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Price Waterhouse



20 October 1998

The Directors

Lambert Fenchurch Group PLC	2140840	Lowndes Lambert Hammond Limited	0982634
Architects & Professional Indemnity Agencies Limited	0208461	Lowndes Lambert International Limited	0594038
Kininmonth Lambert Limited	1064612	Lowndes Lambert Oil & Energy Limited	0529408
Lambert Fenchurch Financial Services Limited	0772217	Lowndes Lambert Professional Indemnity Limited	0308759
Lambert Fenchurch International Group Limited	0967850	Lowndes Lambert RB Limited	0594041
Lambert Fenchurch Insurance Group Limited	0507153	Lowndes Lambert Risk Management Limited	0726652
Lambert Fenchurch Limited	1199129	Lonmac Limited	2132718
Lambert Fenchurch Marine Group Limited	0138751	Lonzag Limited	1537242
Lambert Fenchurch Overseas Limited	2214161	Michael Betts & Partners Limited	2544215
Lambert Fenchurch Specialities Group Limited	0149109	M.I.C. International Limited	2711079
Lambert Fenchurch UK Group Limited	0499725	Norex IB Limited	0848186
Lowndes Lambert Cargo Limited	0786272	RIBA Insurance Agency Limited	1954026
Lowndes Lambert Enterprises Limited	0727014	Watts Watts Limited	0257698

Friary Court
Crutched Friars
London
EC3N 2NP

Dear Sirs,

Letter of Resignation

Following the merger of Price Waterhouse and Coopers & Lybrand from 1 July 1998, we have agreed that the new firm, PricewaterhouseCoopers will be replacing us as auditors. In accordance with Section 392 of the Companies Act 1985 we give notice that we are resigning as auditors of each of the companies to which this letter is addressed with effect from 20 October 1998.

Yours faithfully,

Price Waterhouse

PRICE WATERHOUSE

