



Texas
**Life, Accident, Health & Hospital Service
Insurance Guaranty Association**

TRANSFER OF MEMORIAL SERVICE LIFE POLICIES

Effective July 1, 2011, Investors Heritage Life Insurance Company (“Investors Heritage Life”) assumed the Texas Life, Accident, Health, and Hospital Service Insurance Guaranty Association’s (“Association”) remaining Memorial Service Life insurance policy Covered Obligations. This transfer is pursuant to an Assumption Reinsurance Agreement between Investors Heritage Life and the Association, and is subject to the court-approved Liquidation Plan.

Also effective July 1, 2011, the Special Deputy Receiver (“SDR”) for National Prearranged Services (“NPS”) assigned the Run-off Responsibilities on all NPS prepaid funeral benefit contracts associated with these Memorial Service Life insurance policies to Investors Heritage Life. Investors Heritage Life is now responsible for collecting all premiums, administering the prepaid funeral contracts and insurance policies, providing customer service, and paying all claims incurred on or after July 1, 2011 under the Memorial Service Life insurance policies in accordance with these agreements and the Liquidation Plan. This transaction DOES NOT involve any Lincoln Memorial insurance policies.

Please direct all questions about a Memorial Service Life policy or the related NPS prepaid funeral benefit contract to:

Investors Heritage Life Insurance Company
PO Box 717
Frankfort, Kentucky 40602
Phone: (800) 422-2011

Memorial Service Life Insurance Company (“Memorial Service Life”), Lincoln Memorial Life Insurance Company (“Lincoln Memorial”), and National Prearranged Services, Inc. (“NPS”) were found to be insolvent and ordered liquidated by a Travis County court on September 22, 2008. Memorial Service Life and Lincoln Memorial sold life insurance policies which primarily funded preneed funeral service contracts sold by or through funeral homes by an the affiliated non-insurance company, NPS. A Special Deputy Receiver (“SDR”), Donna J. Garrett, was selected by the Texas Commissioner of Insurance to handle the liquidation of the companies. The Court also approved a Liquidation Plan between the Special Deputy Receiver and the life and health insurance guaranty associations affected by the insolvencies of Memorial Service Life and Lincoln Memorial. As a result of the liquidation, the Association is required under Texas law to continue the Memorial Service and Lincoln Memorial insurance policies, including the collection of premiums and payment of benefits, subject to the terms and provisions of the insurance policies, the court-approved Liquidation Plan and the limitations in the Association’s governing statute, Chapter 463 of the Texas Insurance Code. The administration of these insurance policies has been performed by the SDR on behalf of the Association.