

THE SURPLUS LINE ASSOCIATION

OF CALIFORNIA

315 MONTGOMERY STREET

SAN FRANCISCO 94104

A. L. LATHROP
MANAGER

A. B. HERRICK
ASSISTANT MANAGER

TELEPHONE
986-0763 (415)

March 5, 1976

No. 348

BULLETIN TO ALL MEMBERS:

Re: Indemnity Guarantee Insurance Co., Ltd.

The attached clipping from the London Daily Telegraph has been called to our attention.

While Indemnity Guarantee is not active on filed business in California, the clipping is furnished for your information and guidance.



A. L. Lathrop
Manager

Indemnity told not to write new business

THE Department of Trade has ordered Indemnity Guarantee Assurance to stop taking on new business and not to vary any existing insurance contracts.

Indemnity, which is controlled by Castle Re-insurance of Gibraltar, was warned a month ago that the DoT would take this step unless certain actions were taken. The order, under Section 29 of the Insurance Companies Act 1974, does not prevent the company satisfying its liabilities under existing contracts.

The company chairman, Mr J. Caplan, was unavailable for comment last night, but a company employee claimed that Indemnity's solvency margin "was not in question."

The company writes almost all classes of business