

IMPORTANT - UPDATES TO YOUR POLICY WORDING

Effective Date:

Policy Number:

Insured:

How these changes affect your policy.

Because we aim to revise our policies regularly, it is necessary to make changes to the policy we have issued.

These are the amendments that apply to your policy. Before paying your premium please make sure that the cover provided meets your needs. By continuing to insure with us you accept these changes; they form part of the policy so please keep them with your policy booklet.

If you have any questions please contact us.

Summary of changes

The Financial Services Authority

From 14 January 2005, the UK Insurance Industry falls under the regulation of the FSA, which replaces the General Insurance Standards Council. The FSA's broad task is to achieve a market place that is run in an efficient, orderly and clean manner whilst ensuring that consumers receive a fair deal by being properly informed and appropriately protected. The following information on the Financial Services Compensation Scheme is provided to support the FSA's aim of informing the public.

01/05

Financial services Compensation scheme

This scheme was set up under the terms of the Financial Services and Markets Act 2000.

Its aim is to protect private and small business/charity customers should an insurer go out of business and be unable to meet its liabilities or pay claims. You may be entitled to compensation depending upon your income and the number of people you employ.

If so, FSCS may arrange to transfer your policy to another insurer, provide a new policy or, if these actions are not possible, provide compensation. The maximum level of compensation you can receive from the scheme for a claim against an insurance firm depends on the type of insurance policy.

For non-compulsory insurance the first £2,000 of the claim or policy is covered in full followed by 90% of the remainder.

For further information on the scheme you can visit the website at www.fscs.org.uk or write to Financial Services Compensation Scheme, 7th Floor, Lloyds Chambers, 1 Portsoken Street, London E1 8BN. Tel: 020 7892 7300.

01/05