

Lloyd's Members Agency Services Limited

LMAS/JAM/«MEMBER_CODE»

5 October 2010

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MEMORANDUM SYNDICATE 529 RUN-OFF YEARS OF ACCOUNT 1998, 1999 & 2000 REINSURANCE TO CLOSE

Further to my Memorandum of 28 July 2010, I am able to confirm that the managing agent of Syndicate 529 has successfully closed all run-off years of account at 30 June 2010.

I am also pleased to confirm that the 1998 and 1999 years of account closed with an overall surplus. The details of the amount received in relation to your participation is shown on the enclosed schedule.

Syndicate 529 is required to submit final report and accounts as at 31 December 2010 and the result will be reflected in next years results process. Initially the amount shown on the schedule will be applied to any outstanding debt position, any balance will then be placed in your Personal Reserve Fund.

I should point out the effect of closure may give rise to further tax liabilities particularly in relation to US Federal Income Tax and the possibility of the need to rebalance the Special Reserve Fund which will not be determined until the result process is completed during the course of next year. It will therefore not be possible to release the balance at the present time.

LMAS have previously commented on the outstanding overseas tax liabilities that could arise particularly where syndicates in run-off that have produced a surplus payment on closure. It has always been necessary for Lloyd's to consider the retention of funds to cover potential tax liabilities and it has become increasingly difficult to assess the amounts involved. Carry forward tax losses are being used up; individual tax affairs are now more complex than ever before and Names, understandably, are requesting their Funds at Lloyd's to be released that much earlier. I confirm that I will apply for the release of surplus funds as soon as possible however I may not be in a position to do so until the latter part of next year.

If you have any questions to raise in connection with the above, please let me know and I will do my best to answer them for you.

«LetterName»

Encs.