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The Directors
FM Insurance Company Limited
Southside
105 Victoria Street
LONDON
SW1E 6QT

Company Register No 755780

23 September 1996

Dear Sirs

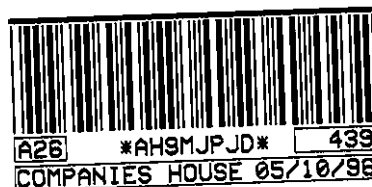
Notice of resignation

We hereby give notice of our resignation as auditors of your company with effect from today.

We enclose our statutory statement in connection with our ceasing to act.

Yours faithfully

KPMG



Member firm of
KPMG (International)

KPMG is registered
to carry on audit work and
authorised to carry on
investment business

by the Institute of
Chartered Accountants in
England and Wales. The
principal place of

business is 8 Salisbury
Square, London EC4Y 8BB
where a list of partners'
names is open to inspection.

KPMG

STATEMENT TO THE DIRECTORS OF FM INSURANCE COMPANY LIMITED ON
CEASING TO HOLD OFFICE AS AUDITORS

In accordance with section 394 of the Companies Act 1985, we confirm that there are no circumstances connected with our ceasing to hold office that we consider should be brought to the attention of the company's members or creditors.



KPMG

Chartered Accountants
Registered auditors

8 Salisbury Square
London
EC4Y 8BB

23 September 1996