



AmTrust International

Dear Sir/Madam

IMPORTANT INFORMATION ABOUT YOUR INSURANCE POLICY OR CLAIM WITH AMT MORTGAGE INSURANCE LIMITED – PLEASE READ CAREFULLY

We are writing to you to inform you that it is proposed that on **31 October 2020**, AMT Mortgage Insurance Limited (**AMIL**) will transfer its mortgage and credit insurance business to AmTrust International Underwriters dac (**AIU**) (the **Proposed Transfer**). The business transferring to AIU includes a policy (or policies) that you hold or held with AMIL and/or any claims you have made under or in respect of transferring policies.

This letter contains important information about the Proposed Transfer, to allow you reasonable time to consider whether you and/or your interested parties may be adversely affected by the Proposed Transfer.

Background

As a result of the UK's exit from the European Union (**EU**) on 31 January 2020, it is necessary for the AmTrust group to restructure its European operations in order to continue to service its European policyholders following the expiry of the transitional period agreed between the UK and the EU (currently expected to end on 31 December 2020) (**Brexit**).

The Proposed Transfer is intended to ensure that the AmTrust group can continue to lawfully service your policy and/or claim following Brexit.

As part of a wider AmTrust group restructure, AIU also intends to transfer its Italian medical malpractice business to AmTrust Assicurazioni s.p.a. (**AmTrust Italy**), an Italian insurer within the AmTrust group, and AmTrust Europe Limited intends to transfer its Italian medical malpractice business to AmTrust Italy and its European business to AIU. These additional transfers are expected to take place on 31 July 2020 and are not interdependent with the Proposed Transfer.

Information about AIU

AIU is an insurance and reinsurance company incorporated in Ireland, authorised and regulated by the Central Bank of Ireland (the **CBI**). AIU currently has an 'A- (Excellent)' financial strength rating from A.M. Best.

Information about the Proposed Transfer

The Proposed Transfer must be carried out in accordance with the UK Financial Services and Markets Act 2000. This requires us to obtain approval from the High Court of England and Wales (the **Court**). An independent expert (the **Independent Expert**) has been appointed to write a report for the Court. He has assessed the impact of the Proposed Transfer and has concluded that it will not materially adversely affect any group of policyholders.

It is a legal requirement for us to contact you as part of this process, and should you consider that you are adversely affected by the Proposed Transfer, you are entitled to make representations to the Court and this letter contains information on how to do so.



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If your policy or policies transfer(s) to AIU under the Proposed Transfer any renewals of such policy or policies which fall on or after **31 October 2020** will also be renewed with AIU on the relevant renewal date.

If you have been sent this letter because you are making a claim under a policy with AMIL then nothing in this letter should be deemed to be an acknowledgment or acceptance of the validity of your claim or of any liability of AMIL (or, following the Proposed Transfer, AIU) in relation to that claim (and, in particular, any reservation of rights which if issued shall remain fully reserved) or the validity of your policy (including where such policy has been voided).

The Proposed 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;
- the way your policy is administered; or
- any claim which you may have made or may make under your policy or policies, including the way any claims you have made or may make under your policy or policies are handled.

How are your interests being protected?

The legal process for the Proposed Transfer is designed to help safeguard your interests. In summary:

- The Court must approve the Proposed Transfer for it to go ahead. The Court will consider whether the Proposed Transfer will adversely affect policyholders and whether it is appropriate to approve the Proposed Transfer. The Court hearing is due to take place on **26 October 2020** at the **High Court of Justice, 7 Rolls Building, Fetter Lane, London, EC4A 1NL, United Kingdom**.
- You have the right to attend the Court hearing that will consider the Proposed Transfer and to present any objections or concerns that you may have directly, or appoint legal counsel to attend on your behalf. If you want to telephone or write to us rather than appear in person, we will present in writing any objections received from you to the Court on **26 October 2020**. If you decide to write to us you are kindly requested to do so as soon as possible and preferably no later than **19 October 2020**.
- In light of current government guidelines regarding COVID-19, please note that it is possible that the hearing may take place remotely via a teleconferencing service. It is requested if you intend on attending the hearing (whether in person or via your representative), you inform AmTrust in writing (using the contact details set out below) as soon as possible and preferably before **19 October 2020**. This will enable AmTrust to provide any details necessary to attend the hearing if it is to be held remotely.



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- Subject to Court approval, it is expected that policies will automatically transfer to AIU on **31 October 2020**. Any change to the date of the Court hearing or the date of the Proposed Transfer (or either part of the Proposed Transfer) will be announced on our website (amtrustfinancial.com/amtrustinternational/legal/portfolio-transfers).
- The Independent Expert has assessed the impact of the Proposed Transfer and has concluded that it will not materially adversely affect any group of policyholders.
- AMIL has consulted closely with its regulators, the Financial Conduct Authority and the Prudential Regulation Authority. AIU have also liaised with the CBI, its regulator. The UK regulators are entitled to make their own representations to the Court and we expect them to do so.

What should you do?

Please carefully read the information we have included with this letter. We have enclosed a booklet containing:

- "Questions and Answers" about the Proposed Transfer;
- a summary of the legal document that sets out the terms of the Proposed Transfer (the **Scheme Document**);
- a summary of the Independent Expert's report; and
- a copy of a legal notice setting out details of the Court hearing for the Proposed Transfer.

How to make your views known

If you are comfortable with the Proposed Transfer and the information contained in and included with this letter, you do not need to take any further action. However, 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 **19 October 2020**.

You can:

- call +39 340 7396587; +34 660 520 975; or +44 (0)7809 510 923;
- write to us at
 - Amtrust International (Portfolio Transfers)
Exchequer Court
33 St Mary Axe
London EC3A 8AA
UK; or
 - Amtrust International (Portfolio Transfers)
6-8 College Green
Dublin 2
Ireland; or



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- e-mail us at: partvii@amtrustgroup.com.

If you have any general questions about your policy or claim, please call your usual AmTrust or broking contact.

For your convenience, this information is also available on the AmTrust website (amtrustfinancial.com/amtrustinternational/legal/portfolio-transfers), together with full copies of the documents enclosed with this letter, the Scheme Document and the Independent Expert's report. All updates and details about the progress of the Proposed Transfer, including any change to the date of the Court hearing and any supplemental Independent Expert's report that may be prepared prior to the Court hearing, will also be posted on this website.

If you are 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 faithfully,

For and on behalf of
AMT Mortgage Insurance Limited

For and on behalf of
**AmTrust International
Underwriters DAC**