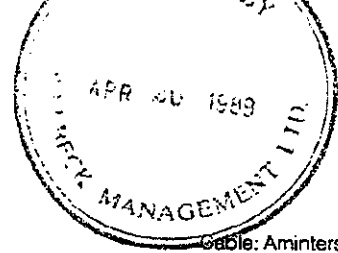


AIG RISK MANAGEMENT, INC.

New York Regional Office
99 John Street
New York, N.Y. 10038
212/770-7000



April 18, 1989

Mr. Jon Richmond
Welbeck Management Limited
P.O. Box HM 2446
Hamilton HM JX
Bermuda

RE: Sinclair Insurance Company Limited

Dear Jon:

Thank you for your letter dated April 14, 1989 enclosing various documentation relating to the Facultative Reinsurance Agreement between NUFI and Sinclair, duly signed on behalf of Sinclair.

These documents have now been countersigned on behalf of NUFI and I have pleasure in returning one fully executed original of the following for your records:

- (1) Addendum No. 1 to Facultative Reinsurance Agreement for period October 1st 1986 to October 1st 1987
- (2) Addendum No. 2 to Facultative Reinsurance Agreement for period October 1st 1986 to October 1st 1987
- (3) Facultative Reinsurance Agreement for period October 1st 1987 to October 1st 1988
- (4) Addendum No. 1 to Facultative Reinsurance Agreement for period October 1st 1987 to October 1st 1988

I trust you will find same in order.

Yours sincerely,


Robert S. Davis
N.Y. Regional Manager

RSD:ml
Enclosure

cc: Don Schoenewolf
Joe Zavagnin
Marty Banker
Rosemary Haley

N17699