

**BUILDERS TO RECEIVE DISTRIBUTIONS –
DO NOT MISS THE CHANCE TO GET *YOUR* MONEY. FILE NOW OR
FOREGO YOUR RIGHTS FOREVER**

NOVEMBER 2008

The report is finally in! If you were a builder member of HOW Corp, and are eligible, you are entitled to receive a return of your capital contributions. Every Builder however must submit an accurate and complete Proof of Claim form by January 12, 2009 or be forever barred.

On June 16, 2008, we received a Report from the Deputy Receiver of How Insurance Company (“HOWIC”), Home Owners Warranty Corporation (“HOW”), and Home Warranty Corporation (“HWC”) (collectively “HOW Companies”) regarding the plan of liquidation that previously addressed how and to what extent builders’ capital contributions would be reimbursed. We are told that HOWIC has sufficient assets to refund all vested capital contributions as authorized by the liquidation order dated June 13, 2005.

We have reason to believe that there will be surplus funds from the liquidation of the HOW companies that would permit an additional distribution over and above each builders’ capital contribution. While the amount of the surplus has not been determined at this time, we believe it may be substantial.

The Deputy Receiver has determined that among the HOW Companies actual or potential liabilities are approximately \$11,271,225 in vested capital contributions or contributions that need to be returned to certain builders. The June 13, 2005 liquidation order essentially set out certain criteria that each builder would need to satisfy to be entitled to a return of their contribution. The order also states reasons why a builder would not be entitled to a return. For instance, if the builder was terminated for cause on or before October 14, 1994 or if the builder voluntarily terminated membership and their capital contributions had not yet vested under the terms of their agreements. We now have been informed that those builders that satisfy the eligibility requirements will in fact receive a return of their capital contributions.

THE RECEIVER NEVER SENT ME ANYTHING; IS THERE A PROBLEM?

Yes. If you didn’t receive either a notice of proof of claim or notice of ineligibility then the Receiver does not have your current mailing address. The Receiver is using mailing addresses from 1995 so if your company has moved since then it is not in the pool of builders to be contacted. If you do not act immediately, you will lose your rights.

I LOST ALL OF MY DOCUMENTS, AM I ENTITLED TO A RETURN?

Cureton Clark works directly with the offices of the Deputy Receiver to obtain information such as the amount of each builder's capital contribution, the number of enrollments, and other information that the builders may no longer possess but information they need to ensure a return. Time is a factor however and the longer each builder waits to get involved in the process, the greater the risk that the builder will forego its entitlement to funds. So, the first step is to contact attorney Gina M. Zippilli and request a "builder package". This package includes the forms necessary to process each claim and authorizations for Cureton Clark to obtain the information vital to your return and to essentially "get the ball rolling". Once received, Cureton Clark can expedite the retrieval of your information and begin processing your claim.

WHAT HAPPENS IF I MISS THE JANUARY 12, 2009 DEADLINE?

Without exception, if a builder fails to submit a completed proof of claim form the builder foregoes its right to a return of their capital contributions. No exceptions will be made so it is pivotal that the forms are completed accurately as well as timely.

Cureton Clark is eager to help builders get their money back. Most if not all of the builders believe that HOW never should have been placed into liquidation. Contact Gina M. Zippilli at 856-824-1001 or gzipilli@curetonclark.com with questions on how you can be next in line!