

(In Liquidation)

March 2020

CBL Insurance Europe DAC (in liquidation) ("CBLIE")

Dear Sir or Madam,

We are writing to inform you that we, Kieran Wallace and Cormac O'Connor of KPMG were appointed Joint Liquidators of CBLIE by the High Court of Ireland on 12 March 2020.

This letter is being sent to policyholders who have lodged a claim with CBLIE which has yet to be agreed, or who have an agreed unpaid claim, in both instances where CBLIE has contact details for those policyholders.

This letter is also being sent to all brokers, managing general agents, third party agents, intermediaries and policyholders who have placed business with CBLIE. All such brokers, managing general agents, third party agents and intermediaries are hereby requested to send this letter to each and every client who has or may have a claim against CBLIE.

Background

CBLIE is an Irish registered company having, up to the date of liquidation, its registered office at 13 Fitzwilliam Street Upper, Dublin 2, Ireland, D02 V045 and registered with the Irish Companies Registration Office under registration number 218234. Until recent events, which are detailed below, CBLIE was authorised by the Central Bank of Ireland to provide a range of non-life insurance products in Ireland and in a number of countries within the European Economic Area. As you are aware Kieran Wallace was appointed as Administrator to CBLIE on 26 February 2018.

On 20 February 2020, the Central Bank petitioned the High Court to terminate the administration, wind up CBLIE and appoint us as joint liquidators. Accordingly, by order of the High Court of Ireland on 12 March 2020, CBLIE was placed into liquidation and we were appointed Joint Liquidators.

As a matter of Irish law, the liquidation is deemed to have commenced on 20 February 2020 and that is the relevant date for the purpose of this Notice.

Effects of the Winding-Up Proceedings on CBLIE

As a result of the commencement of the winding-up of CBLIE, the Central Bank has withdrawn CBLIE's authorisation under the 2015 EU (Insurance and Reinsurance) Regulations 2015 ("the Solvency II Regulations") to operate as an insurance company save to the extent necessary for the effective winding up of CBLIE. The remaining authorisation of CBLIE permits the Joint Liquidators to pursue the activities of an insurance undertaking only insofar as those activities are necessary or

appropriate to achieve the objectives of the liquidation. The Joint Liquidators are not otherwise authorised to carry on insurance activities and are not authorised to enter into new contracts or renew existing contracts.

Effects of the Winding-Up Proceedings on Insurance Claims

We have been advised and are of the view that the proper interpretation of the relevant provisions of the Solvency II Regulations and of other applicable provisions of Irish legislation, is that only insurance claims that arose from insurable events that occurred before the commencement of the winding-up of CBLIE on 20 February 2020 (whether or not notified to CBLIE before that date) will be provable as debts in the liquidation of CBLIE.

We consider however that it is necessary to get the directions of the Irish High Court to confirm this interpretation. To the extent necessary, we will also seek directions confirming that the insurance policies written by CBLIE ceased to produce effects on 20 February 2020.

In light of the current public health crisis, it is not possible for us to make such an application to the Irish High Court at this time. We will however do so at the first available opportunity.

In the meantime, we recommend that you take immediate steps to put in place an alternative insurance policy to cover any claims that arise from events since 20 February 2020, and proceed on the basis that any claims arising from such events are not going to be provable debts in the liquidation of CBLIE.

If you have an existing claim (or a claim that arose from an insurable event that occurred before the commencement of the winding-up but which has not yet been notified to CBLIE), please notify this claim to your local claims handler, together with copies of documents supporting your claim.

If your local claims handler is unable or unwilling to handle (receive) the claim, you can notify the claim to the liquidation estate directly by following the procedures outlined on the CBLIE's website

<https://cblinsuranceeurope.com/> .

Alternatively, you can submit your claim directly, together with copies of documents supporting your claim, and particulars of:

1. the nature of your claim;
2. the date on which it arose; and
3. the amount of your claim.

You can send this information to us at the following address:

Kieran Wallace and Cormac O'Connor

Joint Liquidators for CBL Insurance Europe DAC (in liquidation)

KPMG, 1 Stokes Place, St Stephens Green, Dublin 2, D02DE03, Ireland.

Due to the insolvency of CBLIE, agreed claims (or claims yet to be agreed) are unlikely to be paid in full but rather will be paid by means of a dividend in the liquidation. It is too early in the liquidation to estimate the likely timing or quantum of any such dividend.

There is currently no deadline set for the submission of claims in the liquidation, as soon as a deadline is set it will be notified to you.

Claims for return of premium

As CBLIE is no longer on risk for the payment of claims that arise from insurable events that occurred or that occur after 20 February 2020, you are entitled to lodge a claim for damages for any amount which, under the terms of the policy, is owed by CBLIE to you. This may include the proportion of the value of your insurance premium which relates to the period of time from 20 February 2020 until the end of the period of coverage for which you have paid but for which you are no longer covered.

Compensation schemes

Please note that, in certain countries, policyholders with certain insurance types may be eligible to claim compensation from their local Guarantee Funds/Compensation Schemes, namely for certain policies in Ireland, the United Kingdom and Denmark. For all other policies written by CBLIE, it is unlikely that policyholders will be eligible for compensation given the nature of the risk insured.

The Joint Liquidators will work with the respective Guarantee Fund/Compensation Scheme to process the claim. Please contact your claims handler in the first instance in order to process your claim. Additional information is available on CBLIE's website:

<https://cblinsuranceeurope.com/>

Preferential creditors

Claims which are afforded preferential status in the liquidation of an Irish company are set out in the Companies Act, 2014 (see section 621(2) of that Act in particular). Preferential claims are subject to the proof of debt process. Please contact us if you believe you have a claim which is preferential.

Secured creditors

The First Schedule of the Bankruptcy Act 1988 (as amended), which has been incorporated by Section 619 of the Companies Act 2014 for use in liquidations, gives a number of options to a secured creditor. Typically, secured creditors do not participate in the proof of debt process. I strongly recommend that each secured creditor takes local law advice before lodging a claim in the liquidation so that it clearly understands the consequences of doing so. Please contact us if you have a claim which you believe is secured, subject to security in rem or reservation of title.

If you have any questions, please contact a member of our team on +353 1 410 1797 or by email at policyqueries.cblie@kpmg.ie

Yours sincerely



Kieran Wallace in my capacity as

Joint Liquidator of CBL Insurance Europe DAC (in liquidation)



Cormac O'Connor in my capacity as

Joint Liquidator of CBL Insurance Europe DAC (in liquidation)