



Kansas Insurance Department

Ken Selzer, CPA, Commissioner of Insurance

via email: fmarsala@enduranceservices.com

July 6, 2016

Fran S. Marsala
Assistant Vice President, Compliance Manager
Endurance Services Limited
4 Manhattanville Road, 3rd Floor
Purchase, NY 10577

RE: Endurance Specialty Insurance Ltd.
Application for Trusteed Reinsurer Status

Dear Ms. Marsala:

This will acknowledge receipt of your letter, dated October 20, 2015, and subsequent information received on June 3, 2016, pertaining to an application for trusteed reinsurer status on behalf of Endurance Specialty Insurance Ltd.

The information submitted with the original application pertained to Endurance Specialty Insurance Ltd. (U.S. Reinsurance Trust) and Endurance Specialty Insurance Ltd. (U.S. Reduced Collateral Reinsurance Trust). Our state has not adopted the section of the NAIC Model Law that allows for reduced collateral trusts. **Therefore, our review and consideration of approval was limited to Endurance Specialty Insurance Ltd. (U.S. Reinsurance Trust). You confirmed your understanding of this matter with an email on June 3, 2016.**

Upon completion of our review of the submitted application, we hereby approve Endurance Specialty Insurance Ltd. as an Approved Trusteed Reinsurer pursuant to K.S.A. 40-221a(b)(3).

The financial statements and required trust information as of December 31, 2015 and March 31, 2016 were received with your email dated June 3, 2016. Please submit subsequent quarterly and annual financial statements of the trust that are prepared substantially the same way as licensed insurers, on the applicable National Association of Insurance Commissioners financial statement form, and a certification of the balance of the trust from the trustee as of each statement date.

Additionally, pursuant to K.S.A. 40-221a(b)(3)(B), no later than February 28 of each year, the trustee of the trust shall report to the commissioner in writing setting forth:

- The balance of the trust;
- A listing of the trust's investments at the preceding year end; and
- A certification of the date of termination of the trust, if so planned, or a certification that the trust shall not expire prior to the next following December 31.

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A list of Kansas cedents as of the preceding year-end should also be provided with the information provided on or before February 28 of each year.

Should you have any questions, please feel free to contact me at 785-296-7819.

Sincerely,

A handwritten signature in black ink that reads "Sarah Smith". The signature is written in a cursive style with a large, looped "S" and a distinct "Smith".

Sarah Smith
Financial Analyst