



STATE OF NEW YORK
INSURANCE DEPARTMENT
ONE COMMERCE PLAZA
ALBANY, NEW YORK 12257

George E. Pataki
Governor

Howard Mills
Superintendent

January 27, 2006

Mr. Douglas F. Rubino, President
National Contractors Insurance Company, Inc. A Risk Retention Group
c/o Potomac Captive Managers, LLC
601 Pennsylvania Ave. NW, Suite 900 S Building
Washington, DC 20004

Re: Registration of National Contractors Insurance Company, Inc. A Risk Retention Group

Dear Mr. Rubino:

The National Contractors Insurance Company, Inc. A Risk Retention Group ("National Contractors") has submitted to this Department the notice of intent to do business in this State required of a risk retention group pursuant to Section 3(d) of the Liability Risk Retention Act of 1986 ("LRRRA") and Section 5904 of the New York Insurance Law. If National Contractors is not in violation of any provisions of the LRRRA or any applicable New York statute, the group is permitted to provide general liability insurance in New York as a risk retention group not chartered in this State.

This letter should not be considered or used in any way as an endorsement by this Department for the purchase of insurance from National Contractors.

Also, please note that coverage provided by National Contractors is not protected by the State's Property/Casualty Security Funds in the event of the risk retention group's insolvency.

Very truly yours,

A handwritten signature in black ink, appearing to read "Peter Harkin".

Peter Harkin
Principal Insurance Examiner
Property Bureau