

Please do not
write in
this margin

Particulars of a mortgage or charge

395

Pursuant to section 395 of the Companies Act 1985

CHA 116

Please complete legibly, preferably in black type, or bold block lettering

*insert full name
of company

To the Registrar of Companies

For official use

Company number

14

3381519

Name of company

("the Corporate Member")

COMMERCIAL UNION CORPORATE MEMBER LIMITED

Date of creation of the charge

1ST JANUARY 1998

Description of the instrument (if any) creating or evidencing the charge (note 2)

Lloyd's Premiums Trust Deed (the "Trust Deed")

(see continuation sheet 1 page 1)

Amount secured by the mortgage or charge

1. Any losses, claims, returns of premiums, reinsurance premiums and other outgoings payable as at the date of the Trust Deed or at any time thereafter to become payable in connection with the Underwriting;
2. Any expenses whatsoever from time to time incurred in connection with or arising out of the Underwriting (such expenses excluding any Non-deductible Item but including any annual fee, commission, other remuneration and reimbursement of outlays payable by the Corporate Member to any of the Corporate Member's Agents or Lloyd's or to the Regulating Trustee or except where so excluded to any other person in connection with the conduct or winding-up of the Underwriting and including also any fiscal liabilities incurred in or by reason of the Underwriting or in respect of the Trust Fund or its income); and
3. Any Overseas Deposit Funding Obligations.

(see continuation sheet 1, page 2)

Names and addresses of the mortgagees or persons entitled to the charge

The Society incorporated by Lloyd's Act 1871 by the name of Lloyd's ("Lloyd's") of One Lime Street, London, the Trustees, the trustee or trustees of an Overseas Fund, and (subject always to the terms of the Trust Deed)

(see continuation sheet 1, page 3)

Postcode EC3M 7H.

Postcode EC3M 7HA

Presentor's name address and
reference (if any):

Lloyd's of London
One Lime Street
London
EC3M 7HA

Ref: Legal Services Dept

Time critical reference

For official use
Mortgage Section

Post room



Short particulars of all the property mortgaged or charged

(a) Subject as provided at (b) and (c) below the property mortgaged or charged consists of:

(i) all premiums and other monies whatsoever (except as provided in (b) below) as at the date of the Trust Deed belonging or payable or thereafter at any time belonging or becoming payable to the Corporate Member in connection with the Underwriting and all interest of the Corporate Member therein (including for the avoidance of doubt any chose in action representing the right of the Corporate Member and any interest of the Corporate Member in any chose in action representing the right of any such person to be paid any such monies aforesaid as are for the time being payable) and

(ii) all further monies investments and other assets at any time added thereto whether by or on behalf of the Corporate Member or otherwise howsoever and

(iii) so much of any deposits funds income and assets as is excepted in paragraph (i) of (b) below and

(iv) all monies investments and other assets as at the date of the Trust Deed or thereafter for the time being representing any such premiums monies deposits funds income or other assets whatsoever as fall within paragraphs (i) to (iii) (inclusive) of this paragraph (a) or representing the income next mentioned and

(v) all income from time to time arising from any such investments deposits funds or other assets comprised in the Trust Fund.

(See continuation sheet 1, page 4)

Particulars as to commission allowance or discount (note 3)

Nil

Signed

[Signature]

Date 10 JANUARY 1998

On behalf of [company] [mortgagee/chargee] †

† delete as appropriate

NOTES

- 1 The original instrument (if any) creating or evidencing the charge, together with these prescribed particulars correctly completed must be delivered to the Registrar of Companies within 21 days after the date of creation of the charge (section 395). If the property is situated and the charge was created outside the United Kingdom delivery to the Registrar must be effected within 21 days after the date on which the instrument could in due course of post, and if dispatched with due diligence, have been received in the United Kingdom (section 398). A copy of the instrument creating the charge will be accepted where the property charged is situated and the charge was created outside the United Kingdom (section 398) and in such cases the copy must be verified to be a correct copy either by the company or by the person who has delivered or sent the copy to the Registrar. The verification must be signed by or on behalf of the person giving the verification and where this is given by a body corporate it must be signed by an officer of that body. A verified copy will also be accepted where section 398(4) applies (property situate in Scotland or Northern Ireland) and Form No. 398 is submitted.
- 2 A description of the instrument, eg "Trust Deed", "Debenture", "Mortgage" or "Legal charge", etc, as the case may be, should be given.
- 3 In this section there should be inserted the amount or rate per cent. of the commission, allowance or discount (if any) paid or made either directly or indirectly by the company to any person in consideration of his;
 - (a) subscribing or agreeing to subscribe, whether absolutely or conditionally, or
 - (b) procuring or agreeing to procure subscriptions, whether absolute or conditional,
 for any of the debentures included in this return. The rate of interest payable under the terms of the debentures should not be entered.
- 4 If any of the spaces in this form provide insufficient space the particulars must be entered on the prescribed continuation sheet.

Please do not write in this margin

Please complete legibly, preferably in black type, or bold block lettering

COMPANIES FORM No. 395 (Cont.) AND FORM No. 410 (Scot)(Cont.)

**Particulars of a mortgage or charge
(continued)**

Please do not
write in this
binding margin

Continuation sheet No 1
to Form No 395 and 410 (Scot)

CHA 116

Please complete
legibly, preferably
in black type, or
bold block lettering

Company Number

3381519

Name of Company

* delete if
inappropriate

COMMERCIAL UNION CORPORATE MEMBER

("the Corporate Member")

Limited*

Description of the instrument creating or evidencing the mortgage or charge (continued) (note 2)

References to any statutory provision (including any provision of subordinate legislation) shall after the coming into force of any legislation replacing or amending that provision (or replacing or amending any replacing provision) be read (unless the context otherwise requires) as referring to the new replacing legislation or the provision (or replacing provision) as so amended.

References to any provision of the Trust Deed or to the Trust Deed shall after the coming into force of any variation or amendment of that provision or the Trust Deed be read (unless the context otherwise requires) as referring to the varied or amended provision or to the Trust Deed as so varied or amended (as the case may be).

References to any Members' Agent or other Agent which is a firm shall (unless the context otherwise requires) include such person or persons as shall for the time being be carrying on under whatever style or name the partnership business of that firm.

"the Corporate Member's Agents" are any (or if more than one every) Members' Agent and Managing Agent (but for the avoidance of doubt not any person who is merely a Lloyd's Adviser or a sponsor of the Corporate Member at Lloyd's).

Please complete
legibly, preferably
in black type, or
bold block lettering

"Non-deductible Item" means any one or more of the following:

(a) any fee or other remuneration payable by or on behalf of the Corporate Member to or for the benefit of any Lloyd's Adviser or sponsor of the Corporate Member (except in a case where such Lloyd's Adviser or sponsor is also one of the Corporate Member's Agents and the fee or other remuneration in question is paid to him or it solely in that latter capacity)

(b) any fee or other remuneration payable by or on behalf of the Corporate Member to or for the benefit of any director or other officer of the Corporate Member or of any other body corporate (except in a case where such other body corporate is one of the Corporate Member's Agents and the fee or other remuneration in question is paid to a director or other officer of it acting in that capacity)

(c) any fee or other remuneration payable to or for the benefit of any lawyer accountant stockbroker or financial adviser or other adviser whatsoever except in relation to (i) any reinsurance effected by or on behalf of the Corporate Member or (ii) the payment or settlement of any claims made in connection with the Underwriting (including the processing compromise payment repudiation and litigation of any such claims and all matters ancillary thereto)

(d) any salary wages fee or other remuneration payable by or on behalf of the Corporate Member to or for the benefit of any employee of the Corporate Member or to or for the benefit of any other person (except Lloyd's itself or one of the Corporate Member's Agents acting in that capacity) for the provisions of the services of that other person's employees

(e) any outgoings whatsoever payable by or on behalf of the Corporate Member in connection with its incorporation or with the setting up of the underwriting business of the Corporate Member at Lloyd's

(f) any outgoings whatsoever arising out of the acquisitions or disposal or occupation of any premises by or on behalf of the Corporate Member or the acquisition or disposal or use of any equipment by or on behalf of the Corporate Member and

(g) any other outgoings of an overhead nature payable by or on behalf of the Corporate Member

"Regulating Trustee" means the Trustee for the time being of the Trust Deed designated under Clause 5 of the Trust Deed as the Regulating Trustee

"the Underwriting" means the underwriting business (whether current or past or future) of the Corporate Member at Lloyd's, but excluding any long term business of the Corporate Member and also excluding any business of the Corporate Member conducted for any year of account commencing after the sixtieth anniversary of the date of the Trust Deed

"Lloyd's Adviser" means a Lloyd's adviser entered in the register of Lloyd's advisers maintained by the Council

"the Council" means the Council of Lloyd's or (in relation to any power or discretion which is hereby vested in the Council but which has for the time being been delegated by the Council to the Committee of Lloyd's or to the Chairman or a Deputy Chairman of the Committee of Lloyd's pursuant to the provisions of Section 6(6) of Lloyd's Act 1982) the Committee of Lloyd's or the Chairman or Deputy Chairman of the Committee of Lloyd's as the case may be or (except only for the purposes of Clause 21 of the Trust Deed) such other person or persons as are for the time being authorised by the Council of Lloyd's to exercise any power or discretion which is thereby vested in the Council

(See continuation sheet 2, page 2)

Please do not
write in this
binding margin

Names, addresses and descriptions of the mortgagees or persons entitled to the charge (continued)

Please complete
legibly, preferably
in black type, or
bold block lettering

(a) those to whom any losses, claims, returns of premiums, reinsurance premiums and other outgoings are payable as at the date of the Trust Deed or at any time thereafter become or may become payable in connection with the Underwriting and (b) those to whom any expenses whatsoever from time to time incurred in connection with or arising out of the Underwriting are payable or become or may become payable (such expenses excluding any Non-deductible Item but including any annual fee, commission, other remuneration and reimbursement of outlays payable by the Corporate Member to any of the Corporate Member's Agents or Lloyd's or the Regulating Trustee or except where so excluded to any other person in connection with the conduct or winding-up of the Underwriting and including also any fiscal liabilities incurred in or by reason of the Underwriting or in respect of the property mortgaged or charged or its income) and (c) those to whom or for whose benefit any Overseas Deposit Funding Obligation is owed.

(b) The following (and the monies, investments and other assets representing them respectively) are not to be treated as comprised in the Trust Fund:

(i) the Lloyd's Deposits of the Corporate Member and the income of any such deposit and any assets released at any time from any such deposit unless and except so far as the whole or any part of such deposit income and assets has ceased to be held upon trusts of a Lloyd's Deposit Trust Deed (otherwise than for the Corporate Member absolutely) and has become vested in or under the control of any Member's Agent or any Managing Agent (otherwise than as a trustee) or the Trustees or any of them as trustees of the Trust Deed and

(ii) [Deliberately left blank]

(iii) all such premiums and other monies belonging or payable to the Corporate Member and all such other assets whatsoever as are by the Old American Instrument, the New American Instrument, the Canadian Instrument or any other Overseas Direction or the Trust Deed held or required to be held as (or as part of) or for the purpose of a fund separate from the Trust Fund or upon trusts or subject to provisions distinct from those declared or contained in the Trust Deed and

(iv) any amount authorised by the Trust Deed to be paid or released to the Corporate Member out of the Trust Fund or the income thereof so far as such amounts or assets representing them have actually been paid or transferred to or otherwise vested solely in or placed under the sole control of the Corporate Member

(c) Assets comprised in or income arising from a Lloyd's Deposit or any other Premiums Trust Fund (or Non-UK Fund) of the Corporate Member or other funds held in Lloyd's Central Trust Account shall not be treated as comprised in the Trust Fund by reason only that they have been blended with the Trust Fund (or are income of any assets so blended) in exercise of the powers given by Clause 9(b) of the Trust Deed or any powers subsisting under any other Premiums Trust Deed or Lloyd's Deposits or Special Reserve Fund Trust Deed (or in respect of any Non-UK Fund)

"Lloyd's Deposits" means the funds held under any Lloyd's Deposit Trust Deed

"Lloyd's Deposit Trust Deed" means any Deposit Trust Deed or Security and Trust Deed at Lloyd's made by the Corporate Member or any of the other Names

"Special Reserve Funds" means the funds so designated set up in relation to such of the other Names as are individuals in accordance with arrangements referred to in section 175 of and Schedule 20 to the Finance Act 1993 or Sections 452 to 456 of the Income and Corporation Taxes Act 1988

"the other Names" means the underwriting members of Lloyd's whether individuals or bodies corporate (other than the Corporate Member) and such former underwriting members of Lloyd's as continue to have underwriting business at Lloyd's not fully wound up and the personal representatives or trustee in bankruptcy of any such underwriting member or former underwriting member who is an individual and who has died or become bankrupt

"Premiums Trust Deeds" means the Trust Deed and all other trust deeds in a form approved by the Secretary of State for the purposes of Section 83 of the Insurance Companies Act 1982 (including all such trust deeds relating to general business) made by the Corporate Member or any of the other Names as from time to time varied or amended

"general business" means insurance business other than long term business

"the Secretary of State" means one of Her Majesty's Principal Secretaries of State

"the Trust Fund" means the trust fund constituted as provided in Clause 2 of the Trust Deed

"Non-UK Fund" means any Overseas Fund as defined in the Trust Deed or any overseas fund as defined in any other Premiums Trust Deed for general business of the Corporate Member or any of the other Names

(see continuation sheet 2 page 4)

COMPANIES FORM No. 395 (Cont.) AND FORM No. 410 (Scot)(Cont.)

Please do not
write in this
binding margin

**Particulars of a mortgage or charge
(continued)**

Continuation sheet No 2
to Form No 395 and 410 (Scot)

CHA 116

Please complete
legibly, preferably
in black type, or
bold block lettering

Company Number

3381519

Name of Company

("the Corporate Member")

COMMERCIAL UNION CORPORATE MEMBER

Limited*

* delete if
inappropriate

Description of the instrument creating or evidencing the mortgage or charge (continued) (note 2)

"Members' Agent" means a Members' Agent at Lloyd's appointed by the Corporate Member to act as the Corporate Member's Members' Agent in respect of all or any part of the Underwriting and including any successors so acting of the Members' Agent so appointed (the Members' Agent or Members' Agents (if any) so appointed as at the date of the Trust Deed being the party to the Trust Deed of the third part named in the Schedule thereto)

Please complete
legibly, preferably
in black type, or
bold block lettering

"Managing Agent" means an underwriting agent at Lloyd's appointed by the Corporate Member (either directly or by any Members' Agent acting in exercise of any authority given by the Corporate Member to that Members' Agent or by any means derived from any authority so given) to act as an agent or sub-agent of the Corporate Member for the purpose of conducting all or any part of the Underwriting and including any successors so acting of the underwriting agent so appointed

"the Trustees" means the Trustees for the time being of the Trust Deed duly appointed under Clause 5 of the Trust Deed (whether the Members' Agent's Trustees of any Members' Agent or the Managing Agent's Trustees of any Managing Agent or the Regulating Trustee) but excluding any other person (including the Corporate Member) who may hold or in whose name may be held any monies and assets comprised in the Trust Fund or the income thereof at any time and excluding any separate trustees of any Overseas Fund

"the Members' Agent's Trustees" means in regard to any Members' Agent the trustees for the time being of the Trust Deed designated under Clause 5 thereof as the Members' Agent's Trustees

"the Managing Agent's Trustees" means in regard to any Managing Agent the trustees for the time being of the Trust Deed designated under Clause 5 thereof as the Managing Agent's Trustees

"Overseas Direction" means the Old American Instrument, the New American Instrument, the Canadian Instrument or any directions given by the Council under Clause 4 of the Trust Deed in regard to any overseas territory as for the time being in force (amended or unamended as the case may be) in regard to the Corporate Member

"overseas territory" means territory outside the United Kingdom

"Overseas Fund" means a fund constituted or regulated or to be constituted or regulated by an Overseas Direction

"Overseas Deposit Funding Obligations" means the Corporate Members obligations to keep fully funded or provide any and every Overseas Business Regulatory Deposit

"Overseas Business Regulatory Deposit" means any US Surplus Lines Trust Deed or US Reinsurance Trust Deed (as respectively defined in the New American Instrument) or any other deposit trust deed (including any joint asset trust deed) or any company bank account letter of credit guarantee or other entity whatsoever (wheresoever situate in any part of the world):

(1) which (and any and every amendment variation or restatement of which) is approved by the Secretary of State and

(2) which (or any fund subject or relating to which) the Corporate Member is for the time being required to keep in funds or to provide (whether on an individual or syndicate or group or other basis) as a regulatory or other condition or requirement (whether imposed by the Council of Lloyd's or by any governmental or regulatory authority having jurisdiction in or in any part of any overseas territory) in order to enable the Corporate Member (or any relevant syndicate or group or Managing Agent) to conduct (or more efficiently to conduct) any business which constitutes or which if conducted would constitute (having regard to Clause 4(g) of the Trust Deed) part of the Underwriting relating to a particular overseas territory

"long term business" means long term business as defined in the Insurance Companies Act 1982.

Please do not
write in this
binding margin

Names, addresses and descriptions of the mortgagees or persons entitled to the charge (continued)

Please complete
legibly, preferably
in black type, or
bold block lettering

--

"the Old American Instrument" means Lloyd's American Trust Deed for general business (as for the time being modified) which Deed is subject to the laws of the State of New York and governs the Corporate Member's Lloyd's American Trust Fund (left remaining after the exclusion therefrom of the said Dollar Trust Fund) but if or to the extent that the Trust Deed is replaced (otherwise than by the New American Instrument) then the replacing instrument for the time being in force (as for the time modified).

Please complete
legibly, preferably
in black type, or
bold block lettering

"the New American Instrument" means the Lloyd's American Instrument 1995 (General Business of Corporate Members) as for the time being modified which instrument has an English proper law and governs the Dollar Trust Fund (as therein defined) but if or to the extent that such Lloyd's American Instrument 1995 (General Business of Corporate Members) is replaced then the replacing instrument for the time being in force (as for the time being modified).

"the Canadian Instrument" means the instrument governing Lloyd's Canadian Trust Fund as in force at the date of the Trust Deed but if that instrument is replaced or modified then the instrument for the time being governing that fund as modified (if at all) and in force.

FILE COPY



CERTIFICATE OF THE REGISTRATION OF A MORTGAGE OR CHARGE

Pursuant to section 401(2) of the Companies Act 1985

COMPANY No. 03381519

THE REGISTRAR OF COMPANIES FOR ENGLAND AND WALES HEREBY CERTIFIES THAT A LLOYD'S PREMIUMS TRUST DEED DATED THE 1st JANUARY 1998 AND CREATED BY COMMERCIAL UNION CORPORATE MEMBER LIMITED FOR SECURING ANY LOSSES CLAIMS RETURNS OR PREMIUMS REINSURANCE PREMIUMS AND OTHER OUTGOINGS PAYABLE AS AT THE DATE OF THE TRUST DEED OR AT ANY TIME THEREAFTER TO BECOME PAYABLE IN CONNECTION WITH THE UNDERWRITING (AS DEFINED IN THE TRUST DEED) AND ANY EXPENSES WHATSOEVER FROM TIME TO TIME INCURRED IN CONNECTION WITH OR ARISING OUT OF THE UNDERWRITING (SUCH EXPENSES EXCLUDING ANY NON- DEDUCTIBLE ITEM (AS DEFINED IN THE TRUST DEED) BUT INCLUDING ANY ANNUAL FEE COMMISSION OTHER REMUNERATION AND REIMBURSEMENT OF OUTLAYS PAYABLE BY THE COMPANY TO ANY OF THE COMPANY'S AGENTS OR LLOYD'S OR TO THE REGULATING TRUSTEE OR EXCEPT WHERE SO EXCLUDED TO ANY OTHER PERSON IN CONNECTION WITH THE CONDUCT OR WINDING-UP OF THE UNDERWRITING AND INCLUDING ALSO ANY FISCAL LIABILITIES INCURRED IN OR BY REASON OF THE UNDERWRITING OR IN RESPECT OF THE PROPERTY MORTGAGED OR CHARGED OR ITS INCOME) AND ANY OVERSEAS DEPOSIT FUNDING OBLIGATIONS (AS DEFINED IN THE TRUST DEED) AND THE OTHER AMOUNTS AND OBLIGATIONS REFERRED TO IN THE TRUST DEED WAS REGISTERED PURSUANT TO CHAPTER 1 PART XII OF THE COMPANIES ACT 1985 ON THE 20th JANUARY 1998.

GIVEN AT COMPANIES HOUSE, CARDIFF THE 17th MARCH 1998.

A handwritten signature in cursive script, reading 'A. P. Goddard'.

A. P. GODDARD

for the Registrar of Companies



C O M P A N I E S H O U S E