

COPIES

STATE OF WISCONSIN

CIRCUIT COURT

DANE COUNTY

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In the Matter of the Rehabilitation of:

DANE COUNTY, WI Case No. 10 CV 1576

Segregated Account of Ambac Assurance Corporation

NOTICE OF STATUS OF SEC NO-ACTION LETTER REQUEST

TO: All Parties-in-Interest

As noted in Sections 5.01(b) and 1.36-37 of the Plan of Rehabilitation (the "Plan"), the Rehabilitator's receipt of a letter from the United States Securities and Exchange Commission ("SEC"), Division of Corporation Finance (the "Division") confirming that no enforcement action will be recommended to the SEC relative to the issuance of Surplus Notes in accordance with the Plan (the "No-Action Letter") is a condition precedent to the effectiveness of the Plan and, pursuant to Division Staff Legal Bulletin No. 3A (CF) (June 18, 2008), must be received before hearings on confirmation of the Plan scheduled to commence on November 15, 2010.

PLEASE TAKE NOTICE that the Division has not yet provided the No-Action Letter to the Rehabilitator. Based on ongoing communications with the Division up to and including today's date, the Rehabilitator expects to receive a response from the Division on or before November 12, 2010. If the Rehabilitator is not in receipt of the No-Action Letter by that date, or if at any time before that date he has cause to no longer reasonably expect to obtain the No-Action Letter by that date, the Rehabilitator will further advise the Court and all parties-in-interest of the status of the No-Action Letter request and, if necessary, request appropriate modification to the schedule for hearings on confirmation of the Plan.

Dated this 8th day of November, 2010.

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