

March 19, 2012

VIA HAND DELIVERY

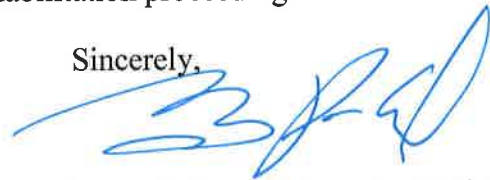
Diane M. Fremgen, Clerk
Wisconsin Court of Appeals
110 East Main Street, Suite 215
Post Office Box 1688
Madison, WI 53701-1688

Re: *In the Matter of the Rehabilitation of the Segregated Account of Ambac Assurance Corporation*, Appeal No. 2011-AP-561

Dear Ms. Fremgen:

We write to notify this Court that on March 7, 2012, the Wisconsin Circuit Court entered the enclosed order approving the release agreement and commutation of policies relating to Access to Loans for Learning Student Loan Corporation, Depfa Bank, plc, Lloyds TSB Bank plc, and The Bank of New York Mellon Trust Company, N.A. The Court may recall that on February 17, 2012, counsel for the Office of the Commissioner of Insurance of the State of Wisconsin and Theodore Nickel, Commissioner of Insurance, as well as counsel for certain of the settling parties, sent this Court a letter requesting that the Court refrain from ruling on Appeal No. 2011-AP-561 until after March 7, 2012 because their clients were finalizing a settlement agreement among themselves. That date has now passed, the parties' settlement has been approved, and there is no basis for this Court to refrain from ruling in the above-captioned appeal or any of the other pending appeals in these rehabilitation proceedings.

Sincerely,



Bryan K. Nowicki, SBN 1029857
Reinhart Boerner Van Deuren s.c.
22 East Mifflin Street, Suite 600
Madison, Wisconsin 53703
Telephone: (608) 229-2200
Facsimile: (608) 229-2100

Attorneys for Aurelius Capital Management, LP, Fir Tree, Inc., King Street Capital, L.P., King Street Capital Master Fund, Ltd., Monarch Alternative Capital LP, and Stonehill Capital Management LLC

cc All Counsel of Record (*via email*)