

LETTER FROM THE CHAIRMAN

19 May 2014

Dear shareholders

As announced on 3 April 2014, the demerger from Tawa plc of that company's Risk Carrier Business was completed. As a result, TAL became the holding company of that business, I joined the TAL board as Chairman, and the Company received from Tawa plc the corporate entities and assets comprised in the Risk Carrier Business with a net book value of \$83.2 millions (45p per share at 31 December 2013).

I enclose a Notice of Annual General Meeting and TAL's accounts for the year ended 31 December 2013. At that date TAL was not the holding company for the Risk Carrier Business and the accounts therefore record only the intercompany positions at that date and the administrative expenses for the year.

In Tawa plc's 2013 Report and Accounts the demerger and its pro forma effect on the group's assets and liabilities were outlined and the relevant sections of that report appear below.

On 25 and 26 March 2014 the Upper Tribunal of the Tax and Chancery Chamber heard an appeal against the refusal of HMRC to a claim by a member of a consortium to utilise trading losses surrendered by associate CX Re. It can typically be two months after the last day of hearing before the Tribunal's decision is known.

An update on the activities of the Risk Carrier Business will be given to the AGM by TAL's Chief Executive Officer, Gilles Erulin.

As was announced on 20 December 2013, Financiere Pinault S.C.A, a major shareholder, agreed to provide the Share Exchange Offer to the holders of Tawa plc Ordinary Shares

(other than certain Overseas TAL Shareholders) who acquired TAL Ordinary Shares in conjunction with the Demerger. The Share Exchange Offer closed at 3.00 p.m. on 28 April 2014 and 16 shareholders holding a total of 2,834,332 TAL shares exchanged them for 5,539,786 Pro Global Insurance Solutions plc (formerly Tawa plc) shares. As a consequence of the Share Exchange Offer, Financiere Pinault S.C.A's shareholding in TAL increased to 74.1 per cent.

Yours sincerely

CG Bird
Chairman

Extracts from Tawa plc's 2013 Report and Accounts relating to The Risk Carrier Business

[TAL] is entitled to the receivables from CX Re, with a NAV of \$37.9m, the level of which is dependent on the outcome of litigation relating to the availability of tax losses which have been surrendered to Tawa's financial partners. Work continues on the run-off of the Risk Carrier Business entities. Whilst retaining the potential to generate value, these entities carry discrete and substantial risks – PXRE (USA) on the outcome of World Trade Center claims; Island Capital (Bermuda) on the recovery of significant subrogated claims and QX Re on the outcome of the litigation in respect of the rescission of a reinsurance contract.

The following illustrates the NAV of the demerged structure had it been effective on 31 December 2013.

	Pro plc \$m	TAL \$m	Current Combined Group \$m
Total assets	133.8	141.6	275.4
Total liabilities	(116.4)	(58.4)	(174.8)
Net asset value	17.4	83.2	100.6