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January 25, 2010

Dear Purchaser:

We have sent you several letters keeping you informed of changes to the refund rules for the Texas Guaranteed Tuition Plan. This letter is to inform you that the final steps have been taken to change the refund policy to exactly the way it was immediately preceding the rule change in August 2009.

The Texas Prepaid Higher Education Tuition Board held a public meeting on Nov. 5, 2009, and proposed a rule that would revert to the policy that was in effect prior to August 2009 for refunding unused tuition hours when a Texas Guaranteed Tuition Plan contract is cancelled or a refund is requested. On Dec. 23, 2009, the board adopted the rule amendment that was proposed at the Nov. 5 meeting.

Because of the rule's adoption, the modification to your contract, or "Supplement to All Program Agreements," (Supplement) that was mailed to you in August 2009 is rescinded effective immediately. Rescinding (cancelling) the Supplement returns the terms of your contract to exactly the way they were before the August 2009 modification was mailed.

The rule amendment and the cancellation of the contract modification change the terms of your Texas Prepaid Higher Education Tuition Program Master Agreement. This letter serves as your notice of those changes.

For more detailed information, please go to www.tgtp.org or call (800) 445-4723, option #2. Frequently Asked Questions are posted on our Web site, www.tgtp.org, with up-to-the-minute answers 24 hours a day, 7 days a week. We also have a customer service team available to provide one-on-one support, from 7:30 a.m. to 5:30 p.m. CT, Monday through Friday.

Sincerely,

Kevin Deiters, on behalf of the Texas Prepaid Higher Education Tuition Board