



FINANCIAL REGULATOR
Rialtóir Airgeadais

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24 October 2008

Settlement Agreement

between the Financial Regulator and Quinn Insurance Limited (“QIL”) and
Mr Sean Quinn Senior

The Financial Regulator has entered into a Settlement Agreement with QIL and Mr Sean Quinn Senior, Chairman.

The Financial Regulator has reasonable cause to suspect that breaches of regulatory requirements occurred in relation to QIL.

These breaches related to contraventions by QIL of obligations under the Insurance Acts and Regulations, including failure to notify the Financial Regulator prior to providing loans to related companies.

The Financial Regulator required QIL to pay a monetary penalty of €3,250,000. The Financial Regulator also required Mr Quinn to pay a monetary penalty of €200,000.

Mr Sean Quinn Senior, Chairman, is stepping down as Chairman and as a Director. Mr James Quigley has been appointed as Chairman.

QIL confirms that no consequences have arisen for any of the firm’s policyholders as a result of the suspected breaches.

The Financial Regulator confirms that the parties cooperated without delay and that the matter is now closed.