



**KMS**  
Insurance  
Services Limited

America House, 2 America Square, London EC3N 2LU  
Telephone: NATIONAL 020 7488 5488  
INTERNATIONAL: + 44 20 7488 5488  
Facsimile: 020 7488 5478  
Email: Enquiries@kmsis.com

Richard Garippa  
The Home Insurance Company in Liquidation  
PO Box 1720  
Manchester  
NH 03105-1720  
United States of America

28 September 2006

Attention: The Home Docket No. 03-E-0106

Dear Sirs,

**Wintherthur Swiss Insurance Company ("WSI") – INTL 278096**  
**Notice of Redetermination – 4 August 2006**

Further to the above Notice of Redetermination dated 4 August 2006 and our subsequent telephone conversation of 15 September 2006, please see our comments below.

London Representative Fees – Various Losses – US\$3,107.71

As you are probably aware the Referee in respect of disputed claims 2006-HICIL-18 and 2006-HICIL-21 is already hearing this issue. With your agreement we would propose that the decision reached by the Referee in respect of the recoverability of the London Representative Fees on the above disputed claims be applied to this case as well.

Witco Chemical – US\$7,863.37

As you state in your letter, this issue is already before the Referee under disputed claim 2005-HICIL-7. Again, with your agreement, we would propose that the decision reached by the Referee in respect of the Excess Point in 2005-HICIL-7 be applied to this case.

Dow Corning – US\$1,345.55

We believe that the continued assertion that the PJI costs are not recoverable under the 'settlement of losses' as defined in the Ultimate Net Loss clause is incorrect. Therefore, we have been instructed by our client to object to this deduction.

A copy of the wording, under which the Dow Corning loss is ceded, was forwarded under cover of my letter dated 9 June 2006; please advise if you require additional copies of the wording.

1 2006 OCT - 3 A 9:49

We trust that you will find this to be in order and await your response in due course.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Philip Caldicott', with a large, stylized flourish at the end.

Philip Caldicott  
Reinsurance Specialist

cc: Jonathan Rosen, Chief Operating Officer - HIC in Liquidation  
Nick Tyndall, Claims Manager - Ace INA Services UK Ltd  
Sarah Ellis, Assistant Director – Ernst & Young LLP  
Brooke Holton - Office of the Clerk - Merrimack County Superior Court  
Kate Sliwinska – Winterthur Swiss