



THE LONDON

STEAM-SHIP OWNERS'
MUTUAL INSURANCE ASSOCIATION LIMITED

All correspondence should be addressed to the Managers

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CLASS 7, THE WAR RISKS CLASS

NOTICE IS HEREBY GIVEN that a SEPARATE MEETING of the MEMBERS OF CLASS 7, THE WAR RISKS CLASS, of the Association will be held at the REGISTERED OFFICE of the Association, 50 LEMAN STREET, LONDON, E1 8HQ at 12.10 p.m. on WEDNESDAY, 26th JANUARY 2005, or as soon thereafter as the meeting of Class 5 called for that day is finished, for the purpose of altering and adding to the Rules.

The following alterations and additions together with such further alterations and additions, if any, as may be proposed will be submitted for adoption with or without modification and with effect from noon G.M.T. on the 20th day of February 2005.

[New wording is in bold. The explanatory notes in italics will not appear in the actual Rules.]

RULE 24 CONTRIBUTIONS

24.1 The Insured Owners who have Entered Ships in this Class of the Association for the risks insured under Rule 2 or Rule 3 or both such Rules for any Policy Year, not being a Policy Year which has been closed, shall provide by way of Contributions all funds which in the opinion of the Committee are required:

24.1.1 to meet such of the general expenses of this Class of the Association as the Committee may from time to time think fit to charge in respect of that Policy Year against the insurance business of this Class of the Association;

24.1.2 to meet the claims, expenses and outgoings, whether incurred, accrued or anticipated, of the insurance business of this Class of the Association in respect of that Policy Year including, without prejudice to the generality of the foregoing, any proportion of any claims, expenses or outgoings of any insurer other than the Association which have fallen or may be thought likely to fall upon the Association by virtue of any reinsurance or pooling agreement concluded between the Association and such other insurer;

24.1.3 for any transfers to reserves or provisions which the Committee may deem it expedient to make out of the Contributions paid in respect of such Policy Year and which the Committee may from time to time think fit to charge against the insurance business of this Class of the Association for that Policy Year including, without prejudice to the generality of the foregoing, such transfer to reserves and provisions in respect of any deficiency which has occurred or which may be thought likely to occur in respect of risks in any previous Policy Year, including any closed Policy Year, as the Committee may think proper;

24.1.4 to provide all such sums as this Class of the Association may by any governmental or other similar legislation or regulation be required to set aside in order to establish and/or maintain an adequate solvency margin, ~~and/or~~ **guarantee fund and/or other fund or capital requirement** in respect of any Policy Year. Without in any way limiting the obligations of

Insured Owners to pay such sums, the Committee may, in its discretion and at any time or times, require any or all Insured Owners to guarantee specifically the payment of such sums in such terms and with such security as the Committee may from time to time decide.

[Explanation: The proposed amendment reflects the new enhanced capital requirement regime being introduced by the Association's regulator, the Financial Services Authority, in January 2005.]

By Order of the Committee,
A. BILBROUGH & CO. LTD.
(Managers)

31 December 2004