

# Exhibit 2

MOUND COTTON WOLLAN & GREENGRASS LLP

COUNSELLORS AT LAW  
ONE NEW YORK PLAZA  
NEW YORK, NY 10004-1901

NEW YORK, NY  
FLORHAM PARK, NJ  
GARDEN CITY, NY  
SAN FRANCISCO BAY, CA  
FORT LAUDERDALE, FL

JAMES D. VEACH  
OF COUNSEL  
212-804-4233  
JVeach@moundcotton.com

(212) 804-4200  
FAX: (212) 344-8066  
WWW.MOUNDCOTTON.COM

July 12, 2016

**Via E-mail & Hand Delivery**

Financial Services Superintendent Maria T. Vullo  
New York State Department of Financial Services  
One State Street Plaza  
New York, NY 10004

Re: Health Republic Insurance Company, in Liquidation  
A Policyholders Committee and a Health Providers Committee to Promote  
Transparency

Dear Superintendent Vullo:

First, congratulations again on your appointment and confirmation. I appreciate your willingness to meet with insurers and those of us who work for/with the industry.

During the Q and A yesterday morning at the breakfast sponsored by the City Bar and IFNY, I asked about your using committees within the Health Republic liquidation. Last month I wrote an article for Law360 about Health Republic and the need for committees in this unique liquidation. J. Veach, [Health Republic's Curious Liquidation, Parts I and II](#), Law 360 (June 21-22, 2016). I enclose a copy of the article.

In my article, I set out -- under the heading "The Need for Transparency and Committee Involvement" -- why I believe that a policyholders committee and a health providers committee would add value in the Health Republic liquidation.

I have worked with committees that operated within the liquidation proceedings for two New York insurers, specifically the liquidations of Constellation Reinsurance Company and Midland Insurance Company. In Constellation's case, the Zurich Group acquired Constellation and brought it out of liquidation.

The committees in these two proceedings, in my opinion, expedited the liquidation process and neither burdened the Liquidator nor added expense to the cost of the liquidation.

MOUND COTTON WOLLAN & GREENGRASS LLP

Ms. Maria T. Vullo

July 12, 2016

Page 2

Indeed, I believe that the courts in both these instances appreciated the committees' input and the Court in Constellation so stated on the record.

I would be delighted to discuss this with you further and aid in any way I can.

Again, thank you for your time addressing us yesterday and for your attention to this suggestion.

Respectfully,

Enc.

cc: Peter Bickford, Esq. (via e-mail)