

18 July 2003

TO ALL WAR RISKS MEMBERS

Dear Sirs,

CLASS 7 WAR RISKS SUPPLEMENTARY & RELEASE CONTRIBUTIONS

The Committee has recently reviewed the position in respect of open years and reached the following decisions:

2000/2001

The year should be closed without Supplementary Contribution and the balance brought forward into the next open year.

2001/2002

No Supplementary Contributions are anticipated and the Release Contribution rate should remain at 5%.

2002/2003

No Supplementary Contributions are anticipated and the Release Contribution rate should remain at 5%.

2003/2004

The Supplementary Contribution rate should remain, as originally estimated, at nil, with the Release Contribution rate remaining at 5%.

Yours faithfully
A BILBROUGH & CO LTD
(MANAGERS)