

OMNI WHITTINGTON



Strictly Private & Confidential

18 November 2005

Name of Creditor
Address of Creditor

Attn: General Manager

Dear Sir(s),

**Proposed Solvent Scheme of Arrangement for Reliance National Asia Re Pte Ltd
("RNA" or "Company")**

The Company (Registration No. 199605353G) has been in run-off since April 2001 and is now proposing to implement a solvent Scheme of Arrangement under Section 210 of the Companies Act, Chapter 50 ("Scheme"). It is proposed that the Scheme will cover all business underwritten by the Company. The Scheme only covers business written by the Company and will not affect policyholders of the Company's ex-parent, Reliance Insurance Company (in Liquidation).

The Scheme will affect creditors with whom the Company has a contract of insurance, reinsurance or retrocession. We believe you are, or may be, such a creditor, or that you have acted on behalf of such creditors.

Omni Whittington Asia Pacific Pte Ltd is the proposed scheme manager, Ernst & Young are the proposed scheme advisers and Allen & Gledhill are the scheme lawyers.

The Scheme

The primary objective of the Scheme is to conclude the run-off of the business subject to the Scheme earlier than would be the case if claims were left to mature in the normal course of business. Once the Scheme becomes effective, scheme creditors will have a period of six (6) months to submit their claims against the Company. The Scheme will establish a method by which current, contingent and future claims of the scheme creditors will be valued and paid in full. If an agreement cannot be reached between the Company and scheme creditors regarding the value of claims there will be a procedure for the independent adjudication of these disputed claims by independent adjudicator Mr Law Song Keng, retired Managing Director and Chief Executive Officer of Overseas Assurance Corporation Limited and former President of the General Insurance Association of Singapore.

Creditors with claims that do not have a certain value, such as incurred but not reported ("IBNR") claims, will be asked to estimate their claims using specified actuarial techniques and it is the estimated value, as agreed or adjudicated, that will be paid in full.

Reliance National Asia Re Pte Ltd

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Company Registration No. 199605353G

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The Creditors' Meeting

For the Scheme to be implemented, it must be approved by a majority in number, representing not less than 75% in value, of those creditors who vote at a creditors' meeting or at each creditors' meeting, if there is more than one. Where creditors have rights which are so different as to make it impossible for them to consult together with a view to their common interest, then they must be split into separate classes and a separate meeting must be held for each class. Since all scheme creditors have similar rights, are unsecured creditors and are to be treated in the same way under the Scheme, the Company is of the opinion that it is possible for all scheme creditors to vote at the same meeting. The Company therefore intends to convene only one meeting of scheme creditors for the purposes of considering and, if the scheme creditors think fit, approving the Scheme.

In one recent solvent insurance scheme in the United Kingdom, the High Court in England ruled that, in the particular circumstance of that case, creditors with IBNR claims should have been split into a separate class from creditors with accrued claims, such that there should be two creditors' meetings, each voting separately in relation to the scheme. In any event, the Company does not believe the same considerations apply here, because the factual position in the present case is quite different. The Company therefore considers that a single class is justified and that one creditors' meeting should be held in which all scheme creditors vote together on the Scheme.

The Company will apply to the High Court of Singapore for permission to convene the creditors' meeting. This hearing will consider the appropriate number of creditors' meetings that should be held to vote on the Scheme. The application has been listed by the Court to be heard in January 2006. Scheme creditors are not required to attend this hearing, but do have a right to be heard if they have any objection to the Company's view that a single class is appropriate. Any scheme creditor with questions or concerns should first contact the Company (see details below).

If the application is approved by the Court, a scheme document (incorporating the Scheme) will be sent to scheme creditors with details of the creditors' meetings to vote on the Scheme. The Scheme document will set out the anticipated time scale and key dates for the Scheme. As you have been sent this letter, you will automatically receive the scheme document in due course.

Contacting the Company

If you have any questions or concerns in relation to this letter, please contact the Company as soon as possible. Details are as follows:

Reliance National Asia Re Pte Ltd
1 George Street
#16-03 One George Street
Singapore 049145
Tel: +65 63345406
Fax: +65 63342168
RNA-Scheme@omniwhittington.com
Ref: Ms Lee Choon Ngoh

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In the future, it is intended that appropriate documents and notices, including the scheme document and details of the creditors' meeting will be sent by post to potential scheme creditors. If you would wish for the documents to be sent to a different address, please inform the Company in writing providing details of your desired mailing address.

Information will also be available to all creditors on the Company website at www.omniwhittington.com.

Yours faithfully

A handwritten signature in black ink, appearing to read "Lee Choon Ngoh".

Lee Choon Ngoh
Director and Principal Officer