

WITHOUT PREJUDICE – FOR COMMUTATION DISCUSSION PURPOSES ONLY

- Jonathan in order to discuss a potential way forward on AFIA we thought it may be a good idea to lay out possible scenario's we can talk around. Figures included are indicative and for discussion purposes only.

1. Off-set scenario's

Scenario	Home Position	Equitas Position	ACE/Cigna Position
<ul style="list-style-type: none"> MINIMUM OFF-SET OFFERED 	<ul style="list-style-type: none"> Claim from Eq: 100 Off-set to Eq: zero Reinsurance from ACE/Cigna: 100 +100	<ul style="list-style-type: none"> Claim 100 from Home Receive from Home: zero zero	<ul style="list-style-type: none"> Pay Home Reinsurance: 100 -100
<ul style="list-style-type: none"> ALTERNATIVE SCENARIO IF MINIMUM OFF-SET OFFERED 	<ul style="list-style-type: none"> Claim from Eq: 10 Off-set to Eq: zero Reinsurance from ACE/Cigna: 10 +10	<ul style="list-style-type: none"> Claim 10 from Home Receive zero from Home Saves Equitas admin zero	<ul style="list-style-type: none"> Pay Home Reinsurance: 10 -10
<ul style="list-style-type: none"> MAXIMUM OFF-SET OFFERED 	<ul style="list-style-type: none"> Claim from Eq: 100 Reinsurance from ACE/Cigna: 100 Pay off-set to Equitas 50%: (50) +50 but denied more cash today	<ul style="list-style-type: none"> Claim 100 from Home Receive 50 from Home in off-set Rank for 50 of dividend in estate receive zero +50	<ul style="list-style-type: none"> Pay Home Reinsurance: 100 -100

2. Commercial scenario's

Scenario	Home Position	Equitas Position	ACE/Cigna Position
<ul style="list-style-type: none"> Equitas cut through to ACE/Cigna at 100% 	<ul style="list-style-type: none"> Claim from Equitas: 10 Reinsurance from ACE/Cigna: 10 +10	<ul style="list-style-type: none"> Claim 10 Home Receive zero from Home Claim 90 (maximum) from ACE/Cigna Receive 90 (maximum) from ACE/Cigna [50-90] +90	<ul style="list-style-type: none"> Pay Home 10 Pay Equitas 90 MAX -100
<ul style="list-style-type: none"> Tri-partheid compromise – all share in asset from ACE/Cigna 	<ul style="list-style-type: none"> Claim from Equitas: 100 Reinsurance from ACE/Cigna: 90 Pay Equitas: 50-90 Retain 0-40 +0-40	<ul style="list-style-type: none"> Claim 100 from Home Receipt from Home part of ACE/Cigna R/I 50-90 +50-90	<ul style="list-style-type: none"> Pay Home 90 -90