

CUAL Scope of Business

The CUAL business was written by the CUAL Pool as direct and reinsurance business between 1978 and 1995.

The CUAL Pool wrote predominantly small lines of both direct and reinsurance business for the Scheme Companies through the London market from 1978 to 1995 when it ceased writing business and the Pool went into run-off. The Scheme is proposed in respect of each Scheme Company's involvement in the CUAL business. Sovereign Marine & General Insurance Company Limited ("**Sovereign**"), a company which is now insolvent, also wrote business as part of the CUAL Pool, but no business written by Sovereign, whether through CUAL or otherwise, is included within the Scheme. Sovereign has entered into a "closing" scheme with its creditors, in respect of which date for submitting Scheme Claims (as defined in that Scheme) has now passed.

The Scheme will not apply to any Scheme Company liability in respect of UK compulsory insurance.

The Scheme does not include any business of the Scheme Companies other than the CUAL business, nor any business underwritten for Sovereign whether through CUAL or otherwise.