

ATRIUM

February 2010: Notice to Capital

Final Results 2007 and Forecast Results 2008 and 2009 Years of Account

The results for the 2007 and forecast results for the 2008 and 2009 years of account of Syndicates 570 and 609 are as follows:

2007 Year of Account

Our managed syndicates' 2007 year of account results are as follows:

Syndicate	Capacity (£'000)	Atrium participation	Result % of Capacity	Previous Forecast Range % of Capacity
570	124,736	24.8%	17.6	15.0 – 20.0
609	214,862	25.8%	6.5	0.0 – 5.0

2008 Year of Account

Our updated forecast ranges for the 2008 year of account (including estimates of prior year movements) are as follows:

Syndicate	Capacity (£'000)	Atrium participation	Current Forecast Range % of Capacity	Previous Forecast Range % of Capacity
570	125,352	24.7%	3.0 – 8.0	0.0 – 10.0
609	215,348	25.8%	10.0 – 15.0	2.5 – 12.5

2009 Year of Account

Our initial forecast ranges for the 2009 year of account (including estimates of prior year movements) are as follows:

Syndicate	Capacity (£'000)	Atrium participation	Initial Forecast Range % of Capacity
570	125,296	24.8%	0.0 – 10.0
609	199,588	25.8%	7.5 – 17.5

All forecasts are shown as a percentage return on allocated capacity after deduction of standard personal expenses, but before members' agents' fees, and are subject to usual caveats and possible revision as the years remain on risk.

Early Profit Release:

Syndicate 609 will be making an "Early Profit Release" on the 2008 year of account of US\$30.4m (8.8% of stamp capacity) and will be payable in US\$.

Solvency Position as at 31st December 2009.

The solvency results for the 2008 and 2009 years of account of Syndicates 570 and 609 are as follows:

2008 year of account	Solvency Result (£)	Solvency Result as % Stamp
Syndicate 570	292,354	0.2%
Syndicate 609	18,908,557	8.8%

2009 year of account	Solvency Result (£)	Solvency Result as % Stamp
Syndicate 570	173,608	0.1%
Syndicate 609	7,785,556	3.9%

For further information, please contact:

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Notes

Forecast assumptions

The key assumptions upon which each syndicates' open year forecasts are based are set out below:

1. Inherent volatility in claims development will not give rise to actual ultimate claims which are materially divergent from expectations. In particular there will be no significant distortion in the incidence of major catastrophe or attritional losses or in the ability of the syndicates' reinsurers to respond to potential reinsurance recoveries;
2. The development of open year premiums will be broadly consistent with historical development patterns;
3. There will be no material change in reserving methodology or accounting policies at the respective dates of closure of the open years;
4. Inflation, interest and exchange rates as at the respective dates of closure of the open years will not differ significantly from those taken into account in the forecasts;
5. There will be no material unbudgeted expenses; and
6. Investment returns will be materially in line with investment manager expectations.