



Wells Fargo Insurance Services USA, Inc.
330 Madison Avenue
7th Floor
New York, NY 10017-5001

Tel: 212 682 7500
Fax: 212 682 1043
wfis.wellsfargo.com

May 20, 2013

Mr. Leon D. Black
Apollo Management LP
9 West 57th Street, 43rd Floor
New York, NY 10019

**RE: The Black Collection
Fine Arts Insurance**

Dear Leon:

Enclosed please find primary and excess insurance company documents in connection with the May 8, 2013 renewal of your collection/fine arts program. Also attached are invoices representing the annual premiums which total \$724,250 plus \$5,235 for the taxes and fees on Lloyds business.

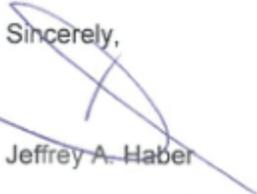
Due to market conditions and recent catastrophic losses, there was an increase in premium of approximately \$24,000 over last year. Fortunately, we have kept the increase to a minimum. The past several years, the rates remained unchanged with no premium increases.

Insurance is provided against the usual "all risks" terms and conditions with the territorial limits anywhere in the world*. The basis of valuation in the event of a claim is your inventory/appraisal amounts or current market value at the time of loss whichever the higher. The total amount of insurance is \$1,600,000,000 which covers the exposure at 760 Park Avenue, New York. If you recall, we increased the limit last year by \$250,000,000 (previously \$1,350,000,000). I attach herewith a synopsis of the placement.

Kindly review the Named Insureds and advise if they are correct. Also, Bank of America, N.A. is listed as a loss payee. Copies of the primary and several excess renewal endorsements/policies have been previously forwarded to the Bank per the attached.

I trust all will be found in order and look forward to discussing this matter with you.

Sincerely,


Jeffrey A. Haber

JAH:vnm
Encl.

*There is a maximum of \$300,000,000 worldwide coverage which includes transits and that part of the collection located at your homes in Bedford and Southampton, New York and elsewhere.

Together we'll go far



Fine Art Collection, Loan & Debra Fine Arts, Inc.

EFTA01128279

ENDORSEMENT

Date: May 1, 2013

Endorsement: Effective as of Anniversary Date: May 8, 2013

Attached to and Forming Part of Policy No: [REDACTED]

Issued by: XL Specialty Insurance Company

For the Account of: Leon D. Black and Debra R. Black, etal

It is understood and agreed that the NAMED INSUREDS are hereby amended to read as follows:

Leon D. Black and Debra R. Black and/or Pent Holdings, Inc. and/or Narrows Holdings, LLC and/or Narrows Holdings II, LLC

Black Family 1997 Trust (Debra R. Black, John J. Hannan, Richard Ressler, and Barry J. Cohen, Trustees)

Black 2006 Family Trust (Leon D. Black, John J. Hannan and Richard Ressler, Trustees)

LDB 2011 LLC (Members: BEB 2011 Trust, JMB 2011 Trust, ASB 2011 Trust and VRB 2011 Trust, Debra R. Black, John J. Hannan, Barry J. Cohen, as Trustees, and U.S. Trust Company of Delaware as Administrative Trustee).

All other terms and conditions remain unchanged.

In Witness Whereof, the Company has caused this endorsement to be signed by a duly authorized representative of the Company.


Authorized Representative



Wells Fargo Insurance Services USA, Inc.

FINE ARTS INSURANCE
Leon Black and Debra Black, etal.

May 8, 2013 to May 8, 2014

INSURANCE CO./ LAYER	POLICY #	LIMIT
XL Specialty Insurance Co. (Primary)		\$100,000,000
Chubb Group (1 st Excess)		\$100,000,000
AXA Art Insurance Corp. (2 nd Excess)		\$100,000,000
Travelers Property Casualty Co. of America (3 rd Excess)		\$100,000,000
Chartis Property Casualty Co. (AIG) (4 th Excess)		\$100,000,000
Fireman's Fund Insurance Co. (5 th Excess)		\$100,000,000
AXA Art Insurance Corp. (6 th Excess)		\$100,000,000
Bankers Standard Insurance Co. ACE Private Risk Services (7 th Excess)		\$100,000,000
Lloyds Underwriters, London (Lloyd & Partners) (8 th Excess)		\$150,000,000
StarNet Insurance Company (9 th Excess)		\$50,000,000
Chartis Property Casualty Co. (AIG) (10 th Excess)		\$100,000,000
XL Specialty Insurance Co. (program) (11 th Excess)		\$100,000,000
Fireman's Fund Insurance Company (12 th Excess)		\$50,000,000
Atlantic Specialty (One Beacon) (13 th Excess)		\$100,000,000

INSURANCE CO./ LAYER	POLICY #	LIMIT
Aspen American Insurance Co. (Aspen Specialty – Marine Division) (14 th Excess)		\$50,000,000
Lloyds Underwriters, London (Lloyd & Partners) (15 th Excess)		\$150,000,000
Lloyds Underwriters, London (Lloyd & Partners) (16 th Excess)		\$50,000,000
		\$1,600,000,000

FINE ARTS INSURANCE
Leon Black and Debra Black, etal.

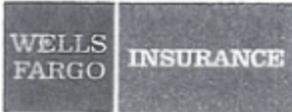
May 8, 2013 to May 8, 2014

INSURANCE CO./ LAYER	POLICY #	LIMIT	RATE	ANNUAL PREMIUM
XL Specialty Insurance Co. (Primary)		\$100,000,000	.12	\$120,000
Chubb Group (1 st Excess)		\$100,000,000	.055	\$55,000
AXA Art Insurance Corp. (2 nd Excess)		\$100,000,000	.045	\$45,000
Travelers Property Casualty Co. of America (3 rd Excess)		\$100,000,000	.05	\$50,000
Chartis Property Casualty Co. (AIG) (4 th Excess)		\$100,000,000	.04	\$40,000
Fireman's Fund Insurance Co. (5 th Excess)		\$100,000,000	.036	\$36,000
AXA Art Insurance Corp. (6 th Excess)		\$100,000,000	.035	\$35,000
Bankers Standard Insurance Co. ACE Private Risk Services (7 th Excess)		\$100,000,000	.0425	\$42,500
Lloyds Underwriters (Lloyd & Partners) (8 th Excess)		\$150,000,000	.0385	\$57,500 +2,194.50 Tax/Fee
StarNet Insurance Company (9 th Excess)		\$50,000,000	.036	\$18,000

FINE ARTS INSURANCE
Leon Black and Debra Black, etal.

May 8, 2013 to May 8, 2014

Chartis Property Casualty Company (10 th Excess)		\$100,000,000	.0375	\$37,500
XL Specialty Insurance Co. (program) (11 th Excess)		\$100,000,000	.0375	\$37,500
Fireman's Fund Insurance Company (12 th Excess)		\$50,000,000	.035	\$17,500
Atlantic Specialty (One Beacon) (13 th Excess)		\$100,000,000	.035	\$35,000
Aspen American Insurance Co. (Aspen Specialty – Marine Division) (14 th Excess)		\$50,000,000	.035	\$17,500
Lloyds Underwriters (Lloyd & Partners) (15 th Excess)		\$150,000,000	.04	\$60,000 +2,280 Tax/Fee
Lloyds Underwriters (Lloyd & Partners) (16 th Excess)		\$50,000,000	.04	\$20,000 +760 Tax/Fee
		\$1,600,000,000		\$729,485



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May 7, 2013

Ms. Lisa Gause
Bank of America, N.A.
PO Box 30120, Insurance Group
NC1-028-26-08
Charlotte, NC 28230-0120

**RE: Leon & Debra Black, etal.
Primary and Excess Fine Arts Insurance**

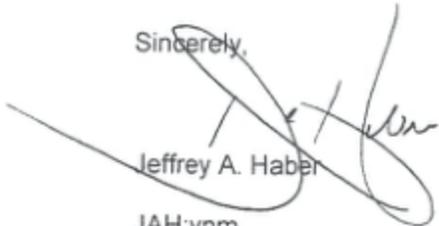
Dear Ms. Gause:

As you are aware, the insurance for Leon and Debra Black's art collection is written on a primary and excess basis. I attach herewith primary \$100,000,000 and several excess layers for \$700,000,000 (total \$800,000,000) policies written with XL Specialty Insurance Company, Chubb Group, AXA Art, Travelers, Chartis, Fireman's Fund, AXA Art and Bankers/ACE for a period of one year from May 8, 2013.

Kindly note that Bank of America, NA is included as a Loss Payee per the endorsements.

I trust all will be found in order and remain,

Sincerely,


Jeffrey A. Haber

JAH:vm
Encl.

cc: Mr. Leon Black

Handwritten notes:
Saw me a call several
currently
vs
390 mil outstanding
- credit line

Together we'll go far



ENDORSEMENT

Date: May 1, 2013

Endorsement: Effective as of Anniversary Date: May 8, 2013

Attached to and Forming Part of Policy No: 

Issued by: XL Specialty Insurance Company

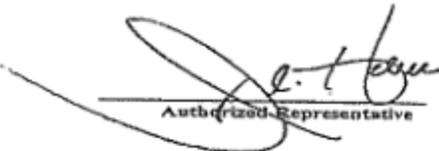
For the Account of: Leon Black and Debra Black, etal

It is understood and agreed that this contract of insurance is extended to include the following entity as a Loss Payee as their interests may appear:

Bank of America, N.A.
PO Box 30120
NC1-028-26-08
Charlotte, NC 28230-0120

All other terms and conditions remain unchanged.

In Witness Whereof, the Company has caused this endorsement to be signed by a duly authorized representative of the Company.


Authorized Representative



Wells Fargo Insurance Services USA, Inc.

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