreement),  
Section 111 MSP Mandatory Reporting Services Agreement, and  
All amendments, certificates of coverage, endorsements and other documents related  
thereto.

We want to make you aware that:

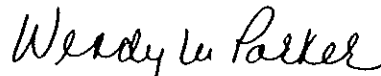
- HealthTrust is committed to honoring all outstanding contracts and offers that PLT made to its members (for coverage through June of 2016),
- Any coverage lines formerly provided by PLT which will now be provided by HealthTrust pursuant to the Settlement Agreement are separate coverage lines to be provided as part of HealthTrust's existing pooled risk management program,
- The HealthTrust pooled risk management program, including any coverage lines formerly offered by PLT, is governed by the HealthTrust Board of Directors,
- Each of these coverages formerly provided by PLT is and will remain priced at break-even,
- Every line of coverage formerly provided by PLT will be tracked separately in order to ensure transparency, and
- Participants in the coverage lines formerly operated by PLT will not receive any surplus, as there is no surplus in those coverage lines. Rather, pursuant to the Settlement Agreement, all net assets in those coverage lines will be used to repay HealthTrust for the repayment requirement upheld by the Court.

Finally, the field staff you have come to know for your coverages will be available should you have any questions concerning the contents of this letter. You may also feel free to contact us.

Thank you for your continued participation,



Peter Bragdon  
Executive Director



Wendy Lee Parker  
Chief Operating Officer