



Health Net, Inc.  
21650 Oxnard Street  
Woodland Hills, CA 91367  
www.healthnet.com

July 23, 2004

Dear Shareholder:

Health Net, Inc. is pleased to announce the appointment of Wells Fargo Bank, N.A. ("Wells Fargo") as its new Transfer Agent, Registrar, Dividend Disbursing Agent and Rights Agent, effective July 26, 2004.

General written inquiries, address changes and requests for replacement certificates should be sent to:

Wells Fargo Bank, N.A. Shareowner Services P.O. Box 64874 St. Paul, MN 55164-0874	or	Wells Fargo Bank, N.A. Shareowner Services 161 N. Concord Exchange South St. Paul, MN 55075-1139
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Telephone inquiries may be made to Wells Fargo by calling (866) 877-6270 or (651) 450-4064.

Account information can also be accessed on the Internet at [www.shareowneronline.com](http://www.shareowneronline.com). To access the site and establish a Personal Identification Number (PIN), you will need your 10-digit Wells Fargo account number, which is printed above. Even if you previously had a PIN with the prior agent, you must establish a new PIN with Wells Fargo.

If you wish to activate your account for Internet access, go to [www.shareowneronline.com](http://www.shareowneronline.com) and click "Here." Next, simply click on the box titled "First Time Visitor," then click on "New Member Sign-up" and follow the instructions found on the "First Time Visitor New Member Registration" page. Once you have successfully registered, you will receive an e-mail notifying you that your account information is available (usually the next business day). You also will receive a written confirmation via U.S. mail.

If you are a participant in Health Net's Employee Stock Purchase Plan (the "Plan"), please note that in August you will receive a statement from Wells Fargo showing your current Plan holdings along with additional information regarding how to conduct transactions through the Plan.

We are pleased to advise you of this change and trust that you will be satisfied with the service Wells Fargo will provide. Please keep this information with your stock records or stock certificates for future reference.

Sincerely,

B. Curtis Westen  
Senior Vice President, General  
Counsel and Secretary