

All correspondence should be addressed to the Managers

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12 May 2006

TO ALL WAR RISKS MEMBERS

Dear Sirs

Additional Premium Areas

In accordance with the Association's Rule 19.3 (Class 7 War Risks), the following amendments to the areas listed in the Association's Circular dated 3 February 2006 will become effective from 24:00 hours BST on 24 May 2006.

The following areas are deleted:

Algiers (Algeria) Nigeria and Bakassi Peninsula Somalia

The following areas are added:

Nigeria including Terminals Somalia and Somalia Transits Sri Lanka Yemen

The Additional Premium Areas in force at 24:00 hours BST on 24 May 2006 will therefore read as per the attached schedule.

Yours faithfully A BILBROUGH & CO LTD (MANAGERS)



The Additional Premium Areas in force at 24:00 hours BST on 24 May 2006:

Africa

Djibouti Ivory Coast Nigeria including Terminals Somalia and Somalia Transits

[Gulf of Aden - waters west of Ras Asir up to a distance of 50 nautical miles from the coast of Somalia, but excluding the territorial waters of other countries; Indian Ocean - waters south of Ras Asir up to a distance of 200 nautical miles from the coast of Somalia, but excluding the territorial waters of other countries; Yemen - waters up to a distance of 50 nautical miles from the islands of the Socotra Archipelago, but excluding the territorial waters of other countries.]

Asia

Sri Lanka

Thailand, southern Gulf coast of, between and including Songkhla and Narathiwat

Indonesia/Malaysia

Ambon (Seram)

Balikpapan (SE Borneo)

Borneo, north east coast of, between and including Kudat and Tarakan

Jakarta

Malacca Strait and adjacent Ports

[From Laem Phra Chao (7°45' 5N,98°18' 5E) south-eastwards along the western coast of the Malay Peninsula to Tanjung Piai (1°15' 9N,103°31' 0E); thence south-westwards to Pulau lyu Kecil (1°11' 4N,103°21' 2E); thence south-eastwards to the northern extremity of Pulau Karimun Kecil (1°09' 9N,103°23' 4E); thence westwards to Tanjung Kedabu (1°05' 7N, 102°59' 0E) in Sumatera; thence north-westwards along the coast of Sumatera to Ujung Baka (5°39' 5N,95°26' 0E); thence north-eastwards to Laem Phra Chao.]

Poso (Sulawesi)

Middle East

Bahrain Iraq Israel Lebanon Qatar Saudi Arabia Yemen

Philippines

Mindanao, southern coast of, between and including Polloc Harbour and Mati Sulu Archipelago including Jolo

[From Tanjung Bidadari (5°49' 6N,118°21' 0E) along the east coat of Sabah to Tanjung Bagahak Light (4°56' 5N,118°38' 3E); thence south-eastwards to Pulau Mataking Light (4°34' 6N,118°57' 0E); thence southwards to position 3°32' 0N,118°57' 0E; thence north-eastwards to position 5°50' 0N,122°31' 0E; thence northwards to position 7°06' 6N, 122°31' 0E; thence westwards to Batorampon Point Light (7°06' 6N,121°53' 8E); thence west-south-westwards to Tanjung Bidadari.]

Specific ports, places and coasts should be understood to include harbours, offshore installations and adjacent waters up to 12 miles offshore unless otherwise agreed.