

TO WHOM IT MAY CONCERN

28 September 2016

Dear Sirs

**The Mediterranean Insurance & Reinsurance Company Limited ("the Company") - In Administration
Notice of cancellation of certain reinsurance contracts incepting prior to Administration**

I refer to our appointment as Joint Administrators of the Company on 4 December 2015 and the information set out in our report and proposals dated 22 January 2016 and our first progress report dated 30 June 2016, both of which are available at the webpage at www.rollingsbutt.com/mipublic.

You will note from the reports referred to above that the Company ceased writing new risks and has been in run-off since 28 October 2009, and that Charles Taylor Services Limited ("CTS") have been appointed to provide certain run-off and administration support services during the period of administration with a view to, amongst other things, reconciling the respective debtor and creditor positions and recovering amounts due to the Company.

As part of this work, CTS have identified reinsurance agreements with a number of parties ("the Agreements") which were ongoing prior to the date that the run-off commenced.

It is our understanding that the Agreements were cancelled/terminated by agreement of the parties and/or treated by the parties as cancelled/terminated by their conduct.

However, in the interests of transparency, and for the avoidance of doubt, to the extent that any of these parties continue to treat any of the Agreements as ongoing, by this document we serve notices of cancellation/termination in respect of each and every one of the Agreements.

Whilst the cancellation/termination of the Agreements does not affect risks already written and validly ceded to the Agreements, no further cessions may be made from the date of this notice being 28 September 2016.

However, this should not be taken as a blanket acceptance that any cession since 28 October 2009 is, in fact, a valid cession and the consideration of these will form part of the reconciliation process being undertaken as referred to above and the proof of your claim for distribution purposes in the administration and any other relevant insolvency process in due course.

I hope that the contents of this letter are self-explanatory. However, if you have any queries in this regard, please do contact us using the contact details above or by email to medre@rollingsbutt.com.

Yours faithfully
For The Mediterranean Insurance & Reinsurance Company Limited


Steve Butt
Joint Administrator

Michael David Rollings and Steven Edward Butt were appointed as Joint Administrators of The Mediterranean Insurance & Reinsurance Company Limited by order of the High Court on 4 December 2015.

The affairs, business and property of the Company are being managed by the Joint Administrators who act as agents of the Company and without personal liability.

Michael David Rollings and Steven Edward Butt are licensed to act in the UK as insolvency practitioners by the Insolvency Practitioners Association.

The Mediterranean Insurance & Reinsurance Company Limited is authorised by the Prudential Regulation Authority and regulated by the Prudential Regulation Authority and the Financial Conduct Authority, reference number 202239. The Company Number is 01395873 and the registered office is 6 Snow Hill, London, EC1A 2AY.

Michael David Rollings and Steven Edward Butt are licensed to act in the UK as insolvency practitioners by the Insolvency Practitioners Association. Where acting as administrators, liquidators or receivers, our insolvency practitioners act as agents of the relevant company and without personal liability.

Rollings Butt is a trading name of Rollings Butt LLP, a limited liability partnership registered in England No: OC348050. The word "partner" used in relation to the LLP refers to a member of the LLP. A list of the members of the LLP is displayed at the LLP's registered office; 6 Snow Hill, London EC1A 2AY