

Lexington Insurance Company

100 Summer St.
Boston, MA 02210

David A. Jordan
Senior Vice President
Program Division Executive

March 15, 2005

TO: Our Program Administrators

FR: David A. Jordan

RE: Arthur G. Akuntius

It is with a mixture of admiration and regret that I report to you the retirement of Mr. Arthur G. Akuntius, Assistant Vice President and Underwriting Audit Officer of the Program Division, effective March 31, 2005. Art's five years of service to me, to this profit center, and to the advancement of best practices in program administrator business, have flown by.

Art joined the AIG Companies in 1994 after an extensive career in commercial lines underwriting. His first five years were spent developing AIG's capabilities in the field of underwriting, compliance and operational audits. In 2000, when we were ramping up the Program Division, we knew we needed our own audit function, and Art was my unanimous recommendation to management for the job.

Between then and now, this division has completed nearly 600 underwriting audits, and Art's stamp is on every one. He's the one who consistently reminded us that audits should always be about raising the bar on underwriting integrity, and that the audit function is a simple, straightforward test to see if both parties to a program administrator relationship are doing what they said they would do. Our approach to audits—including scheduling them, conducting them, documenting the findings, and following through on recommendations—all stem from the protocols he established and enforced. It is not hyperbole to say we would not have the success we enjoy today were it not for his personal and professional accomplishments.

To Art, we can only say a humble thank you and good bye. Our lives and our business are both richer for having his strength, character and skills on our side these last five years.

I know you join me in wishing Art a glorious retirement.