



July 22, 2009

Dear Messers Gant & Arruda,

After and extensive examination and review of League Assets Corporation's polices, standards, and practices, Aon Reed Stenhouse Inc. submitted your file to various suitable underwriters with a request for a proposal of terms to provide coverage. All the underwriters approached were pleased to offer terms to insure League Assets Corporation. As your broker, we were then in a position that allowed us to negotiate with the underwriters to broaden terms, reduce suggested deductibles and/or premiums on behalf of League Assets Corporation.

For the Directors' and Officers' coverage we have selected Econ Insurance Managers for the primary policy and Liberty Insurance for the excess policy. For the Employee Fidelity we placed coverage through Liberty Insurance. The amount of suggested coverage was determined by measuring League Assets Corporation's size, assets and cash flow against other similar size and type of companies. We then benchmarked and selected the limits based on to those limits the other similar companies carried. The benchmarks were available to Aon Reed Stenhouse Inc. because we specialize in larger and more complex types of risk and our company size gives us a suitable data base with which to draw this information from.

Without question, the reason we were able to negotiate so effectively is due largely to the way League Assets Corporation conducts its business. Aon Reed Stenhouse Inc. are pleased that you have accepted the insurance contracts we negotiated on League Asset Corporation's behalf. To our knowledge, League Assets Corporation's undertaking to obtain these types of insurance coverage, for the benefit of its investors sets it apart from others.

We are proud to provide the following coverage. For the benefit of its member-Partners, League Assets Corporation's Management has obtained the following insurance policies and coverage:

- a) Effective February 26, 2009 – Directors' and Officers' coverage, or Executive Risk Insurance. This policy provides protection for financial losses due to an alleged error by a Director or Officer or for an act carried out under their direction. Coverage provided by this policy is very broad with very few coverage exclusions. Notably the most important of which, would be no applicable exclusion for intentional acts by an insured person or for acts which would benefit the insured. Primary policy coverage provides a \$5,000,000 Limit and the Excess policy provides an additional \$5,000,000 Limit.



- b) Effective April 30, 2009 – Fidelity Insurance for Employee Theft. This policy provides protection for losses due to theft by employees. Coverage is for employees either acting alone or in collusion with others. This is a blanket policy that covers all employees and is subject to a limit, whether acting alone or in collusion with others, of \$5,000,000 Limit per loss.

In summary, we are extremely happy with our brokering exercise and that many insurance underwriters found League Assets Corporation to be a desirable insurance risk. Aon Reed Stenhouse Inc. is very pleased and proud to have been chosen by League Assets Corporation as their insurance broker of record. We look forward to a long and mutually beneficial relationship.

If Aon Reed Stenhouse Inc. can be of any further assistance to you personally or corporately, I will do my utmost to assist you.

Sincerely,

A handwritten signature in black ink, appearing to read 'Chris T. Flint', is positioned below the word 'Sincerely,'.

Chris T. Flint, CAIB, CRM
Sr. Vice President