

EXHIBIT A

Exhibit A

**Illustration of the Operation of Proposed AFIA Agreement
(\$ millions)**

AFIA Cedents' claims against Home¹ \$231

* * *

Home's claim against Century² 231

Less: Century's claims against Home³ 12

→ **How much is received from Century?** \$219

Less: deductions per Agreement §§ 1.3.1 – 1.3.5

		Paid to	
		Home	AFIA Cedents
AFIA Cedents' claims settled between cedent and Home by way of offset against Home's claims against cedent ⁴	58	58	
Costs of collection from Century ⁵	10	10	
Costs of entire UK provisional liquidation and costs of seeking approvals of Agreement from New Hampshire and English Courts ⁶	5	5	
Adverse costs awards against Home ⁷	<u>1</u>		1
Total deductions	74		

Remaining amount to be divided with AFIA Cedents 145 72.5 72.5

→ **How much do Home and AFIA Cedents receive?** \$219 \$145.5 \$73.5

What percentages are received by Home and AFIA Cedents? **66.4%** **33.6%**

¹ Based on ACE-INA filing for Home UK Branch as of 12/31/02; see Hughes Aff. ¶ 8, Rosen Aff. ¶ 4.

² Assumes AFIA Cedents' claims are filed, prosecuted and allowed under the claim procedures order. For simplicity, Home's overlapping claims against CIRC under the BAFCO Reinsurances are omitted. See Hughes Aff. ¶ 8.

³ See Durkin Affidavit ¶ 5.

⁴ Home's claims against AFIA Cedents are preliminarily estimated at \$58; see Rosen Aff. ¶ 6.

⁵ Uncertain; assumes \$10.

⁶ Uncertain; assumes \$5.

⁷ Uncertain, if any; assumes \$1.

STATE OF NEW HAMPSHIRE

MERRIMACK, SS.

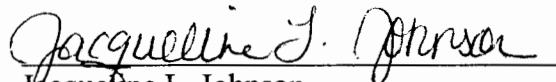
SUPERIOR COURT

In the Matter of the Liquidation of
The Home Insurance Company
Docket No. 03-E-0106

CERTIFICATE OF SERVICE

I, Jacqueline L. Johnson , do hereby certify that on April 16, 2004, I served a true copy of the foregoing upon parties identified on the attached Service List, by first class mail, or overnight UPS as indicated, postage prepaid.

Dated: April 16, 2004


Jacqueline L. Johnson

SERVICE LIST

FIRST CLASS MAIL

Sherilyn B. Young, Esq.
Rath Young & Pignatelli
One Capital Plaza PO Box 1500
Concord, NH 03302-1500

Martin P. Honigberg, Esq.
Sulloway & Holls
9 Capitol Street PO Box 1256
Concord, NH 03302-1256

Connie Rakowsky, Esq.
Orr & Reno
1 Eagle Square PO Box 3550
Concord, NH 03302-3550

Ronald L. Snow, Esq.
Orr & Reno
One Eagle Sq., PO Box 3550
Concord, NH 03302-3550

OVERNIGHT UPS

Andre Bouffard, Esq.
Rachlin Downs Martin PLLC
199 Main Street PO Box 190
Burlington, VT 05402-0190

Gary Lee, Esq.
Lovells-16th Floor
900 Third Avenue
New York, NY 10022

Gail M. Goering, Esq.
Lovells – One IBM Plaza
330 N. Wabash Ave., Suite 1900
Chicago, IL 60611

Michael Sandler, Esq.
Sandler, Ahearn & McConaughy, PLLC
1200 Fifth Avenue, Suite 1900
Seattle, WA 98101-3135

Adam Goodman, Esq.
Lovells – One IBM Plaza
330 N. Wabash Ave., Suite 1900
Chicago, IL 60611

Pieter Van Tol, Esq.
Lovells
900 Third Ave., 16th Floor
New York, NY 10022

Eric Haab, Esq.
Lovells
330 N. Wabash Ave., Suite 1900
Chicago, IL 60611

Richard Wiebusch, Esq.
Hale & Dorr, LLP
60 State Street
Boston, MA 02109

Eric D. Jones, Esq.
Rachlin Downs Martin PLLC
199 Main Street PO Box 190
Burlington, VT 05402-0190