

Karen Weldin Stewart, CIR-ML
Commissioner



Delaware Department of Insurance

August 25, 2015

Daniel S. Lurie
Executive Vice President and Chief Counsel, Corporate
Endurance Services Limited
4 Manhattanville Road
Purchase, NY 10577

Re: Endurance Specialty Insurance Limited - Application for Approval of Multi-Beneficiary Trusts

Dear Mr. Lurie:

This will acknowledge receipt of the request from Endurance Specialty Insurance Ltd. (ESIL) for Delaware to serve as its domiciliary regulator on the following Deed of Trust Agreements established pursuant to 18 Del. C., §911(4), §911(5) and Delaware Insurance Regulation 1003(7):

- a multi-beneficiary Deed of Trust Agreement between ESIL and Bank of New York Mellon on funds held in the United States
- a reduced collateral multi-beneficiary Deed of Trust Agreement between ESIL and Bank of New York Mellon on funds held in the United States for use in states where ESIL qualifies as a certified reinsurer

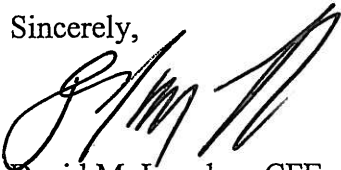
The Department has reviewed the request to serve as domiciliary regulator of the trusts and based upon that review and recommendation, the Department hereby **APPROVES** the request and the form of the trusts. Their acceptance by this Department is contingent upon our receipt of the agreements signed by all of the contracting parties. Attached is an affidavit to be signed and returned with the executed agreements. The affidavit attests that no changes have been made between the original submitted agreements and the executed agreements. We ask that this be sent via e-mail to: adrienne.lupo@state.de.us.

Page Two

Pursuant to §911(4) of the Reinsurance Act, the Commissioner shall allow credit for reinsurance ceded by a domestic insurer to an assuming insurer which, as of any date on which statutory financial statement credit for reinsurance is claimed, and thereafter for so long as credit for reinsurance is claimed, maintains a trust fund in an amount prescribed by Code in a qualified U.S. financial institution (as defined in §913(b) of the Reinsurance Act), for the payment of the valid claims of its U.S. domiciled ceding insurers, their assigns and successors in interest. The assuming insurer shall report annually to the Commissioner substantially the same information as that required to be reported on the National Association of Insurance Commissioners (NAIC) annual statement form by licensed insurers, to enable the Commissioner to determine the sufficiency of the trust fund. In addition, quarterly reporting (NAIC statement blank) shall be required to be filed with the Delaware Department of Insurance, as the domiciliary regulator of the trusts. The trusts shall be subject to examination as determined by the Commissioner.

If you have any questions, please contact me.

Sincerely,

A handwritten signature in black ink, appearing to read 'D. Lonchar', written over a horizontal line.

David M. Lonchar, CFE
Acting Director of Company Regulation