

# Guide to Solvent Schemes of Arrangement for the Insurance Industry

1 May 2010

Solvent Schemes of Arrangement <sup>(1)</sup>	Scope <sup>(2)</sup>	Home Jurisdiction	Scheme Advisers
Arig (UK)	Company	UK	<b>PricewaterhouseCoopers</b>
Arion	Company	Bermuda	<b>PricewaterhouseCoopers</b>
Aviation & General	Company	UK	<b>PricewaterhouseCoopers</b>
Blackfriars	Company	UK	<b>PricewaterhouseCoopers</b>
CEAI	Certain business	Belgium	<b>PricewaterhouseCoopers</b>
City General	Company	UK	<b>PricewaterhouseCoopers</b>
City General (Ex Generali Assurances Générales Business)	Company	UK	None
Colonia (Ireland)	Company	Ireland	Ernst & Young
Crombie (UK)	Company	UK	KPMG
Deutsche Rück UK Reinsurance Company Ltd	Certain business	UK	KPMG
Dunedin Pool (4 companies)	For full details of companies and/or business included in the scheme please go to <a href="http://brsuk.pwc.com/solvent.asp">http://brsuk.pwc.com/solvent.asp</a>	UK	<b>PricewaterhouseCoopers</b> (4 companies)
Dutch Aviation Pool (18 companies)	For full details of companies and/or business included in the scheme please go to <a href="http://brsuk.pwc.com/solvent.asp">http://brsuk.pwc.com/solvent.asp</a>	Netherlands	<b>PricewaterhouseCoopers</b> (18 companies)
European Re of Zurich	Certain business	Switzerland	<b>PricewaterhouseCoopers</b>
E W Payne Excess of Loss Pools (82 companies)	For full details of companies and/or business included in the scheme please go to <a href="http://brsuk.pwc.com/solvent.asp">http://brsuk.pwc.com/solvent.asp</a>	Various	KPMG (82 companies)
FIGRE	Company	UK	<b>PricewaterhouseCoopers</b>
GLOBAL General	Certain direct insurance business	UK	<b>PricewaterhouseCoopers</b>
GLOBAL General	Certain reinsurance business	UK	<b>PricewaterhouseCoopers</b>
GLOBALE Rückversicherungs-AG	Certain business	Germany	<b>PricewaterhouseCoopers</b>
Global London Market Pool (5 companies)	For full details of companies and/or business included in the scheme please go to <a href="http://brsuk.pwc.com/solvent.asp">http://brsuk.pwc.com/solvent.asp</a>	Various	<b>PricewaterhouseCoopers</b> (4 companies) KPMG (1 company)
Gordian RunOff (UK)	Company	UK	Deloitte
Great Lakes Re (UK)	Certain business	UK	<b>PricewaterhouseCoopers</b>
Harrington International	Certain business	Bermuda	KPMG
Hassneh (UK)	Company	UK	<b>PricewaterhouseCoopers</b>
HIR (UK)	Company	UK	RSM Robson Rhodes
Hopewell International	Company	Bermuda	None
ING (5 companies)	For full details of companies and/or business included in the scheme please go to <a href="http://brsuk.pwc.com/solvent.asp">http://brsuk.pwc.com/solvent.asp</a>	Various	<b>PricewaterhouseCoopers</b> (5 companies)
ING Re (UK)	Company	UK	<b>PricewaterhouseCoopers</b>
Korean (UK)	Company	UK	Ernst & Young

To find out more about us please visit our website <http://www.pwc.co.uk/discontinuedinsurance>

For more details of Solvent Schemes of Arrangement, including some which have been issued but are not yet effective and therefore not shown above, please see <http://brsuk.pwc.com/solvent.asp>

# Guide to Solvent Schemes of Arrangement for the Insurance Industry

1 May 2010

Solvent Schemes of Arrangement <sup>(1)</sup>	Scope <sup>(2)</sup>	Home Jurisdiction	Scheme Advisers
La Metropole	Certain business of UK branch	Belgium	<b>PricewaterhouseCoopers</b>
La Mutuelle du Mans Assurances	Certain business of UK branch	France	Scottish Lion Underwriting Agencies
Lakewood	Company	UK	<b>PricewaterhouseCoopers</b>
LaSalle Re	Company	Bermuda	KPMG
Lion City Run-Off Private	Company	Singapore	KPMG
Ludgate	Company	UK	<b>PricewaterhouseCoopers</b>
Malayan (UK)	Company	UK	Chiltington
Mariner Reinsurance Company Limited	Company	Bermuda	KPMG
Marlon	Certain business	UK	<b>PricewaterhouseCoopers</b>
Meadows Indemnity Company Limited	Company	UK	Ambant Limited
Mercantile & General Re	Company	UK	<b>PricewaterhouseCoopers</b>
Minster (7 companies)	For full details of companies and/or business included in the scheme please go to <a href="http://brsuk.pwc.com/solvent.asp">http://brsuk.pwc.com/solvent.asp</a>	UK	<b>PricewaterhouseCoopers</b>
Moorgate	Certain business	UK	KPMG
Mutual of Omaha (UK)	Company	UK	<b>PricewaterhouseCoopers</b>
National Insurance & Guarantee Corporation	Certain business	UK	<b>PricewaterhouseCoopers</b>
Nichido Fire & Marine of Japan	UK branch	Japan	None
NRC Re	Company	Bermuda	<b>PricewaterhouseCoopers</b>
NRG London	Australian branch	UK	None
NRG Victory Australia	Company	Australia	None
Osiris	Company	UK	KPMG
Oslo Re (UK)	Certain business	UK	KPMG
Oslo Re ASA	Certain business	Norway	KPMG
PanFinancial	Company	UK	None
Pender Mutual	Certain business	Isle of Man	KPMG
QBE Re (UK)	Certain business	UK	<b>PricewaterhouseCoopers</b>
Quincy Mutual Fire	UK branch	USA	Begbies Traynor
Ramus	Company	Bermuda	<b>PricewaterhouseCoopers</b>
Reliance National Asia Re	Company	Singapore	Ernst & Young
Reliance National (Europe)	Certain business	UK	KPMG
Scottish & Commonwealth	Company	Bermuda	<b>PricewaterhouseCoopers</b>
Scottish Eagle	Company	UK	<b>PricewaterhouseCoopers</b>
Seven Continents	Company	Bermuda	KPMG
Sphere Drake	Certain business	UK	<b>PricewaterhouseCoopers</b>
SRO Run-Off	Company	Bermuda	<b>PricewaterhouseCoopers</b>
St Helen's Trust (5 companies) and, in relation to Prudential Assurance, certain London Market business	For full details of companies and/or business included in the scheme please go to <a href="http://brsuk.pwc.com/solvent.asp">http://brsuk.pwc.com/solvent.asp</a>	UK	<b>PricewaterhouseCoopers</b> (5 companies)
Tanker	Company	UK	<b>PricewaterhouseCoopers</b>
Transcon	Company	Bermuda	<b>PricewaterhouseCoopers</b>
Trent	Company	Bermuda	<b>PricewaterhouseCoopers</b>
Trident Pool (2 companies)	For full details of companies and/or business included in the scheme please go to <a href="http://brsuk.pwc.com/solvent.asp">http://brsuk.pwc.com/solvent.asp</a>	UK	<b>PricewaterhouseCoopers</b> (2 companies)
Trimark Pool (47 solvent companies)	For full details of companies and/or business included in the scheme please go to <a href="http://brsuk.pwc.com/solvent.asp">http://brsuk.pwc.com/solvent.asp</a>	Various	KPMG (47 companies)
Unione Italiana (UK) Re	Certain business	UK	<b>PricewaterhouseCoopers</b>
Walton	Company	Bermuda	KPMG
WFUM Pools (14 solvent companies)	For full details of companies and/or business included in the scheme please go to <a href="http://brsuk.pwc.com/solvent.asp">http://brsuk.pwc.com/solvent.asp</a>	Various	<b>PricewaterhouseCoopers</b> (6 companies) KPMG (8 companies)

## Notes

(1) This table includes Solvent Schemes of Arrangement that have become legally effective. The information contained in this schedule has been derived solely from statutory notices and other data available from national newspapers, industry journals and appropriate scheme web-sites. The information has not been independently verified by PricewaterhouseCoopers.

(2) In some cases certain policies have been excluded from the scope of the Solvent Scheme of Arrangement. Full details are provided in the relevant Solvent Scheme of Arrangement document, some of which can be found at <http://brsuk.pwc.com/solvent.asp>

# Guide to London Market Insolvencies since 1989

1 May 2010

Insolvency Procedure		Organisation
<b>Administration</b>	<b>Date of Administration</b>	<b>Administrators</b>
Folsam International (UK)	19 July 2002	<b>PricewaterhouseCoopers</b>
Highlands Insurance (UK) <sup>(1)</sup>	1 November 2007	<b>PricewaterhouseCoopers</b>
<b>Provisional Liquidation</b>	<b>Date of Provisional Liquidation</b>	<b>Provisional Liquidators</b>
Aterförsäkrings AB LUAP – UK Branch	1 July 2002	<b>PricewaterhouseCoopers</b>
Home – UK Branch	8 May 2003	Ernst & Young
Independent Insurance	17 June 2001	<b>PricewaterhouseCoopers</b>
<b>Run-off Scheme of Arrangement</b>	<b>Current Dividend</b>	<b>Scheme Administrators</b>
BAI (Run-off)	5%	<b>PricewaterhouseCoopers</b>
Chester Street	5%	<b>PricewaterhouseCoopers</b>
Drake	63%	Deloitte
English & American	35%	KPMG
HIH <sup>(2)</sup> (8 companies)	See note (2)	KPMG/McGrathNicol
Home <sup>(3)</sup>	Undeclared	Ernst & Young
Insurance Corporation of Singapore (UK)	100%	<b>PricewaterhouseCoopers</b>
Monument <sup>(4)</sup>	36.9% (final)	<b>PricewaterhouseCoopers</b>
New Cap Reinsurance Corporation Limited <sup>(5)</sup>	23.64%	Ernst & Young
OIC Run-Off (formerly Orion) London & Overseas <sup>(6)</sup>	50%	<b>PricewaterhouseCoopers</b>
Paramount	40%	<b>PricewaterhouseCoopers</b>
<b>Valuation Scheme of Arrangement</b>	<b>Current Dividend</b>	<b>Scheme Administrators</b>
AA Mutual International <sup>(7)</sup>	31.4% (final)	<b>PricewaterhouseCoopers</b>
AFG Insurance	Undeclared	Ernst & Young
Andrew Weir (converted from run-off) <sup>(7)</sup>	49.65% (final)	<b>PricewaterhouseCoopers</b>
Anglo American (converted from run-off)	100% (final)	KPMG
Aneco <sup>(8)</sup>	72.6% (final)	<b>PricewaterhouseCoopers</b>
Bermuda Fire & Marine (converted from run-off)	87%	Ernst & Young
Black Sea & Baltic <sup>(7)</sup>	57.69% (final)	<b>PricewaterhouseCoopers</b>
BNIB <sup>(9)</sup>	100% (final)	<b>PricewaterhouseCoopers</b>
Bristol Re <sup>(6)</sup>	55.1% (final)	<b>PricewaterhouseCoopers</b>
Bryanston (converted from run-off)	60.61% (final)	<b>PricewaterhouseCoopers</b>
Chancellor (converted from run-off)	42.1% (final)	Deloitte
Charter Re <sup>(10)</sup>	90.58% (final)	<b>PricewaterhouseCoopers</b>
Compagnie Europeenne de Reassurances <sup>(11)</sup>	0.52% (final)	<b>PricewaterhouseCoopers</b>
Fremont (UK) <sup>(4)</sup>	38.34% (final)	<b>PricewaterhouseCoopers</b>
Hawk <sup>(4)</sup>	23% (final)	<b>PricewaterhouseCoopers</b>
ICS Re <sup>(12)</sup>	88.8% (final)	<b>PricewaterhouseCoopers</b>
KWELM (converted from run-off)	K-84%, W-100%, E-100%, L-87%, M-75%	CJ Hughes and CG Reynolds
Marina Mutual Insurance	34% (final)	Grant Thornton
Municipal General Insurance <sup>(13)</sup>	90%	JB Stephenson and GR Gadsby
New Cap Reinsurance (Bermuda) <sup>(14)</sup>	33.85% (final)	Ernst & Young
North Atlantic	24%	<b>PricewaterhouseCoopers</b>
Pacific & General Insurance	Undeclared	Grant Thornton
Pan Atlantic	6.93% (final)	Grant Thornton
Pine Top <sup>(15)</sup>	24.9% (final)	Ernst & Young
RMCA Re <sup>(12)</sup>	93.04% (final)	<b>PricewaterhouseCoopers</b>
Scan Re (converted from run-off) <sup>(15)</sup>	80.5% (final)	Ernst & Young
Sovereign	80%	KPMG
Stockholm Re (Bermuda)	36.37% (final)	Deloitte
Taisei Fire & Marine <sup>(16)</sup>	62%	Ernst & Young
Trinity (converted from run-off)	76.75% (final)	<b>PricewaterhouseCoopers</b>
UIC	134% (final)	Grant Thornton
United Standard	27%	<b>PricewaterhouseCoopers</b>

# Guide to London Market Insolvencies since 1989

1 May 2010

Liquidation	Current Dividend	Liquidators
Belvedere Insurance (Bermuda)	Undeclared	KPMG
Continental Assurance <sup>(17)</sup>	Nil (final)	PricewaterhouseCoopers
Dai Ichi Kyoto Reinsurance Company SA <sup>(18)</sup>	Funds remitted to Belgian liquidator	PricewaterhouseCoopers
Kobe Reinsurance SA <sup>(18)</sup>	Funds remitted to Belgian liquidator	PricewaterhouseCoopers
National Employers Mutual General (NEMGIA)	37.58% (final)	KPMG
Oaklife	Nil (final)	PricewaterhouseCoopers

Notes	
(1)	A scheme of arrangement in relation to the Company's direct insurance creditors became effective on 19 August 2009.
(2)	<b>Companies subject to English and Australian Schemes of Arrangement (dual run-off and estimation schemes)</b> <b>(All in liquidation in Australia and Provisional Liquidation in England)</b> HIH Casualty and General Insurance Limited - 13%, and to creditors with insurance liabilities - 19.96% FAI Insurances Limited - Nil FAI General Insurance Company Limited - 40%, and to creditors with insurance liabilities - 41.2% World Marine and General Insurances Pty Limited: creditors with insurance liabilities in Australia - 56%, creditors with insurance liabilities outside of Australia - 20%, creditors with non insurance liabilities in Australia - 45% <b>Companies subject to Australian Schemes of Arrangement (dual run-off and estimation schemes)</b> <b>(All in liquidation in Australia)</b> CIC Insurance Limited - 45% FAI Traders Insurance Company Limited - Nil FAI Reinsurances Pty Limited - Nil HIH Underwriting and Insurance (Australia) Pty Limited - Nil
(3)	This scheme relates to business written by The Home Insurance Company through the AFIA Pool.
(4)	Scheme exited via compulsory liquidation handled by PricewaterhouseCoopers. No additional dividend.
(5)	This scheme is a hybrid scheme comprising a 'reserving phase' and a 'cut-off' phase. For queries please contact Hugh Armenis: Hugh.Armenis@au.ey.com NCRA made two dividend payments on 15 April 2009 and 4 December 2009. The dividends totalled was 17c in the dollar from the Reinsurance Asset pool and 8c in the dollar from the Other Asset pool. The insurance creditor's distribution from the Other Asset pool is calculated after the distribution from the Reinsurance pool is deducted, so the effective rate of the dividend for insurance creditors to date is 23.64c in the dollar.
(6)	Certain claims are presently being paid in full by OIC Run-Off and London & Overseas.
(7)	Scheme exited via compulsory liquidation handled by the official receiver. No further dividend expected.
(8)	Also in liquidation handled by PricewaterhouseCoopers.
(9)	Company was dissolved on 31 May 2007 following settlement of all liabilities within the Scheme.
(10)	Scheme exited via compulsory liquidation handled by PricewaterhouseCoopers. Final additional dividend of 2.78%.
(11)	Company in liquidation in France. The French liquidator is M. Jean Claude Pierrel.
(12)	Scheme closed and company dissolution achieved via a members' voluntary liquidation handled by KPMG Singapore. No dividend was paid.
(13)	JB Stephenson and GR Gadsby, the Scheme Administrators to Municipal General Insurance are assisted by Mazars LLP.
(14)	Also in liquidation handled by Ernst & Young.
(15)	Scheme exited via compulsory liquidation handled by Ernst & Young. No dividend was paid.
(16)	Payments pursuant to the Reorganisation Plan for international reinsurance creditors.
(17)	Joint appointment with David Buchler.
(18)	PricewaterhouseCoopers' role in respect of these estates was to collect in the assets. PricewaterhouseCoopers have now concluded their role and funds have been passed to the Belgian liquidator.

## Contact Details

PricewaterhouseCoopers is one of the leading firms of advisers to the insurance industry. If you have any questions in relation to Schemes of Arrangement or insurance company insolvencies, please contact one of our team:

<p>Dan Schwarzmann</p>  <p>+44 (0) 20 7804 5067 daniel.schwarzmann@uk.pwc.com</p>	<p>Mark Batten</p>  <p>+44 (0) 20 7804 5635 mark.c.batten@uk.pwc.com</p>	<p>Neil Gayner</p>  <p>+44 (0) 20 7212 6117 neil.h.gayner@uk.pwc.com</p>	<p>Nigel Rackham</p>  <p>+44 (0) 20 7212 6270 nigel.d.rackham@uk.pwc.com</p>	<p>Clare Whitcombe</p>  <p>+44 (0) 20 7804 4844 clare.l.whitcombe@uk.pwc.com</p>
---	---	---	--	---

Plumtree Court, London, EC4A 4HT, UK

Telephone number: +44 (0) 20 7583 5000

Facsimile number: +44 (0) 20 7804 4578

You can also visit our website: [www.pwc.co.uk/discontinuedinsurance](http://www.pwc.co.uk/discontinuedinsurance)

Alternatively, email your questions to us at [discontinuedinsurance@uk.pwc.com](mailto:discontinuedinsurance@uk.pwc.com)

This publication has been prepared for general guidance on matters of interest only, and does not constitute professional advice. You should not act upon the information contained in this publication without obtaining specific professional advice. You shall not copy this publication, in whole or in part, in any manner. No representation or warranty (express or implied) is given as to the accuracy or completeness of the information contained in this publication, and, to the extent permitted by law, PricewaterhouseCoopers LLP, its members, employees and agents do not accept or assume any liability, responsibility or duty of care for any consequences of you or anyone else acting, or refraining to act, in reliance on the information contained in this publication or for any decision based on it.

© 2010 PricewaterhouseCoopers LLP. All rights reserved "PricewaterhouseCoopers" refers to PricewaterhouseCoopers LLP (a limited liability partnership in the United Kingdom) or, as the context requires, other member firms of PricewaterhouseCoopers International Limited, each of which is a separate and independent legal entity.