

09 - 06 - 98

Amending document furnished pursuant to section 22(5) of the Insurance Companies Act 1982

Returns under Insurance Companies Legislation

AC 16.

Form 9

Covering sheet to Form 9

Name of Company The Prudential Assurance Company Limited

Global Business

Financial year ended 31st December 1998

Sir Peter Davis
Director

Jonathan Bloomer
Director

David Green
Secretary

17 April 1998



THIS IS AN AC COMPANY
DOCUMENT DELIVERED
UNDER THE INSURANCE
ACT 1982

09-06-98

Returns under Insurance Companies Legislation

Form 9

Statement of solvency

Name of company **The Prudential Assurance Company Limited**

Global business

Financial year ended **31st December 1996**

RD	Company registration number	GL/UK/CM	Period ended			Units
			day	month	year	
	15454	GL	31	12	1996	£000
		As at the end of this financial year	As at the end of the previous year		Source	
		1	2		Form	Line
					Column	

GENERAL BUSINESS

Available assets

Other than long term business assets allocated towards general business required minimum margin	11	318023	348341	See instructions 1 and 2
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Required minimum margin

Required minimum margin for general business	12	45706	56367	12 . 49
Excess (deficiency) of available assets over the required minimum margin (11-12)	13	272317	291974	

LONG TERM BUSINESS

Available assets

Long term business admissible assets	21	42317082	373670	10 . 11
Other than long term business assets allocated towards long term business required minimum margin	22			See instructions 1 and 3
Total mathematical reserves (after distribution of surplus)	23	31845378	28338871	See instruction 4
Other insurance and non-insurance liabilities	24	1431744	1390949	See instruction 5
Available assets for long term business required minimum margin (21+22-23-24)	25	8039960	7651150	

Implicit items admitted under regulation 23(5) of the Insurance Companies Regulations 1994

Future profits	31			
Zilmerising	32			
Hidden reserves	33			

Total of available assets and implicit items (25+31+32+33)	34	9039960	7651150	
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Required minimum margin

Required minimum margin for long term business	41	1385823	1246208	60 . 69
Explicit required minimum margin (1/6 x 41, or minimum guarantee fund if greater)	42	230970	207701	
Excess (deficiency) of available assets over explicit required minimum margin (25-42)	43	8808990	7443449	
Excess (deficiency) of available assets and implicit items over the required minimum margin (34-41)	44	7654137	6404944	

CONTINGENT LIABILITIES

Quantifiable contingent liabilities in respect of other than long term business as shown in a supplementary note to Form 15	51			See instruction 6
Quantifiable contingent liabilities in respect of long term business as shown in a supplementary note to Form 14	52	58000	1000	See instruction 6

Initial for identification purposes only



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THE PRUDENTIAL ASSURANCE COMPANY LIMITED

Year ended 31 December 1996

Appointed actuary's certificate

I certify that:

- (a) (i) in my opinion proper records have been kept by the Company adequate for the purpose of the valuation of the liabilities of its long term business;
- (ii) the mathematical reserves as shown in Form 14, together with a provision of £1,000m for mismatching as mentioned in note 1402 on page 159 (such provision being part of the excess of the value of admissible assets representing the long-term business funds over the amounts of those funds shown in that Form) and a provision of £1,060m for potential tax on capital gains as mentioned in note 1404 on page 159, constitute proper provision at 31 December 1996 for the liabilities (other than liabilities which had fallen due before 31 December 1996) arising under or in connection with contracts for long-term business including the increase in those liabilities arising from the distribution of surplus as a result of the investigation as at 31 December 1996 into the financial condition of the long-term business;
- (iii) for the purposes of sub-paragraph (ii) above the liabilities have been assessed in accordance with Part IX of The Insurance Companies Regulations 1994 in the context of assets valued in accordance with Part VIII of those Regulations, as shown in Form 13;
- (iv) the valuation complies with the guidance notes both effective from 1 September 1996 "Actuaries and Long-term Insurance Business (GN1)" and "Additional Guidance for Appointed Actuaries (GN8)", issued by the Faculty and Institute of Actuaries;
- (v) in my opinion, premiums for contracts entered into during the financial year and the income earned thereon are sufficient, on reasonable actuarial assumptions, and taking into account the other financial resources of the Company that are available for the purpose, to enable the Company to meet its commitments in respect of those contracts and, in particular, to establish adequate mathematical reserves; and
- (b) the amount of the required minimum margin applicable to the Company's long-term business immediately following 31 December 1996 (including the amount resulting from any increase in liabilities arising from a distribution of surplus as a result of the investigation into the financial condition of the long-term business) is £1,385,823,000.

17 April 1998

P J Nowell
Appointed Actuary

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FINANCIAL YEAR ENDED 31 DECEMBER 1998

17 April 1998

09-06-98

Amending document furnished pursuant to section 22(5) of the Insurance Companies Act 1982

Returns under Insurance Companies Legislation

Covering sheet to Schedule 4

Name of Company The Prudential Assurance Company Limited

Global Business

Financial year ended 31st December 1996

Peter Nowell
Appointed Actuary

Sir Peter Davis
Director

Jonathan Bloomer
Director

David Green
Secretary

17 April 1998

Form 60

Financial year ended **31st December 1996**

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