

Mr Les Waters Manager, Licensing Office of Rail and Road One Kemble St. London WC2B 4AN

> Our Ref: 28 June 2019

Dear Mr Waters

Re: Network Rail Contractors' Liability Insurance

I confirm that contractors and operators will be included as joint insureds under Network Rail's Third Party Liability insurance in respect of work under contract for or on behalf of Network Rail.

I can further confirm that Network Rail cover is in compliance with the requirements of the ORR general approval statement and arrangements have been made for ORR to receive confirmation that adequate insurance in in place following renewal of the policies.

The cover will be in accordance with the policy wording including the ORR Difference in Conditions / Difference in Limits clause including for the avoidance of doubt cover where the operator is moving to and from Network Rail contracts on the network as specified in the Network Rail network licence.

The insured limit shall be £155m per occurrence (or in the aggregate as per the policy conditions). Network Rail may also enter into agreements with its contractors that provide in contract conditions for those contractors to have responsibility for excesses or primary insurance.

This letter is issued for the period 1 July 2019 to 30 June 2020 but shall continue beyond this date subject to Network Rail confirming renewal of its insurance programme to the ORR. Network Rail retains the right to terminate this arrangement by sending written notice to any contractor benefitting from this coverage, with a copy to the ORR.

As agreed with the ORR this renewal letter no longer includes a list of contractors to which the arrangement applies. Network Rail's policies are arranged on a blanket basis whereby specific named parties do not need to be added in order for coverage to apply to contractors.

Yours Sincerely,

Philip Thrower

Head of Claims and Insurance