



22 March 2019

Dear Policyholder,

AMT Mortgage Insurance Limited (**AMIL**) is proposing to transfer all of its UK insurance business to AmTrust Europe Limited (**AEL**) (the **Transferring Business**). This includes the policy or policies shown above that you hold with AMIL.

Both AMIL and AEL are part of the AmTrust group (the **AmTrust Group**), with AMIL being a wholly-owned subsidiary of AEL. AEL is a general insurance company with a Financial Strength Rating of "A-" from A.M. Best ratings agency. AEL writes a wide variety of general insurance and reinsurance business in a number of territories, including 23 jurisdictions within the European Economic Area.

The proposed transfer has to be carried out in accordance with the UK Financial Services and Markets Act 2000 (the **Transfer**). This requires us to obtain approval from the High Court of England and Wales.

The Transfer is being undertaken as the first step of a wider restructuring of the AmTrust Group in Europe and it is currently expected that following the Transfer, as part of the AmTrust Group's Brexit contingency planning, the European business of AMIL will be transferred to appropriately licensed European carriers. The aims of the Transfer and the wider restructure are broadly to: (i) more fully integrate AMIL into the AmTrust Group following its acquisition by the AmTrust Group in May 2016 by moving the UK business of AMIL into AEL, the largest insurer in the AmTrust Group; (ii) simplify the corporate structure of the AmTrust Group; (iii) reduce operational risk by reducing the number of regulated entities in the AmTrust Group; and (iv) ensure continuity of service for European risks post-Brexit.

If your policy or policies transfer(s) to AEL under the Transfer any renewals of such policy or policies which fall on or after 30 June 2019 will also be renewed with AEL on the relevant renewal date.

The Transfer will have no effect on:

- our obligations to you;
- the terms and conditions of your cover;
- the amount of your premium;
- the duration of your policy or policies; or
- any claim which you may have made or may make under your policy, including the way any claims you have made or may make under your policy or policies are handled.

AEL will administer the transferring policies in the same manner to the administration currently undertaken by AMIL.

How are your interests being protected?

The legal approval process for the Transfer to AEL is designed to help safeguard your interests.



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- The High Court of England and Wales must approve the Transfer for it to go ahead. The Court hearing is due to take place on 11 June 2019 at the High Court of Justice, 7 Rolls Building, Fetter Lane, London, EC4A 1NL, UK. The Court will consider whether the Transfer will adversely affect policyholders and whether it is appropriate to approve the Transfer. Subject to Court approval, it is expected that policies will automatically transfer to AEL on 30 June 2019.
- Any change to the date of the Transfer will be announced on the AmTrust website (www.amtrustinternational.com/portfoliotransfers).
- An Independent Expert has been appointed to write a report for the Court. He has assessed the impact of the Transfer and has concluded that it won't materially adversely affect any group of policyholders.
- AMIL and AEL have consulted closely with its regulators, the Financial Conduct Authority (**FCA**) and the Prudential Regulation Authority (**PRA**). Objections and other representations relating to the Transfer will be shared with the FCA and the PRA. The UK regulators are entitled to make their own representations to the Court and we expect them to do so.
- We are now writing to all transferring policyholders to give them information about the Transfer, allowing reasonable time for them to consider whether they and interested parties are adversely affected and if so whether to make representations to the Court and any interested party. **It is a legal requirement for AMIL to do so under the English court process (unless the Court has consented otherwise).**

What are your rights?

You have the right to attend the Court hearing that will consider the Transfer and to present any objections or concerns that you may have directly, or appoint legal representatives to attend on your behalf. If you want to telephone or write to us rather than appear in person, AMIL and AEL will present any objections or other representations relating to the Transfer received from you to the Court on 11 June 2019. If you decide to write to us you are kindly requested to do so as soon as possible and preferably no later than 4 June 2019.

What should you do?

Please read the information we have included with this letter.

We have enclosed a booklet containing:

- "Questions and Answers" about the Transfer.
- A summary of the legal document that sets out the terms of the Transfer and the Independent Expert's report.

A copy of a legal notice setting out details of the Court hearing for the Transfer.



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How to make your views known

Should you need any further information or if you have any questions or concerns about the proposed Transfer or consider that you may be adversely affected then please contact us as soon as possible and preferably no later than 4 June 2019. You can:

- call our helpline on: 020 7280 6440 (available between 9:00am to 5:00pm Monday to Friday);
- write to AmTrust International (Part VII), Exchequer Court 33 St Mary Axe London EC3A 8AA, Attention: Alice Whelan; or
- email PartVII@amtrustgroup.com.

Please note that the helpline is for enquires about the Transfer to AEL. If you have any general questions about your policy, please call your normal contact and they will be happy to help.

For your convenience, this information is also available on the AmTrust website (www.amtrustinternational.com/portfoliotransfers), together with full copies of the documents detailed above. All updates and details about the progress of the Transfer, including any supplemental Independent Expert's report that may be prepared prior to the Court hearing, will also be posted on this website and will be available from the same address.

If you're aware of anyone else who has an interest in and/or is entitled to claim under your policy, please inform them of the proposed Transfer and pass on the information contained in this letter and booklet.

Yours sincerely,

Angel Mas
Chief Executive Officer, AMT Mortgage Insurance Limited
Managing Director, AmTrust Europe Limited

CFD-#28265404-v9

AMT Mortgage Insurance Limited

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AmTrust International is a trading style of AMT Mortgage Insurance Limited and AmTrust Europe Limited.
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