

WELBECK MANAGEMENT LIMITED

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May 16, 1989

Fred S. James & Co.
of New England, Inc.
40 Broad Street
Boston
Massachusetts 02109
U.S.A.

By Courier 617-357-6754

Attention: Joe Zavagnin

Dear Joe,

SINCLAIR INSURANCE COMPANY LTD.

Please find enclosed a copy, fully signed, of each of the following:

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

Have you had an opportunity to review the draft Facultative Reinsurance Agreement for the period October 1, 1988 to October 1, 1989 sent to you by Steve Reiss by his memorandum of March 28, 1989? Is it acceptable to sign?

I notice that Steve did not include an Addendum for the same period covering the Umbrella coverage - have you received a draft since?

Yours sincerely,


Jon Richmond
Director/Financial Controller

JR/sm
Enc.

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