

SCOPE OF SCHEME - LIABILITIES CONSTITUTING SCHEME CLAIMS

1. THE CUAL POOL

Camomile Underwriting Agencies Limited ("CUAL") was incorporated in the United Kingdom in April 1977. Its principal objects were to carry on the business of insurance agents and brokers, underwriting agents and underwriters. Its principal activity was that of insurance underwriting agent. CUAL ceased underwriting on 31 December 1995, and was subsequently dissolved.

On behalf of the Scheme Company, CUAL wrote both direct and reinsurance business in the London Market, collectively known as CUAL business, in a pooling arrangement from 1978 to 1995. The business written by the CUAL Pool was predominantly small lines of both direct and facultative non marine business through London Market brokers. The Pool wrote some proportional and excess of loss treaty business. It is believed that all of the Pool business was written in the London Market.

Sovereign Marine & General Insurance Company Limited ("Sovereign") participated in the CUAL Pool during the period 1989 to 1991. Sovereign is now insolvent. No business written by Sovereign, whether through CUAL or otherwise, is included in the Scheme.

2. INSURANCE CONTRACT

An Insurance Contract is a contract of insurance, reinsurance or retrocession of any kind entered into before the Effective Date by or on behalf of the Scheme Company or in accordance with which the Scheme Company has assumed a Liability and (save in the case of Sovereign in respect of which no business written by it, whether through CUAL or otherwise is included in the Scheme and which is included at 3(e) below for information purposes only) which is within the description of business in paragraph 3 below.

3. Direct and reinsurance business underwritten for, and reinsurance or retrocession of, the Scheme Company during the years set out below by its name, as part of the CUAL Pool.

- (a) Compagnie d'Assurances Maritimes Aeriennes et Terrestres ("CAMAT") (now Allianz Global Corporate & Specialty (France)) – 1978 to 1995;
- (b) Delvag Luftfahrtversicherungs-AG – 1978 to 1983;
- (c) Assurances Générales de France I.A.R.T ("AGF") (now Allianz IARD) – 1980 to 1983;
- (d) Nürnberger Allgemeine Versicherungs-AG – 1980 to 1983; and
- (e) Sovereign Marine & General Insurance Company Limited 1989-1991.

No business Sovereign written by Sovereign whether through CUAL or otherwise is included in the Scheme.

The underwriting stamps used for policies written by the CUAL Pool together with the dates on which it is understood they operated from, include those set out below. The Scheme Company is not aware of any other stamps used for the CUAL Pool.

(An underwriting stamp is a facility by which a Scheme Company or number of Scheme Companies agreed to accept a proportion of the liability arising from an insurance contract.)

STAMP						
Code	Period	CAMAT	Delvag	AGF	Nürnberg	Sovereign
C8000	1978-1983	50%	50%			
C8018	1978-1995	100%				
C8026	1980-1983	25%	50%	25%		
C8034	1980-1983	25%	30%	25%	20%	
C8042	1989-1983	50%	30%		20%	
C8067	1989-1991	75%				25%
C8075	1989-1991					100%