

From: Stewart.Wilson@marsh.com <Stewart.Wilson@marsh.com>
Date: Tue, 20 Nov 2007 03:20:51 -0800
Subject: Special Bulletin - AVN67C/AVN99

Attachments: AICG AVN 67C Letter 02 November 2007 to LMA IUA and LMBC Chairs (4).doc, AVN67-C 2.8.07.DOC, AVN67C - HULL WAR 17.10.07.DOC, TAIL COVER ENDORSEMENT AVN 99 2.8.07.DOC, AVN67C TERMINATION NOTICE.DOC, TAIL COVER TERMINATION NOTICE.DOC, AVN 67C EXPLANATORY NOTE.DOC, LMBC AVN67C Comments 9 November 07.doc, AVN 67C SEMINAR AGENDA.DOC

As per the attached letter, the Aviation Insurance Clauses Group (AICG) have recently published the following new clauses:

AIRLINE FINANCE/LEASE CONTRACT ENDORSEMENT, AVN67C,

AIRLINE FINANCE/LEASE CONTRACT ENDORSEMENT (HULL WAR), AVN67C (Hull War)

AIRLINE FINANCE/LEASE CONTRACT - CONTINUING LIABILITY ENDORSEMENT, AVN99

The letter also mentions pro forma termination notices that are to be used with the new clauses and these are attached also. Please note that these notices have been kindly provided by the Aviation Working Group (AWG) and not LMBC as stated.

The AICG letter only provides a very brief explanation of these clauses, therefore in order to provide more background we are attaching a detailed Explanatory Note produced for AWG members by Freshfields (counsel to AWG). As it states, the note is not a legal opinion and is not to be relied upon in any way.

AWG were the prime sponsor of these clauses and a co-opted member of the AICG AVN67C Working Group, along with LMBC, who were represented by John Cruse, Aon. Marsh was one of the main contributors supporting the LMBC participation. As these are primarily industry clauses rather than underwriter clauses, the market position is still to be determined but this should quickly become clear in the current renewal round.

The AWG Explanatory Note is being reviewed by an LMBC Aviation Technical Committee, made up with representatives from Marsh, Aon and Willis, and the comments of the Committee are also attached to assist your understanding of these clauses.

In the meantime, if you have any questions on these clauses please contact your Marsh Account Executive or your Marsh Client Advisory contact.

Finally, we understand that the AWG are hosting a seminar on these new clauses at Freshfields London on Thursday 22 November from 3.30

to 5.30 pm. If you are interested in attending please email
anthea.campbell@freshfields.com for an invitation.

(See attached file: AICG AVN 67C Letter 02 November 2007 to LMA IUA
and LMBC Chairs (4).doc)(See attached file: AVN67-C 2.8.07.DOC)(See
attached file: AVN67C - HULL WAR 17.10.07.DOC)(See attached file:
TAIL COVER ENDORSEMENT AVN 99 2.8.07.DOC)(See attached file: AVN67C
TERMINATION NOTICE.DOC)(See attached file: TAIL COVER TERMINATION
NOTICE.DOC)

(See attached file: AVN 67C EXPLANATORY NOTE.DOC)

LMBC Aviation Technical Committee on the Explanatory Note produced by
Freshfields

(See attached file: LMBC AVN67C Comments 9 November 07.doc)

Agenda for the Seminar being held at Freshfields at 15.30 on 22
November 2007 to introduce these clauses.
(See attached file: AVN 67C SEMINAR AGENDA.DOC)

~~~~~

Marsh Limited  
Registered in: England Number: 1507274  
Registered Office: 1 Tower Place West, Tower Place, London, EC3R 5BU

Marsh Ltd is authorised and regulated by the Financial Services  
Authority (FSA)

Marsh Ltd conducts its general insurance activities on terms that are  
set out in the document "Our Business Principles and Practices". This  
may be viewed on our website  
<http://www.marsh.co.uk/aboutMarsh/principles.html> .

This message and any attachments are confidential. If you have  
received this message in error please delete it from your system. If  
you require any assistance please notify the sender. Thank you.

~~~~~