Ac 001459.

AA Mutual International Insurance Company Limited



Returns to the FSA For the year ended 31 December 2001

Directors' certificate pursuant to rule 9.34 (a)

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended 31st December 2001

We certify:

- 1. (a) that in relation to the part of this return comprising Forms 9 to 13, 15, 16, 20 to 25, 28, 29, 31, 32 and 34 (including the supplementary notes) and the statements required by rules 9.25, 9.26, 9.27, 9.29, 9.30 and 9.32:
 - (i) the return has been prepared in accordance with the Accounts and Statements Rules;
 - (ii) proper accounting records have been maintained and adequate information has been obtained by the company; and
 - (iii) appropriate systems and controls have been established and maintained by the company over its transactions and records;
 - (b) that reasonable enquiries have been made by the company for the purpose of determining whether any person and any body corporate are connected for the purpose of rules 9.25, 9.26 and 9.27;
- 2. that the margin of solvency required by rule 2.1 has been maintained throughout the financial year;
- 3. (a) that the systems and controls established and maintained by the company in respect of its business complied, at the end of the financial year, with the following published guidance:
 - Guidance Note P.1 "Systems and controls over the investments (and counterparty exposure) of insurers with particular reference to the use of derivatives"; and
 - Guidance Note P.2 "Systems and controls over general business claims provisions";

and it is reasonable to believe that those systems and controls continued so to comply subsequently and will continue so to comply in future; and

- (b) that the return has been prepared in accordance with the following published guidance:
 - Guidance Note 4.1 "Guidance for insurers and auditors on the Valuation of Assets Rules":
 - Guidance Note 4.2 "Use of derivative contracts in insurance funds"; and
 - Guidance Note 9.1 "Preparation of returns".

EJ Kok Director

Director

KJ Shulman Company Secretary

Report of the auditors to the directors pursuant to rule 9.35

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended 31st December 2001

We have examined the following documents prepared by the company pursuant to the Accounts and Statements Rules set out in part I of chapter 9 to the Interim Prudential Sourcebook for Insurers ("the Rules") made by the Financial Services Authority under section 138 of the Financial Services and Markets Act 2000.

- Forms 9 to 13, 15, 16, 20 to 25, 28, 29, 31, 32 and 34 (including the supplementary notes) ("the Forms");
- the statements required by rules 9.25, 9.26, 9.27 and 9.29 ("the statements"); and
- the certificate signed in accordance with rule 9.34(a) ("the certificate").

In the case of the certificate, our examination did not extend to paragraph 1 in relation to the statements required by rules 9.30 concerning shareholder controllers and 9.32 concerning general business ceded.

Respective responsibilities of the company and its auditors

The company is responsible for the preparation of an annual return (including the Forms, statements and certificate) under the provisions of the Rules. Under rule 9.11 the Forms and statements are required to be prepared in the manner set out in the Rules and to state fairly the information provided on the basis required by the Rules.

It is our responsibility to form an independent opinion as to whether the Forms and statements meet these requirements, and in the case of the certificate whether it was or was not unreasonable for the persons giving the certificate to have made the statements therein, and to report our opinions to you. Our responsibilities, as independent auditors, are established in the United Kingdom, by statute, the Auditing Practices Board and by our profession's ethical guidance.

Bases of opinions

We conducted our work in accordance with Practice Note 20 "The audit of insurers in the United Kingdom" issued by the Auditing Practices Board. Our work included examination, on a test basis, of evidence relevant to the amounts and disclosures in the Forms and statements. The evidence included that obtained by us relating to the audit of the financial statements of the company for the financial year. It also included an assessment of the significant estimates and judgements made by the company in the preparation of the Forms and statements.

We planned and performed our work so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Forms and statements are free from material misstatement, whether caused by fraud or other irregularity or error, and comply with rule 9.11.

In the case of the certificate, the work performed involves a review of the procedures undertaken by the signatories to enable them to make the statements therein, and does not extend to an evaluation of the effectiveness of the company's internal control systems.

Report of the auditors to the directors pursuant to rule 9.35 (continued)

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended 31st December 2001

Fundamental uncertainties

In forming our opinions, we have considered the adequacy of the disclosures made in the returns concerning the following matters:

(a) Technical provisions

Form 15.12.1 includes gross technical provisions for claims outstanding amounting to £1,557,000 and Form 13.61.1 includes the related reinsurers' share of such provisions amounting to £370,000. As explained in Notes 1505 and 1307, the company has completed its fourteenth year of run-off and accordingly the directors believe incurred claims to be effectively fully developed. Nevertheless, they acknowledge that unexpected future experience may show adjustments are required to these amounts, particularly in respect of:

- (i) assumptions made in estimating claims provisions and in the potential for new sources or types of claim to emerge; and
- (ii) assumptions made in estimating the reinsurers' share of claims outstanding and the appropriate provision in respect of them.

Accordingly, technical provisions could be either over-stated or under-stated with a corresponding impact on available assets. In the event of adjustments to these amounts being required, they will be reflected in the returns for the period in which they arise.

(b) Reinsurance creditors

Note 2408 refers to reinsurance creditors identified as time barred, amounting to £392,000 that have been written off in the technical account. Due to the inherent uncertainties in the legal process, it is impossible to confirm whether such treatment is appropriate unless all the creditors involved have their claims subsequently denied by the courts.

(c) Amount anticipated from the liquidators of AA Mutual Insurance Association Limited

Note 1306 refers to the short-term insurance business of AA Mutual Insurance Association Limited, the company's former parent undertaking and major reinsurer, which was placed in liquidation on 24 June 1986. Notwithstanding the fact that the company's claims have been settled in full, subject to exchange movements, Form 13.78.1 includes £21,000 and Form 13.92.1 includes a further £220,000 which the directors anticipate will be received in 2002. We are unable to confirm the recoverability of these amounts as any such distribution by the liquidators requires the prior approval of the Supreme Court in South Africa, which has not yet been sought by the liquidators.

In view of the possible significance of these uncertainties, we consider that they should be brought to your attention. Our opinions are not qualified in these respects.

continued...

Report of the auditors to the directors pursuant to rule 9.35 (continued)

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended 31st December 2001

Opinions

In our opinion:

- (a) the Forms and statements fairly state the information provided on the basis required by the Rules and have been properly prepared in accordance with the provisions of those Rules; and
- (b) based on the information and explanations received by us:
 - (i) the certificate has been properly prepared in accordance with the provisions of the Rules; and
 - (ii) it was not unreasonable for the persons giving the certificate to have made the statements therein.

Moore Stephen

MOORE STEPHENS Registered Auditors Chartered Accountants

St Paul's House Warwick Lane London EC4P 4BN

18 March 2002

Statement of solvency

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business									
Financial year ended:	31 December 2001		Company				Period en	hah	
			Registration number	GL/UK	/CM	Day	month	year	Units
		R9	1432586	G	L	31	12	2001	£000
				<u> </u>		<u> </u>	<u> </u>		Source
			As at the end this financia			at the e previou 2		Form	Líne Column
GENERAL BUSIN Available assets	IESS	-	<u> </u>		<u> </u>			·	
Other than long term busing general business required	ness assets allocated towards minimum margin	11	303			317		See inst	ructions 1 and
Required minimum ma	argin								
Required minimum margin	for general business	12	249	-		232		12 .	49
Excess (deficiency) of a minimum margin (11-12)	vailable assets over the required	13	54			85			
LONG TERM BUS Available assets	SINESS								
Long term business admis	sible assets	21						10 .	11
Other than long term busin term business required min	ness assets allocated towards long nimum margin	22						See inst	ructions 1 and
	es (after distribution of surplus)	23						See inst	ruction 4
Other insurance and non-i	nsurance liabilities	24					<u> </u>	See inst	ruction 5
Available assets for long margin (21+22-23-24)	term business required minimum	25							
Implicit items admitte [Regulation 23(5) of the Regulations 1994]	d under Rule 2.10 ne Insurance Companies								
Future profits		31							
Zillmerising		32		· — _					
Hidden reserves		33							
Total of available assets as	nd implicit items (25+31+32+33)	34							
Required minimum ma	argin	<u> </u>	<u> </u>		l				· -
Required minimum margin	for long term business	41		_			···	60 .	69
Explicit minimum margin fund if greater)	(1/6 x 41, or minimum guarantee	42							,
	ilable assets over explicit required	43							
	vailable assets and implicit items margin (34-41)	44							
CONTINGENT LIA	ABILITIES		-						
	pilities in respect of other than long a supplementary note to Form 15	51						See inst	uction 6
Quantifiable contingent li	abilities in respect of long term oplementary note to Form 14	52						See inst	uction 6
									

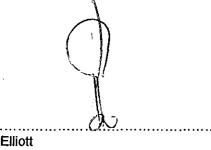
AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended 31 December 2001

6

E J Kok Director



P J Elliott Director

K J Shulman

Company Secretary

Statement of net assets

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

mancial year ended.	31 December 2001		Company				Period er	nded		
	•		Registration number	GL/U	K/CM	Day	month	year		Units
		R10	1432586	GL		31	12	200	1	£'000
			As at the end this financia year		-	at the previou 2	end of us year	Form	Soul	Column
Long term business - adm	nissible assets	11	5.0					13	. 89	. 1
Long term business - liabi	ilities and margins	12						14	. 59	. 1
Other than long term busi		21	4,135 3,832			4,60	5		. 89	. 1
Net admissible assets (21 Other assets allowed to be taken into account in	Unpaid amounts (including share premium) on partly paid shares	23	303			317				
covering the required minimum margin	Supplementary contributions for a mutual carrying on general business	25			:					
Liabilities allowed to be left out of account in	Subordinated loan capital	26								
covering the required minimum margin	Cumulative preference share capital	_ 27 _				<u>_</u>				
Available assets (23 to 27)	29	303			317				

Represented by:

Paid up share capital (other than cumulative preference share capital)	51	4,750	4,750	
Amounts included in lines 24 to 27 above	52			
Amounts representing the balance of net assets	56	(4,447)	(4,433)	
Total (51 to 56) and equal to line 29 above	59	303	317	

Movement of balance of net assets for solvency purposes - as per line 56

Balance brought forward at the beginning of the financial year	61	(4,433)	(5,331)	10		56		2
Retained profit/(loss) for the financial year	62	8	35	16	•	59		1
Movement in asset valuation differences	63	(22)	863	See	inst	ruction	2	-
Decrease/(increase) in the provision for adverse changes	64		····	Sec	inst	ruction	3	
Other movements (particulars to be specified by way of supplementary note)	65							
Balance carried forward at the end of the financial year (61 to 65)	69	(4,447)	(4,433)					

General business: Calculation of required margin of solvency - first method

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended: 31 December 2001

rinanciai year e	JIIGG.	. 3	i becember 200 i		Comp	ation	GL/UK/	day r	Period end	ed ear	18 -14-
			i	R11	1432		GL	31	12	2001	Units £'000
							T	his finar year 1	ncial	Р	revious year 2
Gross premiu	ms rec	eivable			Γ	11					
Premium taxe	s and	levies (in	cluded in line 11)			12	 				
Sub-total A (1	1-12)					13					
Adjusted Sub			ncial year is not	a 12 m	onth	14					
		r than	Up to and includ equivalent of 10 18/100			15					
Division of Sub-total A		ance	Excess (if any) of ECU x 16/100	over 10M	1	16					
(or adjusted Sub-total A if appropriate)	Heal	th .	Up to and includ equivalent of 10: 6/100			17					
арргорпаю	insur		Excess (if any) of ECU x 16/300	over 10m		18					
Sub-total B	(15 + 1	16 + 17 +	18)			19					
Claims paid						21		71			78
Claims outstanding	غير اس د		iness accounted f	for on an		22		1,474			1,437
carried forwar the end of the financial year	;		siness accounted f nt year basis	for on an		23		83			83
Claims outstanding	rd ot		siness accounted f riting year basis	for on an		24		1,437			1,624
the beginning the financial y	of		iness accounted f it year basis	or on an		25		83			224
Sub-total C (21 + 2	2 + 23 - ((24 + 25))			29		108			(250)
Amounts reco			insurers in respec	t of claim	ns	30		(1)			(32)
Sub-total D (29 - 30))				39		109			(218)
First result:	Sub-to		Sub-total D (or, if Sub total C great x 1/2	ter fractio		41		54			

General business: Calculation of required margin of solvency - second method, and statement of required minimum margin

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

		_		regis	npany tration mbe <u>r</u>	GL/UK/CM	day	Period end	ied year		Uni	its
			R12	143	2586	GL	31	12	20	01	£'0	00
						This financial year		Previous year 2	•	Form	Source	Column
Reference p "0" if there is insert "3" or	no reference p	nancial years). Insert period, otherwise	3]	11					See ins	struction 1	
Claims paid	in reference pe	eriod			21	652		902			···	
Claims outs	landing ard at the end	For business accordan underwriting year			22	1,474		1,437				
of the refere		For business accordant accident year based on accident year based on the second of the		r on	23	83		83				
Claims outst brought forw	ard at the	For business accordan underwriting year	ar basis		24	2,022		2,100			_	
beginning of reference pe		For business accordance accident year basis		ran	25	128		247				
Sub-total E	(21 + 22 + 23 -	(24 + 25))			29	59		75				
		of Sub-total E to by number of month			31	20		25				
	Other than health	Up to and including equivalent of 7M E	CU x 26	5/100	32	5		6			· · · · · · · · · · · · · · · · · · ·	
Division of Sub-total	insurance	Excess (if any) ove 23/100			33							
F	Health	Up to an including equivalent of 7M E	CU x 26	6/300	34	<u>.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,</u>						
	insurance	Excess (if any) ov 23/300	er 7M	ECU x	35							
Sub-Total G	(32 to 35)				39	5		6				
Second Res	x <u>Sub-total D</u> Sub-total C	(or, if 1/2 is a gre x 1/2)	ater fra	ction,	41	3		3				
First Result		·			42	54		-		11	. 41	
	argin of solveno	y (the higher of lines	41 and	42)	43	54	_	3				
						·				L		
Minimum gu	arantee fund				44	249		232				
Required mi	nimum marqin ((the higher of lines 43	3 and 44	()	49	249		232				

Analysis of admissible assets

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

Category of assets:

Total other than long term business assets

			_	Company registration number	GL	JUK/CM	day ı	Period end	ded yea	r	Units	Category of assets
		F	R13	1432586		GL	31	12		2001	£'000	1
Investments							I	ne end of ncial year		As	at the en previous 2	
Land and building						11						
	UK insurance	Shares				21						
	dependants	Debt secu loans to, de		issued by, a	and	22						
	Other	Shares				23						· -
	insurance dependants	Debt securi loans to, de		ssued by, and ants		24						-
Investments in group	Non-insurance	Shares				25						
undertakings and participating interests	dependants	Debt securi loans to, de	ities is epend	ssued by, and lants		26			·			
		Shares				27						
	Other group undertakings	Debt secu loans to, gr	rities oup u	issued by, a indertakings	and	28						
	and participating interests	Participatin	g inte	rests		29						
	merests	Debt securi loans to, un company ha interest	iderta	ssued by, and kings in which participating	he	30						
Total sheet 1 (11 t	to 30)					39						

Analysis of admissible assets

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

Category of assets:

Total other than long term business assets

			Company registration number	GL/UK/CM	day i	Period en	ded year	Units	Category of assets_
		R13	1432586	GL	31	12	2001	£'000	1
Investments (Deposits with Assets held to	continued) ceding undertakings cover linked liabilities					this	the end of financial rear	the p	revious
	Equity shares				41				
	Other shares and other va	ariable yield securitie	s		42	_			
	Holdings in collective inve	estment schemes			43				
	Rights under derivative co	ontracts			44				
			Approve	d securities	45				
	Debt securities and	Fixed interest	Other		46				
	other fixed income securities	Variable interest	Approve	d securities	47		,	£'000 1 As at the end the previous year	
Other financial		Variable interest	Other		48				
investments	Participation in investmen	t pools			49				
	Loans secured by mortga	ges	<u> </u>		50				
		Loans to public nationalised indus	or local a	uthorities and	51				
	Other loans	Loans secured by issued by the com	policies of in		52				
		Other	··		53				
	Deposits with approved credit institutions and	Withdrawal subject		estriction	54	3	,416	3	,837
	approved financial institutions	Withdrawal subject	t to a time re	estriction	55				
	Other	•			56				
Deposits with ce	ding undertakings				57				
		Index linked			58				·· · · · · · · · · · · · · · · · · · ·
Assets held to m	atch linked liabilities	Property linked			59		1 •	1	
		Provision for unear	ned premiur	ns	60		 .		
		Claims outstanding			61		370	1	466
Reinsurers' share	e of technical provisions	Provision for unexp	oired risks		62	-			
		Other	-		63	-			
Total sheet 2 (41	to 63)	1			69	3	786	4	,303

Analysis of admissible assets

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

Category of assets:

Total other than long term business assets

			Company registration	GL/UK/CM		Period			_ Units	Category of
	Г		number		day	month	yea			assets
		R13	1432586	GL	31	12		2001	£'000	1
Debtors Other Assets							_	end fin	at the of this ancial ear	As at the end of the previous year
				•					1	2
Debtors arising out of direct	Policyholders						71			
insurance operations	Intermediaries						72	ļ <u>.</u>		
Salvage and subrogation recoveries							73			
Debtors arising out of reinsurance operations	Due from ceding ir business accepted Due from reinsurer	1				nce	74		40	
	contracts ceded	1	Due in 12 mo			end of	75	ļ	49	47
	Due from dependa	ants	the financial y	ear			76		_	
Other debtors			the financial y	еаг			77	ļ	-	
	Other	-	the financial y	ear			78	 	23	23
			of the financia				79	 		
Tangible assets	Deposits not subje- approved credit ins local authorities					ns and	80 81	2	276	226
Cash at bank and in hand	Cash in hand	•					82	+	_	
Other assets (particulars to be specif	l fied by way of supple	ment	ary note)				83			······································
	Accrued interest ar				·		84	<u> </u>	1	3
Prepayments and accrued income	Deferred acquisition	n cos	ts				85			<u> </u>
į	Other prepayments	s and	accrued incom	e			86			
Deductions (under regulations 57(2)	(b) and 57(3) of the	Insu	rance Compar	nies Regulation	ns 199	4) from	87	 		
the aggregate value of assets Total sheet 3 (71 to 86 less 87)							88		349	299
Grand total of admissible assets (39	+ 69 + 88)						89	4,	,135	4,602
Reconciliation to asset values Accounts rules	determined in ac	cord	ance with th	e sharehol	der			-1		
Total admissible assets (as per line 8	39 above)						91	4,	,135	4,602
Total assets in excess of the admiss 1994, (as valued in accordance with					es Regi	ulations	92	2	220	198
Solvency margin deduction for insura	=	~1VI G	applying going	orenity milital			93		_	
Other differences in the valuation of	assets (other than for	r asse	ets not valued a	above)			94			
Assets of a type not valued above, (a	s valued in accordar	nce w	ith the shareho	older accounts	rules)	-	95			
Total assets determined in accordan	ce with the sharehold	der ac	counts rules (9	91 to 95)			99	4,	,355	4,800
Amounts included in line 89 attribut contracts of insurance or reinsurance		om re	eiated compan	ies, other tha	in those	e under	100			

Liabilities (other than long term business)

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

Amounts included in line 69 attributable to liabilities to related companies, other than those

under contracts of insurance or reinsurance.

Financial year	ended: 31 December 2001	Comp	ration	GL/UK/CM	day r	Period en	ded year	Units
		R15 143	2586	GL	31	12	2001	£'000
						this	the end of financial year 1	As at the end of the previous year 2
	Provision for unearned premiums				11			
	Claims outstanding				12		2,257	2,220
	Provision for unexpired risks				13			
rovisions		Credit bu	siness		14			
gross amount)	Equalisation provisions	Other tha	n credit	business	15			
	Other	1			16			
	Total (11 to 16)				19		2,257	2,220
Provisions for	Taxation				21			
ther risks and harges	Other				22			
eposits receive	d from reinsurers				31			
		Direct bu	siness		41			
	Arising out of insurance operations	Reinsura	nce acc	epted	42		1,526	2,012
		Reinsura	nce ced	ed	43			<u> </u>
		Secured			44		<u> </u>	
Creditors	Debenture loans	Unsecure	ed		45			
	Amounts owed to credit institutions				46		-	
		Taxation			47			
	Other creditors	Recomm	ended o	dividend	48			
		Other			49		49	53
Accruals and def	erred income	<u> </u>		<u>-</u>	51			
otal (19 to 51)				<u> </u>	59		3,832	4,285
Provision for ac	iverse changes (calculated in acco	rdance with	regula	tion 61 of th	e 61			
	rence share capital			·	62		, <u> </u>	
Subordinated loa	n capital				63			
otal (59 to 63)					69	;	3,832	4,285

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Profit and loss account (non-technical account)

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

		_		Re	mpany gistration mber	GL/UK/CN		Period en	ded year	Units
			R16		1432586	GL	31	12	2001	£'000
		•		-	This financial	l year	Previous :	year	Form	Column Column
Transfer (to)/from the or		From Form 20	1	11	(104)		(329)		20 .	59
Transfer (to)/from the ge business technical accou		Equalisation provisions	1	12	** #847 Mar =					
Transfer from the long ter	m busi	ness revenue account	1	13		-	· · · · · · · · · · · · · · · · · · ·		40 .	26
	Incor	ne	1	14	146		268		,	
Investment Income		e re-adjustments on	1	15			<u> </u>			
		s on the realisation of	1	16						
		stment management charge	es, 1	17						
Investment charges	Value	e re-adjustments on	1	18						
	1	on the realisation of truents	1	19						
Allocated investment retutechnical account	ırn tran	sferred to the business	2	20					20 .	51
Other income and charge of supplementary note)	s (part	culars to be specified by w	ay 2	21	(34)		96			
Profit or loss on ordinary (11 + 12 + 13 + 14 + 15 +			2	29	8		35			
Tax on profit or loss on o	rdinary	activities	3	31				•		
Profit or loss on ordinary	activitie	s after tax (29-31)	3	39	8		35			
Extraordinary profit or los of supplementary note)	ss (parl	iculars to be specified by	way 4	11						
Tax on extraordinary prof	it or los	s	4	12						
Other taxes not shown ur	nder the	preceding items	4	13						
Profit or loss for the finan	cial yea	ır (39 + 41 - (42 + 43))	4	19	8		35			
Dividends (paid and prop	osed)		5	51						
Profit or loss retained for	the fina	incial year (49 - 51)	5	59	8		35			

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended

31 December 2001

Accounting class:

Summary

coourning class	s. Guilliary		Company Registration number		GL/UK/CM	Day	Period end Month	led Year	- Units	clas	ounting s/ mary
		R20	1432580	6	GL	31	12	2001	£'000		99
Items to be sh	nown net of reinsurance				This fina yea 1			us year 2	Form	Source	Column
	Earned premium			11			-		21 .	19	. 5
	Claims incurred			12					22 .	17	. 4
	Claims management costs			13					22 .	18	. 4
This year's underwriting	Adjustment for discounting			14					22 .	52	. 4
(accident year accounting)	Increase in provision for unexpire	d risks	,	15					22 .	19	. 4
accounting	Other technical income or charge specified by way of supplemental		ars to be	16		_					
	Net operating expenses			17					22 .	42	. 4
	Balance of year's underwriting (1	1-12-13+14	4-15+16-17)	19							
	Earned premium			21					21 .	11	. 5
	Claims incurred			22	(13)	(2	24)	22 .	13	. 4
Adjustment for	Claims management costs			23					22 .	14	. 4
prior years' underwriting	Adjustment for discounting			24					22 .	51	. 4
(accident year accounting)	Other technical income or charge specified by way of supplemental		ars to be	25							
	Net operating expenses			26					22 .	41	. 4
	Balance (21-22-23+24+25-26)			29	13	3	2	24			
Balance from	Per Form 24			31	(11	7)	(3	53)	24 .	69	. 99-99
underwriting year accounting	Other technical income and charg specified by way of supplementar		ulars to be	32							
accounting	Total			39	(11)	7)	(3	53)			
Balance of all ye	ars' underwriting (19+29+39)			49	(104	4)	(3	29)			
Allocated investr	ment return			51							
Transfer to non-t	technical account (49+51)			59	(104	4)	(3:	29)			

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

Accounting Class:

Accident and Health

			Compan	-		Period	enaea		_			nting
			Registrat number	tion	GL/UK/CM	Day	Month	Year	Units		ass/ Imma	ıry
		R20	14325	86	GL	31	12	2001	£'000)	1	İ
Items to be sho	own net of reinsurance				This fina yea 1		Previou	s year	Form	Cine	irce	Column
	Earned premium			11					21 .	19		5
	Claims incurred			12					22 .	17		4
	Claims management costs			13					22 .	18		4
This year's underwriting	Adjustment for discounting			14					22 .	52		4
/anaidant vons	Increase in provision for unexpired	rísks		15					22 .	19		4
	Other technical income or charges specified by way of supplementary		rs to be	16								
	Net operating expenses			17	-				22 .	42		4
	Balance of year's underwriting (11 17)	I-12-13+1	4-15+16-	19								
			21					21 .	11		5	
	Claims incurred			22	4		2	2	22 .	13		4
/ rejudations for	Adjustment for orior years' Adjustment for discounting			23					22 .	14		4
underwriting	djustment for rior years' nderwriting Adjustment for discounting accident year			24					22 .	51		4
accounting)				25								
				26					22 .	41		4
	Net operating expenses Balance (21-22-23+24+25-26) Per Form 24				(4))	(2	2)				
Balance from					1				24 .	69		99-99
Balance from underwriting year Per Form 24 Other technical income and charges (particulars to be specified by way of supplementary note)												
accounting	Total			39	. 1							
Balance of all yea	ars' underwriting (19+29+39)			49	(3))	(2	2)				
Allocated investm	nent return			51								
Transfer to non-te	echnical account (49+51)			59	(3))	(2	2)				

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

Accounting class:

Motor

			Company Registrat number		GL/UK/CM	Period Day	ended Month	Year	Units	C	lass/ umma	•
		R20	14321	86	GL	31	12	2001	£'00	0	ļ	2
Items to be si	nown net of reinsurance				This fing			us year 2	Form	So	urce	Column
	Earned premium			11					21	. 19		5
	Claims incurred			12					22	. 17		4
	Claims management costs			13					22	. 18		4
This year's underwriting	Adjustment for discounting			14					22	. 52		4
(accident year accounting)	Increase in provision for unexpired	risks	_	15	-				22	. 19		4
•	Other technical income or charges specified by way of supplementary		rs to be	16								
	Net operating expenses			17					22	. 42		4
	Balance of year's underwriting (11	-12-13+1	4-15+16-	19								
	Earned premium			21					21	. 11		5
	Claims incurred			22					22	. 13		4
Adjustment for	Claims management costs			23					22	. 14		4
prior years' underwriting	Adjustment for discounting			24					22	. 51		4
accounting)			irs to be	25								
	years' writing Adjustment for discounting dent year								22	. 41		4
	Balance (21-22-23+24+25-26)		29									
Balance from	Per Form 24			31					24	. 69		99-99
underwriting year	Other technical income and char- be specified by way of supplement		culars to	32					:	-		
accounting	Total			39								
Balance of all ye	ears' underwriting (19+29+39)		_	49								•
Allocated investi	ment return			51								
Transfer to non-	technical account (49+51)		·	59	.							
												

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

Accounting class:

Aviation

Earned premium	Accounting class/ summary
Earned premium	3
Claims incurred 12	Column
Claims management costs 13 22 1	19 . 5
Adjustment for discounting	17 . 4
Adjustment for discounting 14 22 .5	18 . 4
Increase in provision for unexpired risks 15 22 . 1	52 . 4
Specified by way of supplementary note) 16	19 . 4
Balance of year's underwriting (11-12-13+14-15+16-17) 19	
Earned premium 21	42 . 4
Adjustment for prior years' underwriting (accident year accounting) Adjustment for discounting Other technical income or charges (particulars to be specified by way of supplementary note) Net operating expenses Balance (21-22-23+24+25-26) Balance from underwriting Claims incurred 22 . 1 22 . 1 22 . 1 22 . 1 22 . 1 23 . 2 Adjustment for discounting 24 . 25 . 5 25	
Adjustment for prior years' underwriting (accident year accounting) Other technical income or charges (particulars to be specified by way of supplementary note) Net operating expenses Balance (21-22-23+24+25-26) Per Form 24 Other technical income and charges (particulars to be specified by way of supplementary note) Other technical income and charges (particulars to be specified by way of supplementary note) Other technical income and charges (particulars to be specified by way of supplementary note) Other technical income and charges (particulars to be specified by way of supplementary note) Other technical income and charges (particulars to be specified by way of supplementary note) Other technical income and charges (particulars to be specified by way of supplementary note)	11 . 5
prior years' underwriting (accident year accounting) Other technical income or charges (particulars to be specified by way of supplementary note) Net operating expenses Balance (21-22-23+24+25-26) Per Form 24 Other technical income and charges (particulars to be specified by way of supplementary note) 22 . 5 22 . 4 23 . 5 24 . 6 25	13 . 4
underwriting (accident year accounting) Other technical income or charges (particulars to be specified by way of supplementary note) Net operating expenses Balance (21-22-23+24+25-26) Per Form 24 Other technical income and charges (particulars to be specified by way of supplementary note) 25 27 28 29 Per Form 24 Other technical income and charges (particulars to be specified by way of supplementary note) 29 Other technical income and charges (particulars to be specified by way of supplementary note) 29 Other technical income and charges (particulars to be specified by way of supplementary note) 21 22 23 24 25 26 27 28 Other technical income and charges (particulars to be specified by way of supplementary note) 29 Other technical income and charges (particulars to be specified by way of supplementary note)	14 . 4
Other technical income or charges (particulars to be specified by way of supplementary note) Net operating expenses Balance (21-22-23+24+25-26) Per Form 24 Per Form 24 Other technical income and charges (particulars to be specified by way of supplementary note) 25 22 . 4 31 4 305 24 . 6 Other technical income and charges (particulars to be specified by way of supplementary note) 26 27 28 29 Other technical income and charges (particulars to be specified by way of supplementary note)	51 . 4
Balance (21-22-23+24+25-26) 29	
Balance from underwriting Other technical income and charges (particulars to 37) Per Form 24 31 4 305 24 6	41 . 4
Balance from underwriting Other technical income and charges (particulars to	
underwriting Other technical income and charges (particulars to	69 . 99-99
accounting Total 39 4 305	
Balance of all years' underwriting (19+29+39) 49 4 305	
Allocated investment return 51	
Transfer to non-technical account (49+51) 59 4 305	

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

Accounting class:

Property

			Company Registrati number		GL/UK/CM	Period Day	ended Month	Year	Units	cla	counting ss/ nmary
		R20	14325	886	GL	31	12	2001	£'00	0	6
Items to be sho	own net of reinsurance				This fina			us year	Form	Sour	Column
	Earned premium			11					21	19	. 5
	Claims incurred		_	12					22	. 17	. 4
TL:	Claims management costs			13					22 .	. 18	. 4
This year's underwriting (accident year	Adjustment for discounting			14				: -	22	. 52	. 4
accounting)	Increase in provision for unexpired	l risks		15	_				22	. 19	. 4
	Other technical income or charges specified by way of supplementary		irs to be	16							
	Net operating expenses			17	-				22	. 42	. 4
	Balance of year's underwriting (11 17)	-12-13+14	-15+16-	19							
	Earned premium	. w. <u></u>		21					21 .	. 11	. 5
	Claims incurred		,	22	(2))	(3	2)	22	. 13	. 4
Adjustment for	Claims management costs			23					22 .	14	. 4
prior years' underwriting (accident year	Adjustment for discounting	, <u></u>		24					22 .	51	. 4
accounting)	Other technical income or charges specified by way of supplementary		irs to be	25							
	Net operating expenses			26					22 .	41	. 4
	Balance (21-22-23+24+25-26)			29	2		3	2			·· · · · · · · · · · · · · · · · · · ·
Balance from	Per Form 24			31	(1))	(1	0)	24	69	. 99-99
underwriting year	Other technical income and charg- be specified by way of supplemen		lars to	32							
accounting	Total			39	(1))	(1	0)			
Balance of all ye	ears' underwriting (19+29+39)			49	1	•	2	2		-	
Allocated investr	ment return			51							
Transfer to non-	technical account (49+51)			59	1		2	2			

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

Accounting class:

Third Party Liability

			Compan Registra number	-	GL/UK/CM	Period Day	ended Month	Year	Units	cla	counting ss/ nmary
		R20	14325	86	GL	31	12	2001	£'000		. 7
Items to be sh	nown net of reinsurance				This fin yea			us year 2	Form	Sour	Column
,	Earned premium	_		11		-			21 .	19	. 5
	Claims incurred			12					22 .	17	. 4
	Claims management costs			13					22 .	18	. 4
This year's underwriting	Adjustment for discounting			14		, , ,			22 .	52	. 4
(accident year accounting)	Increase in provision for unexpired	risks		15					22 .	19	. 4
	Other technical income or charges specified by way of supplementary		rs to be	16							
	Net operating expenses			17					22 .	42	. 4
	Balance of year's underwriting (1117)	1-12-13+1	4-15+16-	19							
	Earned premium			21		_			21 .	11	. 5
į	Claims incurred			22	(15	5)	(6	22 .	13	. 4
Adjustment for	Claims management costs			23				•	22 .	14	. 4
underwriting	ustment for Claims management costs or years' erwriting Adjustment for discounting								22 .	51	. 4
accounting)	years' rwriting Adjustment for discounting dent year										
	Net operating expenses			26					22 .	41	. 4
	Balance (21-22-23+24+25-26)			29	15	5	(1	6)			
Balance from	Per Form 24			31					24 .	69	. 99-99
underwriting year	Other technical income and char be specified by way of supplement		culars to	32							
accounting	Total			39							
Balance of all ye	ears' underwriting (19+29+39)			49	15	5	((6)			
Allocated investr	ment return			51							
Transfer to non-	technical account (49+51)			59	15	5	(6)			

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

Accounting class:

Non-proportional treaty

			Compan	у		Period	ended				ounting
			Registra number	tion	GL/UK/CM	Day	Month	Year	Units	cia: sun	ss/ nmary
		R20	14325	886	GL	31	12	2001	£'000		9
					This fina	ncial	Previo	us year		Sour	ce
Items to be si	nown net of reinsurance				yea 1	Г	<u> </u>	2	Form	tine	Column
	Earned premium			11			_		21 .	19	. 5
	Claims incurred			12					22 .	17	. 4
	Claims management costs			13					22 .	18	. 4
This year's underwriting (accident year	Adjustment for discounting			14					22 .	52	. 4
accounting)	Increase in provision for unexpired	risks		15		•			22	19	. 4
	Other technical income or charges specified by way of supplementary		ars to be	16							
	Net operating expenses		i	17					22 .	42	. 4
	Balance of year's underwriting (1117)	4-15+16-	19								
	Earned premium		21		•			21 .	11	. 5	
	Claims incurred		22					22 .	13	. 4	
Adjustment for	Claims management costs		23					22 .	14	. 4	
prior years' underwriting (accident year	Adjustment for discounting		24					22 .	51	. 4	
accounting)	Other technical income or charges specified by way of supplementary	ars to be	25					•			
	Net operating expenses		26					22 .	41	. 4	
	Balance (21-22-23+24+25-26)		29								
Balance from	Per Form 24		31	(121)	(6-	48)	24 .	69	. 99-99	
underwriting year	Other technical income and char be specified by way of supplemen		32			ŕ					
accounting	Total			39	(121)	(6	48)			
Balance of all ye	ears' underwriting (19+29+39)			49	(121)	(6	48)			
Allocated invest	ment return			51							
Transfer to non-	technical account (49+51)			59	(121)	(64	48)			

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED Name of Company:

Global business

31 December 2001 Financial year ended: Accident and Health Accounting class:

						Company		•	Period ended	9	:	Accounting
						number	GLUKYCM	day	month year	ar	Units	class
					R21	1432586	Э	31	12	2001	3,000	-
			Gross premiums written	ten	Reinsurers' share	share		Z	Net of reinsurance	surance		
Premiums receivable	Premiums receivable during the financial year		Earned in previous financial years		Earned in previous financial years	evious rs	. Nº1	ш #	Earned in previous financial years	orevious ears		
			-	Similar (A) (A) (A)	3		A CONTRACTOR OF THE PROPERTY O	and the age	5		en e	And the second s
In respect of risks incepted in previous financial years	epted in previous	=					And the second s	\$2,000mile (min				
			Earned in this financial year	Unearned at end of this financial year	Earned in this financial year		Unearned at end of this financial year		Earned in this financial year	this	Unearne this finar	Unearned at end of this financial year
			1	2	က		4		ις.			9
In respect of risks incepted in previous financial years	epted in previous	12										
	For periods of less than 12 months	13										
in respect of risks incepted in this financial year	For periods of 12 months	14										
	For periods of more than 12 months	15										

1

Total (12 to 16)

16

Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year

Name of Company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

31 December 2001 Financial year ended:

Accounting class:

Motor

						Company			Period ended			Accounting
					-	number	GL/UK/CM C	day m	month year		Units	class
			i		R21	1432586	19	31	12 2	2001	€,000	2
			Gross premiums written	ten	Reinsurers' share	e,		Net	Net of reinsurance	nce		
Premiums receivable	Premiums receivable during the financial year		Earned in previous financial years		Earned in previous financial years	sn		Earn	Earned in previous financial years	sno		
In respect of risks incepted in previous financial years	oted in previous	1				And the second s		Official and			en man en	Open control of a control of the con
			Earned in this financial year	Unearned at end of this financial year	Earned in this financial year	Une this f	Unearned at end of this financial year		Earned in this financial year	7 =	Unearned at end of this financial year	Unearned at end of this financial year
			Ψ-	8	က		4		ıО		•	
In respect of risks incepted in previous financial years	oted in previous	12										
sk	For periods of less than 12 months	13										
	For periods of 12 months	14										
	For periods of more than 12 months	15	Andreador de Communicación de Communicac									
Premiums receivable (less rebate previous financial years not earned brought forward to the financial year	Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year	16										
Total (12 to 16)		19										

Name of Company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended: 31 December 2001

Accounting class:

Property

					Ö	Company	NO/XIII IB	Period	Period ended	Units	Accounting
						number		day n	month year		class
					R21 14	1432586	GL	31	12 2001	000.3	9
			Gross premiums written	en	Reinsurers' share	0		Net o	Net of reinsurance		
Premiums receivable d	Premiums receivable during the financial year		Earned in previous financial years		Earned in previous financial years	sn		Earne	Earned in previous financial years		
			1	Ability typosococcus comments and a comment states to the transfer of the field of	3	Annual Marketine		A Comment	2	and the state of \$200 time of the state of t	And the second s
In respect of risks incepted in previous financial years	ed in previous	41		e e e e e e e e e e e e e e e e e e e		market special and the special		Officers on		C. Control St. Communication of the Communication o	A CHARLES AND
			Earned in this financial year	Unearned at end of this financial year	Earned in this financial year		Unearned at end of this financial year		Earned in this financial year	Unearn this fina	Unearned at end of this financial year
		i	•	2	8		4		5		6
In respect of risks incepted in previous financial years	led in previous	12				ļ					
ks	For periods of less than 12 months	13									
incepted in this financial year	For periods of 12 months	14									
ıŭ Ε	For periods of more than 12 months	15									
Premiums receivable (previous financial years brought forward to the fi	Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year	16							į		
Total (12 to 16)		19									

Name of Company: AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended: 31 December 2001

Accounting class: Third Party Liability

						Company	GL/UK/CM -	-	Period ended		Units	Accounting
						number	1	day m	month year			class
			I		R21	1432586	GL	34	12	2001	000.3	7
	,		Gross premiums written	ten	Reinsurers' share	share			Net of reinsurance	surance		
Premiums receivable	Premiums receivable during the financial year		Earned in previous financial years		Earned in previous financial years	revious ars			Earned in previous financial years	previous ears		
			-		ဗ				5			
In respect of risks incepted in previous financial years	oted in previous	1						L				
			Earned in this financial year	Unearned at end of this financial year	Earned in this financial year		Unearned at end of this financial year	and of ear	Earned in this financial year	l in this al year	Unearned at end this financial year	Unearned at end of this financial year
			*	8	n		4		1O	100		9
In respect of risks incepted in previous financial years	oted in previous	12		-								
	For periods of less than 12 months	13										
In respect of risks incepted in this F	For periods of 12 months	14										
	For periods of more than 12 months	5										
Premiums receivable previous financial years brought forward to the f	Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year	16										
Total (12 to 16)		19										

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

Accounting class:

Accident and Health

			Comş Regist num	ration	GL/UK/CM	day	Period ende month y	d rear	. Units	Accounting class
		R22	1432	586	GL	31	12	2001	£'000	1
					Amount brought forward fro previous financial ye		Amount payable/ receivable in this financial year	to ne	d forward	Amount attributable to this financial year
Claims incurred in	Gross amount			11	6		3		7	4
respect of incidents occurring	Reinsurers' share			12	48		18		30	
prior to this financial year	Net (11-12)			13	(42)		(15)		(23)	4
<u>*</u>	Claims manageme	ent costs		14	39				39	
	Gross amount			15	processors					
Claims incurred in respect of	Reinsurers' share			16	opposition of the control of				•••	
incidents occurring in this financial year	Net (15 - 16)			17					=	
you	Claims manageme	ent costs		18						
Provision for unexpi	red risks			19						
	Commissions			21						
	Other acquisition	expenses		22						
Net operating expenses	Administrative exp	enses		23	1					
,	Reinsurance comprofit participation		nd	24					·	
	Total (21+22+23-2	24)		29						
Adjustments for	Gross amount			31						
discounting in respect of the	Reinsurers' share			32						
items shown at lines 11 to 18	Claims manageme	ent costs		33						
above	Total (31-32+33)			39						
Split of line 20	Prior financial yea	rs		41						
Split of line 29	This financial year			42						
Split of line 39	Incidents occurring	ng prior t	o this	51						
Spir or line 39	Incidents occurring	g in this fir	nancial	52						

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

Accounting class:

Motor

			Compa Registra numb	tion	GL/UK/C M	day	Period ended month year		Units	3	Accounting class
		R22	14325	86	GL	31	12	2001	£'00	0	2
					Amount brought forward f previous financial		Amount payable/ receivable in this financial year	to next financia	forward		outable to financial
	I	····			1		2	,	3		4
Claims incurred in	Gross amount			11							
Claims incurred in respect of incidents occurring	Reinsurers' share	····-		12							
prior to this financial year	Net (11-12)	_		13							
illianolar year	Claims manageme	ent costs		14							
	Gross amount			15							
Claims incurred in respect of incidents occurring	Reinsurers' share			16	and the second of the second o						
in this financial year	Net (15 - 16)			17							
, , ,	Claims manageme	ent costs		18					-		
Provision for unexpir	red risks			19							
	Commissions			21							
	Other acquisition e	expenses		22							
Net operating expenses	Administrative exp	enses		23							
	Reinsurance comr profit participations		nd	24							
	Total (21+22+23-2	24)		29				ļ			
Adjustments for	Gross amount			31							
discounting in respect of the	Reinsurers' share			32					· · · · · · · · · · · · · · · · · · ·		
items shown at lines 11 to 18	Claims manageme	ent costs		33				<u>-</u>			
above	Total (31-32+33)	-		39							
Chit of line 20	Prior financial year	rs		41				,,			
Split of line 29	This financial year			42							
Split of line 39	Incidents occurring	g prior to	this	51							
Spit of fine 39	Incidents occurring year	in this fin	ancial	52							

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

Accounting class:

Property

_	_	Registrat	ion	GL/UK/CM .	day				Units		Accounting class
	R22	143258	36	GL	3	1	12	2001	£'000		6
_				previous		paya rece this t	ible/ ivable in înancial	carried to next	forward	attr this	ount ibutable to financial r
				1			2	;	3	ı	4
Gross amount			11	28				2	8		
Reinsurers' share			12				2			l	2
Net (11-12)			13	28			(2)	2	8		(2)
Claims management of	costs		14	26				2	6		
Gross amount			15								٧
Reinsurers' share			16								
Net (15 - 16)	-		17								
Claims management of	costs		18					-			
ed risks			19								
Commissions			21								
Other acquisition expe	enses	:	22								
Administrative expens	es		23								
Reinsurance commiss profit participations	ions and	d ,	24								
Total (21+22+23-24)			29								
Gross amount			31						-	-	
Reinsurers' share			32								· · · · · · · · · · · · · · · · · · ·
Claims management of	osts	;	33								
Total (31-32+33)			39								
Prior financial years			41								
This financial year			42			-					
Incidents occurring p	prior to	this	51								
	this fina	ncial	52	No. of Street Contract Contrac							
	Gross amount Reinsurers' share Net (11-12) Claims management of Gross amount Reinsurers' share Net (15 - 16) Claims management of Gross amount Reinsurers' share Administrative expens Reinsurance commissions Total (21+22+23-24) Gross amount Reinsurers' share Claims management of Gross amount Reinsurers' share Claims management of Total (31-32+33) Prior financial years This financial year Incidents occurring in	Reinsurers' share Net (11-12) Claims management costs Gross amount Reinsurers' share Net (15 - 16) Claims management costs ed risks Commissions Other acquisition expenses Administrative expenses Reinsurance commissions amprofit participations Total (21+22+23-24) Gross amount Reinsurers' share Claims management costs Total (31-32+33) Prior financial years This financial year Incidents occurring prior to financial year Incidents occurring in this financial year	Gross amount Reinsurers' share Net (11-12) Claims management costs Gross amount Reinsurers' share Net (15 - 16) Claims management costs ed risks Commissions Other acquisition expenses Administrative expenses Reinsurance commissions and profit participations Total (21+22+23-24) Gross amount Reinsurers' share Claims management costs Total (31-32+33) Prior financial years Incidents occurring prior to this financial year Incidents occurring in this financial	Gross amount 11 Reinsurers' share 12 Net (11-12) 13 Claims management costs 14 Gross amount 15 Reinsurers' share 16 Net (15 - 16) 17 Claims management costs 18 ed risks 19 Commissions 21 Other acquisition expenses 22 Administrative expenses 23 Reinsurance commissions and profit participations 24 Total (21+22+23-24) 29 Gross amount 31 Reinsurers' share 32 Claims management costs 33 Total (31-32+33) 39 Prior financial years 41 This financial year 42 Incidents occurring in this financial 51 Incidents occurring in this financial 52	Registration number R22	Registration GL/UK/CM Gay	Registration number Registration Review Registration Review Rev	Registration Regi	Registration Regi	Registration number Ray Registration number Ray Ra	Registration number Registration number Radius Ra

Name of company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

31 December 2001

Accounting class:

Third Party Liability

		Com Regist num	ration	GL/UK/CM .	day	Pe	riod ended nth yea	r	Units	A	counting class
	R22	1432	586	GL	3	1	12	2001	£'000		7
				Amount brought forward from previous financial ye				Amount carried to next financia	forward		nt table to nancial
	Gross amount		11	49	_	. ((14)	4	8	(15)
Claims incurred in respect of	Reinsurers' share		12	4				4	ļ		
incidents occurring prior to this	Net (11-12)		13	45			(14)	4	4	(15)
financial year	Claims management costs		14	60				6	0		
	Gross amount		15								
Claims incurred in respect of	Reinsurers' share		16								··
incidents occurring in this financial	Net (15 - 16)		17								
year	Claims management costs		18								
Provision for unexpir	ed risks		19								
	Commissions		21		-]					
	Other acquisition expenses		22	· · · · · · · · · · · · · · · · · · ·		, -					
Net operating expenses	Administrative expenses		23								
, ·	Reinsurance commissions a profit participations	nd	24						-		
	Total (21+22+23-24)		29								
Adjustments for	Gross amount		31								
discounting in respect of the	Reinsurers' share		32								
items shown at lines 11 to 18	Claims management costs		33								
above	Total (31-32+33)		39								
0-14 -6 14 - 00	Prior financial years		41							-	
Split of line 29	This financial year		42			<u> </u>	· · · · · · · · · · · · · · · · · · ·	-			
Calls of the CO	Incidents occurring prior t	o this	51								
Split of line 39	Incidents occurring in this fir year	nancia!	52								

General business (accident year accounting) : Analysis of net claims and premiums

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED Name of Company:

Global business

31 December 2001 Financial year ended:

Accounting class:

Accident and Health

	,									Company		Pe	Period ended			
										number	GL/UK/CM	day	month	year	Units	Accounting
		-					,		R23	1432586	GL	31	12	2001	000,3	-
Accident y ended	Accident year ended		Claims paid	Claims	Total claims	Claims paid	Claims outstanding carried forward	Jing carried	Claims outsta forward	Claims outstanding brought forward	Balance on	Deduction for			Deterioration/	Claims ratio
Month	Year		the accident year		since the end of the accident year, but prior to this financial year	this financial	Reported (net)	Incurred but not reported (net)	Reported (net)	incurred but not reported (net)	accident year (4+5+6-7-8)	from claims outstanding carried forward (net)	(net)		2	°
			+	2	3	4	5	9	7	89	o	9	11		12	13
12	2001	11														
12	2000	12														:
12	1999	13	•													
12	1998	14													 	
12	1997	15														
12	1996	16														
12	1995	17														
12	1994	18														
12	1993	19														
12	1992	20														
Prior accident years	dent	73				(15)	(28)	ស	(47)	2	4					
Reconcillation	ion	22														
Total (11 to 22)	to 22)	29				(15)	(28)	5	(47)	5	4		:			

General business (accident year accounting) : Analysis of net claims and premiums

Name of Company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended:

Accounting class:

31 December 2001

Motor

									- <u>u</u>	Company registration	GL/UK/CM		ded		Units	Accounting
								1		number		uay III	monin ye	year		cidas
									R23 1	1432586	GL	31.	12 2	2001	3,000	2
Accident year ended	nt year ed		Claims paid (net) during	Claims outstanding	Total claims paid (net)	Claims paid (net) during	Claims outstanding carried forward	iding carried	Claims outsta	Claims outstanding brought forward	Balance on each	Deduction for discounting			Deterioration/ (surplus) of	Claims ratio
Month	Year		the accident year	(net) as at end of the accident year	since the end of the accident year, but prior to this financial year	this financial year	Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)	accident year (4+5+6-7-8)	from claims outstanding carried forward (net)	(net)		original reserve %	•
			1	2	en	4	ĸ	9	^	80	6	9	-		12	5
12	2001	11														
12	2000	12														
12	1999	13														
12	1998	4														
12	1997	15														
12	1996	16												<u> </u>		
12	1995	17														
12	1994	18														
12	1993	19														
12	1992	20														
Prior accident years	dent	21														
Reconciliation	uo	22														
Total (11 to 22)	0 22)	29														

General business (accident year accounting) : Analysis of net claims and premiums

Name of Company: AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended: 31 December 2001

Accounting Claims ratio 5 ဖ Deterioration/ (surplus) of original reserve €,000 Units 7 2001 year Earned premiums (net) Ξ Period ended 2 month outstanding carried forward (net) Deduction for discounting from claims 2 3 day each accident year (4+5+6-7-8) Balance on 3 3 GL/UK/CM O 占 Incurred but not reported (net) Claims outstanding brought forward S 8 S Company registration 1432586 number Reported (net) 23 R23 Incurred but not reported (net) Claims outstanding carried forward 6 ĸ Reported (net) 23 S co Claims paid (net) during this financial year 3 3 Total claims paid (net) since the end of the accident year, but prior to this financial year outstanding (net) as at end of the accident year ~ Claims paid (net) during the accident year Accounting class: Property 53 F 7 <u>ლ</u> 4 5 4 8 19 7 22 ន 2001 2000 1999 1998 1996 1995 1994 1993 1997 1992 Year Total (11 to 22) Accident year Prior accident Reconciliation ended years Month 12 7 7 7 2 2 2 4 7 2

General business (accident year accounting): Analysis of net claims and premiums

Name of Company: AA I

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended: 31 December 2001

lancial year ended: 31 De

Accounting Claims ratio class 2 Deterioration/ (surplus) of original reserve 000,3 Units 2 2001 Earned premiums (net) F Period ended month year 7 Deduction for discounting from claims forward (net) outstanding carried 5 5 day accident year (4+5+6-7-8) Balance on (15) 35 **GL/UK/CM** o, each 占 Incurred but riot reported (net) Claims outstanding brought 5 5 100 Company registration number 1432586 Reported (net) ဓ္တ 8 forward R23 Incurred but not reported (net) Claims outstanding carried 5 5 Reported (net) 53 33 forward Claims paid (net) during this financial year (4<u>+</u> 2 paid (net) since the end of the accident year, but prior to this financial year Total claims Third Party Liability Claims
outstanding
(net) as at
end of the
accident year N Claims pald (net) during the accident year 7 77 53 7 5 7 Ę. 18 9 4 17 8 Accounting class: 2000 2001 1999 1993 1996 Year 1998 1997 1995 1994 1992 Total (11 to 22) Accident year Prior accident Reconciliation ended years Month 12 7 12 7 7 7 5 4 42 4

General business (underwriting year accounting): Analysis of premiums, claims and expenses

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED Name of Company:

Global business

31 December 2001 Financial year ended:

Accident and Health

Accounting class:

													ပန္	Company		GL/UK/CM		Q	Period ended	pe		Units	•	Accounting
												İ	· -	number				day	month	r year				class
İ												E	R24 14	1432586		GF.		34	12	2001	2	000.3		τ-
,	Unde	Underwriting year ended	Š	Prior Underwriting years	M	⋩	MM	⋩	MM	>	MM	<u>∠</u>	MM	, MM	Α	MM	>	MM	⋩	MM	⊱	MM	*	Total all previous columns
				29 29	9 12	92	12	93	12	94	12	95	12 9	96 1	12 97	12	86	12	66	12	00	12	01	66 66
	Gross amount	ount	11		: 		_																	
Premiums	Reinsurers' share	s' share	12																					
Written	Net (11-12)	2)	19									-												
	Gross amount	ount	21																				-	
Claims	Reinsurers' share	s' share	22															_						
	Net (21-22)	2)	29				-																	
Claims mar	Claims management costs	sts	39													,								
	Commissions	ions	41		i																			
ta Z	Other acq	Other acquisition expenses	42				 																	
operating	Administra	Administrative expenses	43																				-	
sesuedxe	Reinsurers' commis	Reinsurers' commissions and profit participations	4																:					
i	Payable n	Payable net (41+42+43-44)	49									_												
	Brought	Undiscounted	51	8			İ																	∞ .
	forward	Adjustment for discounting	52											 										
Technical	Carried	Undiscounted	53	7			 																	7
•	forward	Adjustment for discounting	54																					
	increase(e	Increase(decrease) in the financial year (53-54-51+52)	59	(1)																				(1)
Balance on each (19-29-39-49-59)	Balance on each underwriting year (19-29-39-49-59)	writing year	69	-			_															-		-

General business (underwriting year accounting): Analysis of premiums, claims and expenses

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED Name of Company:

Global business

31 December 2001 Financial year ended:

Accounting class:

Aviation

9	; ;			•										Con	Company	MO/AII/ RO	MC/S		Perio	Period ended	_	į	lnife	∢	Accounting
														Inu	number			day		month	year				class
-	ļ		!										R24	143	1432586	19	7	31		12	2001	-	5,000		3
	Unde	Underwriting year ended	٦	Prior Underwriting years		WM Y		MM	YY MI	MM YY	Y MM	λλ	MM	<u></u>	MM		MM	₹	MM	≿	MM	*	MM	*	Total all previous columns
) 2.	29	29	12 (92	12 8	93 1	12 9	94 12	2 95	5 12	96	12	26	12	98	12	66	12	8	12	01	66 66
	Gross amount	ount	7		-		-		ļ 		<u> </u>			<u>.</u>	ļ										
Premiums written	Reinsurers' share	s' share	12																						
	Net (11-12)	(2	19				_		_		_														
	Gross amount	ount	21	(13)								 													(13)
Claims paid	Reinsurers' share	s' share	22	21						!								-1-							21
	Net (21-22)	(2	59	(34)					-		-				<u>,</u>										(34)
Claims mar	Claims management costs	sts	39																						
-	Commissions	ons	41															-			L-		<u> </u>		
2	Other acq	Other acquisition expenses	42						_		<u></u>		_												
operating	Administra	Administrative expenses	£3																						
sesuedxe	Reinsurers' commis profit participations	Reinsurers' commissions and profit participations	4																						
	Payable n	Payable net (41+42+43-44)	49				_				 														
	Brought	Undiscounted	51	163																					163
	forward	Adjustment for discounting	52																						
Technical	Carried	Undiscounted	53	193		į		į		:									İ						193
	forward	Adjustment for discounting	52																				L		
	Increase(c financial y	Increase(decrease) in the financial year (53-54-51+52)	59	30					İ													-			30
Balance on (19-29-39-4	Balance on each underwiting year (19-29-39-49-59)	writing year	69	4							 			İ											4

General business (underwriting year accounting): Analysis of premiums, claims and expenses

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED Name of Company:

Global business

31 December 2001 Financial year ended:

Accounting class:

previous columns 66 66 Total all Accounting Ξ œ ဖ 5 ≿ 6,000 Units Σ 12 ≿ 8 2001 Σ 7 month year Period ended 66 ≿ 2 Σ 7 day ٣ 86 ≿ Σ 12 GL/UK/CM 占 ≿ 97 Σ Company registration number 2 1432586 96 ≿ ₹ 7 9 ≿ Σ 72 94 ≿ Σ 7 93 ≿ Σ 75 8 ≿ Σ 7 3 Underwriting Ξ years 83 39 4 29 42 43 4 **\$** 5 25 23 3 28 69 12 9 7 22 Ξ Underwriting year ended Reinsurers' commissions and Property financial year (53-54-51+52) Payable net (41+42+43-44) Other acquisition expenses Adjustment for Adjustment for Undiscounted Increase(decrease) in the Undiscounted Administrative expenses discounting discounting Balance on each underwriting year profit participations. Reinsurers' share Reinsurers' share **Gross amount Gross amount** Commissions Claims management costs Net (21-22) Net (11-12) Brought forward Carried forward Premiums provisions operating expenses Technical Claims paid written

(19-29-39-49-59)

General business (underwriting year accounting): Analysis of premiums, claims and expenses

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED Name of Company:

Global business

31 December 2001 Financial year ended:

Accounting class:

Non proportional treaty

Accounting class.	Cass.	non proportional treaty		וופמוא										Company	Company registration	GL/UK/CM		Ğ.	Period ended	0	Units		Accounting	Ď.
												_		number	ě			day m	month year	ar		ļ	lass	
						٠		-					R24	143.	1432586	CL		31	12 .	2001	000.3	0(6	
	Unc	Underwriting year ended		Prior Underwriting years	9 ММ	⋆	MM	λλ	MM	 	MM	YY MM	<u>۸</u>	MM		MM	<u> </u>	MM	- YY	MM YY	MM	>	Total all previous columns	i all ious nns
				29 29	9 12	92	12	93	12	94	12 9	95 12	96 7	12	26	12	86	12	99 1	12 00	12	10	66	66
	Gross amount	ount	£	2																			2	
Premiums written	Reinsurers' share	s' share	12	7																			2	
	Net (11-12)	3)	19																					
	Gross amount	ount	2	95																			95	S.
Claims	Reinsurers' share	s' share	77	54																			54	4
•	Net (21-22)	3)	53	41																			4	Ţ.
Claims mar	Claims management costs	sts	39																					
	Commissions	suo	4											:										
ţo Z	Other acqu	Other acquisition expenses	42				:	:																
operating	Administra	Administrative expenses	43	(392)																	_	410	18	&
sesuedxe	Reinsurers' commis profit participations	Reinsurers' commissions and profit participations	4																					
	Payable n	Payable net (41+42+43-44)	49	(392)																	_	410	18	_∞
	Brought	Undiscounted	51	1,443																			1,443	43
	forward	Adjustment for discounting	52																					
Technical provisions	Carried	Undiscounted	53	1,505							İ												1,505	90.
	forward	Adjustment for discounting	54																					
	Increase(c	Increase(decrease) in the financial year (53-54-51+52)	23	62					:	•					i								62	2
Balance on (19-29-39-4	Balance on each underwriting year (19-29-39-49-59)	writing year	69	289																	2	(410)	(121)	(1)

Name of Company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

31 December 2001 Financial year ended:

Accounting class:

Accident and Health

														Company registration number		GL/UK/CM		Perio	Period ended		Units	Ac	Accounting
							:		į			Œ	R25	1432586	9	GL	31		12	2001	000,3	6	1
	Underwriting year ended		Prior Underwriting years	DI MIM	<u>}</u>	WM.	1 XX	-	*	MM	>	 ₩	<u> </u>	MM M	<u>≥</u>	MM YY	_ WW .		M	<u>}</u>	MM	⋩	Total all previous
		ŧ	29	29 12	2 92	2 12	93	12	94	12	95	12	96	-2	76	15	98 12	8	5	8	5	5	
Reported	Gross amount	7.	<u>س</u>	-					-						+	-	╁	-	 	\dashv	+	5	88 68
outstanding	Reinsurers' share	12											+		-				-				•
Claims incurred	Gross amount	13				-									_				_				
but nor reported	Reinsurers' share	14		-				<u> </u>					_		+-				-		_		
Claims management costs	ement costs	15	4										 		+		-				-		4
Adjustment	Gross amount	16													-		_		-				•
for	Reinsurers' share	17				-											-		-				
Business	Claims management costs	\$													+-				-				
Allocation to/(from) another accounting class of anticipa	Allocation to/(from) another accounting class of anticipated surplus	19													+		-		-				
Balance of the fund	fund	20													-				-				
Claims outstant (11-12+13-14+1	Claims outstanding (11-12+13-14+15-16+17-18+19+20)	72	7			-							-		-			į	-				7
Provision for un	Provision for uneamed premiums	22					!				 		-		-		-		-				
Provision for unexpired risks	expired risks	23											-		-		-	i					
Deferred acquisition costs	sition costs	24													-		_		_				
Other technical specified by way	Other technical provisions (particulars to be specified by way of supplementary note)	25									 		-		-		-	i i					
Total (21+22+23-24+25)	3-24+25)	23	7							-													7

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED Name of Company:

Global business

31 December 2001 Financial year ended:

Accounting class:

Aviation

													Company	rot not	GL/UK/CM	<u>.</u>		Period	Period ended	İ	=	Loite	Accounting
													number	<u>بر</u>			day		month ye	year			class
												R25	1432586	98	G.		31	12	<u>.</u>	2001	£	€,000	က
	Underwriting year ended		Prior Underwriting years		MM	MM	>	MM	⋟	MM	*	MM	<u>-</u>	MM	<u>~</u>	MM	_	MM Y	<u>₩</u>	MM YY	, ww	<u>}</u>	Total all previous columns
			59	29 1	12 92	2 12	93	12	94	12	95	12	96	12	26	12	98	12 9	99	12 00	00 12	2 01	66
Reported	Gross amount	7	191					_								1	-		-			-	⊣ကဲ
outstanding	Reinsurers' share	12	<u>‡</u>	-		-							 -		-		-		-		+		144
Claims incurred	Gross amount	73						-											-		-		
but nor reported	Reinsurers' share	14		_				_					-		-		-		-		-		
Claims management costs	jement costs	15	146	-																			146
Adiretmont	Gross amount	16				-									+		1		-		-		-
for	Reinsurers' share	17				-		-				[-		-		-		<u> </u>		
Diminoses.	Claims management costs	48	 	-									\vdash		+		-		+		+		
Allocation to/(from) another accounting class of anticipa	Allocation to/(from) another accounting class of anticipated surplus	19													-						-		
Balance of the fund	fund	70	ļ			_		 					-		-						-		
Claims outstanding (11-12+13-14+15-1	Claims outstanding (11-12+13-14+15-16+17-18+19+20)	21	193					_					-		-		-		-		 		193
Provision for ur	Provision for unearned premiums	22		-				<u> </u>							-		-		-		-		
Provision for unexpired risks	nexpired risks	23						_					-		-		-		-		-		
Deferred acquisition costs	isition costs	24													-						_		
Other technica specified by wa	Other technical provisions (particulars to be specified by way of supplementary note)	25					! 				 		-		-				-		-		-
Total (21+22+23-24+25)	23-24+25)	53	193	ĺ											-		-		-				193

Name of Company: AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

Financial year ended: 31 December 2001

Accounting class: Non Proportional Treaty

			· · · ·									ပိ နို	Company	8	MO/Allir to		Pe	Period ended	ğ		- Holde	4	Acceptant
												2 =	number				Day	month	year				class
											R25		1432586	9	GL GL	31		12	2001	10	000,₹		6
	Underwriting year ended		Prior Underwriting years	MM	>	MM	<u> </u>	MM	\ \	MM		MM	MM	፟	M	>	MM	፟	MM	⊱	MM	<u> </u>	Total all previous columns
	4		29 29	12	95	12	93	12	94	12	95 1	12 96	5 12	97	12	86	12	66	12	00	12	01	66 66
Reported	Gross amount	7	1,107					-				-									_	<u></u>	1,107
outstanding	Reinsurers' share	12	172		-								<u> </u>										172
Claims	Gross amount	13	150		 																		150
but nor reported	Reinsurers' share	14															_					-	
Claims management costs	ement costs	15	420										-		<u> </u>						:		420
Adiretmont	Gross amount	16									-	-	<u> </u>										
for	Reinsurers' share	17			-																		
filliungasin .	Claims management costs	48							-														
Allocation to/(from) another accounting class of anticipa	Allocation to/(from) another accounting class of anticipated surplus	19																					
Balance of the fund	fund	20						!															
Claims outstant (11-12+13-14+1	Claims outstanding (11-12+13-14+15-16+17-18+19+20)	21	1,505																				1,505
Provision for un	Provision for uneamed premiums	22			<u> </u>																		
Provision for unexpired risks	nexpired risks	23										!			ļ								
Deferred acquisition costs	sition costs	24														1							
Other technical specified by wa	Other technical provisions (particulars to be specified by way of supplementary note)	22																					
Total (21+22+23-24+25)	(3-24+25)	29	1,505				-																1,505

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED Name of Company:

Global business

31 December 2001 Financial year ended:

Accounting class:

Property

													ပေး	Company		אטאות וט			Period ended	nded		Inite		Accounting
													-	number				day	month	nth year	_			class
												ĸ	R25 1	1432586		G.	₩ 	 	12	2	2001	€.000	_	9
	Underwriting year ended		Prior d Underwriting years		MM Y	├	MM	<u>-</u> ≿				<u>≥</u> }	MM ×	A.Y.	* `	- WIM	<u>}</u>	MM	<u></u>	MM	<u></u>	MM	*	Total all previous columns
		<i>€</i> 2 3	29	.	12	92	12	93	12	94	12	95	12 9	96 12	_	97 12	- 38 - 38	12	66	12	8	12	9	66 66
Reported	Gross amount	=	23									 	 									ļ !		23
outstanding	Reinsurers' share	12	28	 		-]	[-										20
Claims	Gross amount	13	_			_		-		_		-		-		-								
but nor reported	Reinsurers' share	4	-					_																
Claims management costs	ment costs	15	2													_								5
A climates the	Gross amount	16																						
for	Reinsurers' share	17		_				 	 															
Buildings	Claims management costs	18				_						_				_						•		
Allocation to/(from) another accounting class of anticipa	Allocation to/(from) another accounting class of anticipated surplus	19														_								
Balance of the fund	nnd	20				<u> </u>		•				<u></u>									-			
Claims outstand (11-12+13-14+1	Claims outstanding (11-12+13-14+15-16+17-18+19+20)	21	8														!							8
Provision for une	Provision for unearned premiums	22	<u> </u>	<u> </u>						<u> </u>					,		_							
Provision for unexpired risks	expired risks	23	 							<u> </u>	i				į						-			
Deferred acquisition costs	ition costs	24		 .						 														
Other technical specified by way	Other technical provisions (particulars to be specified by way of supplementary note)	25					į	_														i 	·	
Total (21+22+23-24+25)	3-24+25)	29	8						 															8

Non Proportional Treaty

Accounting class:

Sterling

Currency:

General business (underwriting year accounting) : Analysis of premiums, claims and expenses by category for treaty reinsurance

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED Name of Company:

Global business

31 December 2001 Financial year ended:

Category:

Miscellaneous and Pecuniary Loss

Accounting Class Business Category Monetary Units Period ended Company registration number

month year

day

GL/UK/CM

Currency

		:			ļ	ĺ			_	R28	1432	1432586	G.		3.	12	2001		000.3		Ŧ		6		₹
	Underwriting	Underwriting year ended	Š	Prior underwriting years		MM		MM	<u>~</u> ≿	MM YY	-	MM YY	MM	<u> </u>	MM		MM	<u></u>	MM	≯	MM	X	MM	>	Total all previous columns
				59	59	12	92	12	93	12 9	94 1	12 95	5 12	96 7	12	16	12	86	12	66.	12	00	12	9	66 66
	Gross amount		7	2		ļ	- <u></u> -		 				L												2
Premiums written	Reinsurers' share		12	2				ļ				•	-		-				_					-	2
i	Net (11 - 12)		19		-) 							-												
	Gross amount		23	95							-		_						_						95
Claims	Reinsurers' share		77	54					<u> </u>	<u> </u> 				 - -	<u> </u>				-						54
	Net (21-22)		29	41							<u> </u>										_			_	41
Claims mar	Claims management costs		39							 	-				-										
	Commissions		41] -		 	-		 		_		-		_						
ţ Z	Other acquisition expenses	expenses	42												-			 						_	
operating	Administrative expenses	penses	43	(392)	2)		-		-							Ì							410		18
200	Reinsurers' commissions and profit participations	nissions and	4								 				_		_				 			-	
	Payable net (41 +42 + 43- 44)	42 + 43- 44)	49	(392)	5)														_				410		18
		Undiscounted	51	1,443	23										<u> </u>		-								1,443
		Adjustment for discounting	52											E			_								
Technical provisions	1	Undiscounted	53	1,505	35														-						1,505
	forward Adjust	Adjustment for discounting	2														<u> </u>	! !		į					
	Increase (decrease) in the financial year (53-54-51-52)	se) in the 54-51+52)	29	62																					62
Balance on (19-29-39-4	Balance on each financial year (19-29-39-49-59)		69	289	œ										_								(410)	6	(121)

(Continuation sheet)

General business (underwriting year accounting) : Analysis of premiums, claims and expenses by category for treaty reinsurance

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Non- proportional Treaty Accounting class:

Sterling

Currency:

Global business

Name of Company:

Financial year ended:

31 December 2001

Miscellaneous and Pecuniary Loss Category:

								_	registration		G / JK/CM		refloa endea	Finded	#	Monetary		DUSITIONS		Accounting		Cherrancy
									number			day		month year	1	Units		Category		Class		constant of
								R28	1432586	یو	GL	31	12	2001	71	6,000		ェ		ဝ		₹
	Underwriting year ended	pe MM	≯	MM	}	MM	<u> </u>	WW YY	MM ×	<u>}</u>	MM	≯	Σ	<u>-</u> ≽	WW YY	WW	<u></u>	₩ W	≿	MM	 }	MM YY
						12	. 82	12 83	3 12	84	12	85	7	98	12 87	7 12	88	12	89	12	06	12 91
Gross amount		#				,	-	-		-												
Premiums Reinsure written	Reinsurers' share	12								-	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	-		-		-						
Net (11 - 12)		19			-	-					ت	3	i								·	
Gross amount		24				2		(17)		48												
Claims Reinsure	Reinsurers' share	22				32	-	ın		80		9				_						
Net (21-22)		29			<u> </u>	29		(22)		40		9										
Claims management costs		89																				
Commissions		41					-															
Other ac	Other acquisition expenses 4	42					-		<u> </u>		ļ <u>-</u>			-				ļ			-	
rating		43				(392)			<u> </u>									ļ			ļ	
	Reinsurers' commissions and profit participations	44						!														
Payable	Payable net (41 +42 + 43- 44)	49				(392)	_															
Brought	Undiscounted	51				596		408	_	215	2,	221	3									
forward	Adjustment for discounting	52				1																
Technical provisions Carried	70	53				703		431	 	193	1,2	175	3									
forward		22					-		-					-								
Increase		59				107		23	_	(22)	4	46	•									
Balance on each financial year		69				257		Ξ		(18)	14	7										

Non Proportional Treaty

Accounting class:

Sterling

Currency:

General business (underwriting year accounting): Analysis of technical provisions by category for treaty reinsurance

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Name of Company: Global business

31 December 2001 Financial year ended: Category:

Miscellaneous and Pecuniary Loss

Previous 66 66 Columns 1,505 1,505 Total all 1,107 172 420 150 Currency ₹ 2 ζ Accounting Class ≨ 7 O 8 ≿ Σ Business Category 7 I 9 ≿ 4 Σ Monetary Units €,000 86 ≿ 72 Ž 2001 month year Period ended 97 ≿ 7 Z Z 72 day 31 96 ≿ GL/UK/CM 2 <u>∑</u> G 95 ≿ Company registration 1432586 number 7 94 ≿ **R**29 12 Ž 93 ≿ 72 Σ 85 ≿ ž 42 underwriting 53 1,505 1,107 50 420 172 53 53 4 5 8 21 22 23 24 22 Ξ 2 73 16 4 9 ន Underwriting year ended to be specified by way of supplementary Claims management Allocation to/(from) another category of accounting class of anticipated surplus Other technical provisions (particulars Reinsurers' share Reinsurers' share Reinsurers' share Claims outstanding (11-12+13-14+15-16+17-18+19+20) **Gross amount Gross amount Gross amount** Provision for unearmed premiums Provision for unexpired risks Claims management costs Deferred acquisition costs Total (21+22+23-24+25) Balance of the fund Reported claims Claims incurred but not reported Adjustment for discounting outstanding

Non Proportional Treaty

Accounting class:

Sterling

Currency:

General business (underwriting year accounting) : Analysis of technical provisions by category for treaty reinsurance

Name of Company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

31 December 2001 Financial year ended:

Category:

Miscellaneous and Pecuniary Loss

				•					Company	MO/XII/ EU	M	ď	Period ended	פּ	Ø	Monetary	Bus	Business	Acc	Accounting	ā	Currency
									number			day	month	year	۔	Inits	Cat	egory		Class		`
						i	<u> </u>	R29	1432586	GL GL		31	12	2001	£	£'000		н		6		AA
	Underwriting year ended	nded	MM	MM		MM YY	/ WM	<u></u>	WM YY	Y MM	<u></u>	MM	*	MM	★	MM	<u>-</u> *	MM	<u>~</u> 	MM YY	/ MM	\ \ \ \
						12 82	2 12	83	12 8	84 12	85	12	86	12	28	12	88	12 8	. 68	12 90	12	91
Reported	Gross amount	11				479		281	145		200		2									
outstanding	Reinsurers' share	12				56		50	12		25											
Claims incurred	Gross amount	13				100		20														
but not reported	Reinsurers' share	14													-							
Claims management costs	ement costs	15				150		150	09		59	 	_									
Adinama	Gross amount	16)	<u> </u>					· ·								<u> </u>				
for	Reinsurers' share	17			-															:		
filling and a second	Claims management costs	18																				
Allocation to/(fi accounting class	Allocation to/(from) another category of accounting class of anticipated surplus	19																				
Balance of the fund	fund	20										:										
Claims outstar (11-12+13-14+	Claims outstanding (11-12+13-14+15-16+17-18+19+20)	21				703		431	193		175		က									
Provision for u	Provision for uneamed premiums	22																				•
Provision for unexpired risks	nexpired risks	23							:													
Deferred acquisition costs	isition costs	24																				
Other technica to be specified note	Other technical provisions (particulars to be specified by way of supplementary note	25		 :					_			!										
Total (21+22+23-24+25)	23-24+25)	29				703		431	193		175		က									

Name of Company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Accident and Health Accounting class:

Sterling

Currency:

Global business

Financial year ended:

31 December 2001

Risk group:

Accident

							Com			Period enc				4
							regis		day	month	year		Country	class
							R31 143;	2586 GL	31	12	2001	6,000	₩	-
t year		Number	of claims	Gross cla	ums paid	Gross claims carried	s outstanding forward	Gross claim brough	is outstandir					citor a constant
Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred I	<u>r</u>	adalice tot ear accident ear 4+5+6-7-8)		<u> </u>	, , , , , , , , , , , , , , , , , , ,
		-	8	ю	4	ıo	ω	_	₩		Ø	10		#
2001	41				·					*				
2000	12													
1999	13													
1998	14													
1997	15													
1996	16													
1995	17													
1994	18								 					
1993	19		<u> </u>										<u> </u>	
1992	20													
dent	21		2		3	2	ŧ0	1	r.		4			
to 22)	29		2		8	2	ro.	-	S.		4			
xpressed	30				3	2	2	1	20		4			
	Accident year ended Month Year 12 2001 12 1999 12 1998 12 1995 12 1995 12 1995 12 1995 12 1995 12 1995 12 1995 12 1995 12 1995 12 1995 12 1995 12 1995 12 1995 12 1995 12 1995 12 1995 12 1995 13 1995 14 1995 15 1995 16 1996 17 1996 18 1996 18 1996 18 1996 18 1996 18 1998 18 1998 18 1998	year Year 2001 11 2001 12 1999 13 1998 14 1997 15 1996 16 1995 17 1995 17 1992 20 lent 21 0 22) 29 pressed 30	year Closed some o during the control of the contro	year Closed at some cost during this or previous financial years financial years financial years financial years 1999 13 1996 16 1995 17 1994 18 1995 20 1992 20 1992 20 1993 30 1995 17 1994 18 1993 19 1995 20 1995 17 1994 18 1995 20 1995	year Number of claims Gross claims Closed at adminishment of claims and during this or during this or during this or previous financial years Closed at some cost claims and financial years of the previous financial years 3 2000 12 1 2 3 1999 13 1 2 3 1996 16 1 1 1 1995 17 1 5 1 1992 20 5 5 1 pressed 30 30 5 2	year Number of claims Gross claims Closed at adminishment of claims and during this or during this or during this or previous financial years Closed at some cost claims and financial years of the previous financial years 3 2000 12 1 2 3 1999 13 1 2 3 1996 16 1 1 1 1995 17 1 5 1 1992 20 5 5 1 pressed 30 30 5 2	Year Number of claims Gross claims paid Regressed Year Closed at some cost claims during this or previous financial years from the cost claims outstanding the course claims during this or previous financial years from the course claims outstanding the course from the course claims outstanding the claims outstanding from the course claims outstanding from the claims outstanding the claims outstanding from the course claims and the claims outstanding from the claims outstanding the claims outstanding from the claims of claims paid and the claims outstanding from the claims of claims paid and the claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims outstanding from the claims of claims outstanding from the claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims of claims outstanding from the claims of claims outstanding from the claims of claims outstanding from the claims of claims of claims outstanding from the claims of claims of claims outstanding from the claims of claims outstanding from the claims of claims of claims outstandi	Year Number of claims Gross claims outstanding carried forward by carried forward Gross claims outstanding carried forward by carried forward In this carried forward carried forward by carried forward In this carried forward carried forward In this carried forward Reported carried forward Incurred by carried fo	Posar Number of claims Cross claims paid Cross claims outstanding previous In this previous In t	Number of claims Close claims Close claims Close claims Close claims Close claims Close claims Close claims Close claims Close claims Close claims Close claims Close claims Close claims Close claims Close claims Close claims Close claims Close claims Close claims Cla	Particular Par	Post Pario a registration Pario a regis	Year Number of claims Gross claims of claims Gross claims of claims Gross claims of claims In this claim of claims Reported of claims Reported of claims Gross claim claim of claims Gross claim claim of claims Gross claim claim of claims In this claim claim of claims Reported of claims Inchigation of claims Inchigation of claims Reported of claims Inchigation of claims <t< td=""><td>Year Number of Calms Gross claims calms and carried in previous and carried in years A month of calms and calms and carried in previous and carried in years R31 143236 GLUNCIM GLUNCIM and calms and cal</td></t<>	Year Number of Calms Gross claims calms and carried in previous and carried in years A month of calms and calms and carried in previous and carried in years R31 143236 GLUNCIM GLUNCIM and calms and cal

Name of Company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Global business

31 December 2001 Financial year ended:

Risk group:

Property Other

Accounting class Country Monetary Units year Period ended month GL/UK/CM day Company registration number

Sterling

Currency:

Property

Accounting class:

								R31 14	1432586 GL	31 1	12 2001	£'000	9
Accident ended	nt year		Number	Number of claims	Gross claims paid	ims paid	Gross claims	Gross claims outstanding carried forward	Gross clain brough	Gross claims outstanding brought forward	Balance for	Gross earned	Claims ratio
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred but not reported	each accident year (4+5+6-7-8)	nt premiums	%
			₹	8	ю	4	ហ	ø		€	o	t	#
12	2001	11											
12	2000	12											
12	1999	13											
12	1998	14											
12	1997	15											
12	1996	16											
12	1995	17											
12	1994	18											
12	1993	19											
12	1992	20											
Prior accident years	cident	21		ĸ			23	ın	23	ທ			
Total (11 to 22)	1 to 22)	29		5			23	5	23	ro.			
Line 29 ex in sterling	Line 29 expressed in sterling	30					23	5	23	2			

Name of Company:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Third Party Liability

Accounting class:

Sterling

Currency:

Global business

Financial year ended:

31 December 2001

Risk group:

General Third Party

RISK group:	<u>:</u>		General	General Inird Party				3		70000	Per	Period ended	Σ	Monetary		Accounting
								1681 Tu	registration or number		day	month 3	year		Country	class
			,					R31 14	1432586	GL	31	12 2	2001	5,000	AA.	7
Accident year ended	ear		Number	Number of claims	Gross cla	Gross claims paid	Gross claims carried	Gross claims outstanding carried forward	Gross	Gross claims outstanding brought forward	standing <i>rard</i>	Balar	Balance for each accident	Gross earned premiums	<u>-</u>	Claims ratio %
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	<u> </u>	Incurred but not reported		year (4+5+6-7-8)	-		
_	<u> </u>		₹-	~	ო	4	ທ	ဖ		_	∞ .		o	10		7
12	2001	77														
12	2000	12														
12	1999	13							_							
12	1998	14														
12	1997	15														
12	1996	16												,		
12	1995	17														
12	1994	18														
12	1993	19														
12	1992	20														
Prior accident years	ent	21		19		(14)	33	15	34		15		(15)			
Total (11 to 22)	522)	29		19		(14)	33	15	34		15		(15)			
Line 29 expressed in sterling	pressed	30				(14)	33	15	34		15		(15)			

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED Name of Company:

Third party Liability Accounting class:

Sterling

Currency:

Global business

31 December 2001 Financial year ended:

General Third Party Risk group:

Accounting class Claims ratio ÷ Country ¥ Gross earned premiums 9 Monetary Units £,000 each accident 2001 (4+5+6-7-8) Balance for month year 2 6 Period ended 12 Incurred but not reported Gross claims outstanding day 13 સ œ brought forward GLUKICM 5 Reported 27 ~ Company registration number 1432586 Incurred but not reported Gross claims outstanding 5 g R31 carried forward Reported 27 S In this financial year 4 4 Gross claims paid In previous financial years Reported claims outstanding 5 Number of claims during this or previous financial years Closed at some cost 1990 1989 1991 1988 1986 1987 Accident year ended Year

Month

12 12 Ξ

ø

ø

2

1985

7

7

7

7

42

1984 1983

42 72 7

1982

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Currency:

Name of Company:

Global business

31 December 2001 Financial year ended:

Black Cabs

Risk Group:	conb:		Black Cabs	abs						į	į					
									'	regist	registration GL/UK/CM number	day	Period ended month year		Monthly Unites	Country
										R32 1432	1432586 GL	31	12	2001	3.000	*
Accident year ended	ıt year		Number	Number of claims	Gross claims paid	ims paid	Gross claims outstanding carried forward	outstanding orward	Gross claims outstanding brought forward	outstanding forward						
Month	Year		Closed at some cost during this or previous years	Reported claims outstanding	in previous financial years	in this financial year	Reported	incurred but not reported	Reported	Incurred but not reported	Balance on each accident year (4+5+6-7-8)	Gross earned premiums	Claims ratio %	vehicle years (000's)		Claims frequency %
			-	2	m	4	ស	9	7	ထ	თ	10	Ξ.	12		£
12	2001	11														
12	2000	12														
12	1999	13														
12	1998	14														
12	1997	15														
12	1996	16														
12	1995	17											•			-
12	1994	18														
12	1993	19														
.12	1992	20														
Prior accident years	cident	21														
Total (11 to 21)	1 to 21)	22														
Line 29 ey in sterling	Line 29 expressed in sterling	29														

Name of Company:

Global business

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

Accounting class: Accident and Health

Sterling

Currency:

31 December 2001 Financial year ended:

Accident Risk group:

Monetary Country Accounting Units class GL/UK/CM day month year Company registration number

							R34	1432586	GL	31	12	2001	6,000	AA	-
Underwriting year ended	ing sd		Gross claims paid	aims paid	Gross claims our	Gross claims outstanding carried forward	Gross	claims outsta forwarc	Gross claims outstanding brought forward	Balan	Balance on each		Gross earned	Cla	Claims ratio
	;		In previous financial years	In this financial year	Reported	Incurred but not reported	Reported		Incurred but not reported		underwriting year (2 + 3 + 4 - 5 - 6)		premiums		%
Month	Year		-	2	ဗ	4	ĸ		9		7	· · ·	89		6
12	2001	11													
12	2000	12													
12	1999	13													
12	1998	14													
12	1997	15													
12	1996	16													
12	1995	17						_							
12	1994	18													
12	1993	19						·							
12	1992	20													
Prior accident years	ent	21			3		7				(1)				
Total (11 to 21)	5.21)	29			3		7				(1)				
Line 29 expressed in sterling	pressed	30			3		4				£				

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED Name of Company:

Global business

Sterling Currency:

Accounting class: Aviation

31 December 2001 Financial year ended:

Risk group:

Aviation

					•		Company registration number	GL/UK/CM	Peris day mo	Period ended month year	Monetary Units	Country	Accounting
						R34	1432586	GL	31	12 2001	000.3	*	က
Underwriting year ended	6	Gross ck	Gross claims paid	Gross claims outstanding forward	s outstanding carried forward	Gross	claims outstan forward	Gross claims outstanding brought forward	Balance	Balance on each	Gross earned		Claims ratio
		In previous financial years	In this financial year	Reported	Incurred but not reported	Reported		Incurred but not reported	(2 + 3 +	Underwriting year (2 + 3 + 4 - 5 - 6)	premiums		%
Month	Year	-	8	က	4	IO.		ဗ		~	∞		G
12 2	2001 11	4											
12 2	2000 12	2											
12 1	1999 13	8											
12 1	1998 14	4			į								
12 1	1997 15	in .											
12 1	1996 1	16											
12 1	1995 17												
12 1	1994 18	CO											
12 1	1993 19	6										_	
12 1	1992 20	0											
Prior accident years	t 21	-	(13)	191		198	ω			(20)			
Total (11 to 21)	(1)	6	(13)	191		198	<u>∞</u>		-	(20)			
Line 29 expressed in sterling	ssed 30	0	(13)	191		198	80			(20)			

Accounting class: Property

Sterling

Currency:

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED Name of Company:

Global business

31 December 2001 Financial year ended:

7250

Property Other

Risk group:	<u>:</u>		Property Other	<u>.</u>			Company registration	n GLUK/CM	d Asp	Period ended		Monetary Units	Country	Accounting class
							R34 1432586	e GL	31	12	2001	000.3	AA	9
Underwriting year ended	ting		Gross daims paid	tims paid	Gross claims ou forw	Gross claims outstanding carried forward	Gross claims outstanding brought forward	standing brought ard	Bala	Balance on each		Gross earned	် 	Claims ratio
Month			In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred but not reported		underwriting year (2 + 3 + 4 - 5 - 6)	·	premiums		ø,
	g D		-	8	ო	4	ស	9		7		∞		თ
12	2001	Ξ												
12	2000	12												
12	1999	13												
12	1998	14											ļ	
12	1997	5											:	
12	1996	16												
12	1995	17												
12	1994	18												
12	1993	19									_			
12	1992	2												
Prior accident years	dent	21			23	ĺ	2			21				4 °
Total (11 to 21)	to 21)	29			23		2		-	21				
Line 29 expressed in sterling	xpressed	30			23		2			21				

AA MUTUAL INTERNATIONAL INSURANCE CO LIMITED

GLOBAL BUSINESS

Financial year ended 31 December 2001

MAJOR REINSURERS REPORT

Anticipated Recovery	0.00	0.00	144,429.00
Deposit £	0.00	146,234.53	
Amount of Debt at year end	0.00	0.00	00.0
Premium Ceded in Financial Year	0.00	-84.67	0.00
Connected	o Z	S Z	°Z
	1. Polygon Insurance Co. Ltd Le Riche House 50 High Street St Peter Port GUERNSEY	2. Dai Tokyo Fire & Marine Insurance Company 1-5 Nihonbashi 3-Chome Chou-ku, Tokyo 103 JAPAN	Lloyd's Lime Street London EC3 England
	In respect of proportional insurance ceded		In respect of non- Proportional insurance ceded

AA MUTUAL INTERNATIONAL INSURANCE CO LIMITED

GLOBAL BUSINESS

Financial year ended 31 December 2001

MAJOR FACULTATIVE REINSURER REPORT

Anticipated Recovery £	50,944.38
Deposit £	
Amount of Debt at year end	41,755.20
Premium Ceded in Financial Year	0.00
Connected Company	2
	Home & Overseas The Grange Bishops Cleeve Cheltenham Gloscestershire GL52 4XX

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

GLOBAL BUSINESS

Financial year ended 31 December 2001

MAJOR CEDANT REPORT

Name & Address of Cedant	Connected Company	Amount £
Lloyd's Lime Street London EC3M 7HA	No	1,000.49

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

GLOBAL BUSINESS

Financial year ended 31 December 2001

Additional information on derivative contracts

The investments guidelines operated by the company prohibit the use of derivative contracts, and accordingly the company has not entered into any such contracts during the year ended 31 December 2001.

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

GLOBAL BUSINESS

Financial year ended 31 December 2001

Statement of Shareholder Controllers

During the whole of the financial year ended 31 December 2001 100% of the share capital of the company was controlled by AAM Holdings Limited.

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

GLOBAL BUSINESS

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Supplementary note to Form 10

1001 Reconciliation of net assets

700 1 1 1000 7 10 mail on 10 mail of 1000 10	£'000	£'000
Total assets per Form 13.99	4,355	4,800
Total liabilities per line 15.69	(3,832)	(4,285)
	·	·
	523	515
Other movements	•	-
		**
Capital and reserves per shareholders accounts	523	515
	· ———	

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Supplementary notes to Form 13

1304 Debtors arising out of reinsurance operations

The company has made its best endeavours to present debtors arising out of reinsurance operations shown in Form 13.74.1 in compliance with FRS5.

1305 Maximum permitted counterparty limit

The company's assets are held in trust and the trustees' investment policy is to place funds on deposit with credit institutions that have a high quality credit rating. In carrying out this policy no limit is set as how much can be deposited with each institution.

1306 Exposure at year end to large counterparties

The company had the following exposures at 31 December 2001 in excess of 1% of GBA:

AA Mutual Insurance Association Limited ('AAMA')

AAMA was the company's former parent undertaking and major reinsurer. The short-term insurance business of AAMA was placed in liquidation on 24 June 1986 and the company's claims have been settled in full subject to exchange movements.

The liquidators have indicated that they hold residual funds and expect to make a distribution during 2002. Form 13.78.1 includes £21,000 and Form 13.92.1 includes a further £220,000 in respect of this expected distribution. Any such distribution requires the prior approval of the Supreme Court in South Africa, which has not yet been sought by the liquidators.

1307 Technical provisions - Reinsurers' share of claims outstanding

Form 15.12.1 includes gross technical provisions for claims outstanding amounting to £1,557,000 and Form 13.61.1 includes the related reinsurers' share of such provisions amounting to £370,000. As the company has completed its fourteenth year of run off, the directors believe incurred claims to be effectively fully developed. Nevertheless, they acknowledge that unexpected future experience may show adjustments are required to these amounts, particularly in respect of:

- i) assumptions made in estimating claims provisions and in the potential for new sources or types of claim to emerge; and
- ii) assumptions made in estimating the reinsurers' share of claims outstanding and the appropriate provision in respect of them.

Accordingly, technical provisions could be overstated or understated with a corresponding impact on available assets. In the event of adjustments being required to these amounts, they will be reflected in the returns for the period in which they arise.

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Supplementary notes to Form 15

1501 Provision for Adverse Changes

As explained in note 1701, the company has not entered into any derivative contracts. Accordingly no provision for adverse changes is required.

1504 Creditors arising out of insurance operations

The company has made its best endeavours to present creditors arising out of reinsurance operations shown in Form 15.42.1 in compliance with FRS5.

1505 Technical provisions - Gross claims outstanding

Form 15.12.1 includes gross technical provisions for claims outstanding amounting to £1,557,000 and Form 13.61.1 includes the related reinsurers' share of such provisions amounting to £370,000. As the company has completed its fourteenth year of run off, the directors believe incurred claims to be effectively fully developed. Nevertheless, they acknowledge that unexpected future experience may show adjustments are required to these amounts, particularly in respect of:

- i) assumptions made in estimating claims provisions and in the potential for new sources or types of claim to emerge; and
- ii) assumptions made in estimating the reinsurers' share of claims outstanding and the appropriate provision in respect of them.

Accordingly, technical provisions could be overstated or understated with a corresponding impact on available assets. In the event of adjustments being required to these amounts, they will be reflected in the returns for the period in which they arise.

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

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Supplementary notes to Form 16

1601 Basis of foreign currency conversion

The general business technical accounts are maintained in three currencies, Sterling, US Dollars and Canadian Dollars.

The opening balances on the United States Dollar and Canadian Dollar general business technical accounts are translated into Sterling at the rates ruling at 31st December 2001. The resulting revaluation adjustment is shown in the general business technical account, as part of the change in the provision for claims figure for the year. Revenue transactions are translated at the rates ruling at the date of settlement. Unsettled revenue transactions and the related asset and liability balances at 31st December 2001 in currencies other than Sterling, are translated at the appropriate year end rates.

1603 Other income and charges

Amounts shown in Form 16.21.1 relate to foreign exchange movements.

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Supplementary note to Form 17

1701 Derivative Contracts

The company has not entered into any derivative transactions during the year under review. As permitted by Interim Prudential Guidance Note 9.1 "Preparation of Returns" no Form 17 has been included in this return, because the company has no transactions which qualify to be reported for the year ended 31st December 2001 or for the previous year.

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

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Supplementary notes to Form 20

2002 Analysis between UK and Overseas business

For all accounting classes there are no gross premiums written.

2003 Date of last new contract

On 4 December 1987, at the request of the company, the Department of Trade and Industry withdrew the authorisation of the company to effect contracts of insurance. Accordingly no new contracts of insurance have been effected since that date.

2007 Concessions

On 9 October 1980, the company was given a concession by the Department of Trade and Industry to account for certain classes of business on a three-year basis.

Under the new regulations, this business is now accounted for on an underwriting year basis. Accordingly, the Company considers the classes of business as being managed together.

2008 Material connected-party transactions

There were no material connected-party transactions in the financial year to be reported under rule 9.39.

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

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Supplementary notes to Form 22

2202 Provision for future claims handling costs

A provision of £700,000 (2000: £700,000) has been made for future claims handling costs, net of anticipated investment income. This provision has been allocated between accident years and underwriting years by reference to the value of outstanding claims. The provision has been included in this return as follows:

	<u>F</u>	orm 22			Fo	m 25		Total per
	1	6	7	1	3	6	. 9	return
	£'000	£,000	£'000	£'000	£'000	£'000	£'000	£'000
Provision for future claims					-			
handling costs	39	26	60	4	146	5	420	700

2209 Reconciliation of administration and other costs in the return to those in the financial statements

The following expenses and other costs included in the financial statements as

Administrative expenses	514
Items arising from the run off of the WF Portfolio of business	1
Increase in amount anticipated from AAMA	(100)
Decrease in provision for doubtful debts	(5)
•	410

have been included in the return as administrative expense on Form 24.43.01 (accounting class 9).

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

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Financial year ended 31 December 2001

Supplementary note to Form 23

2303 Analysis of net claims

As reinsurance recoveries are in excess of the claims outstanding for accounting classes 6 and 7, claims paid (net) during this financial year are shown as negative.

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

GLOBAL BUSINESS

Financial year ended 31 December 2001

Supplementary notes to Form 24

2401 Amounts brought forward

Amounts brought forward differ from the amounts carried forward due to exchange movements.

2402 Reporting Basis/Basis of Profit Recognition

Certain classes of business are accounted for on an underwriting year basis because the nature of the business accepted was such that underwriting results could not be established with sufficient accuracy under the annual basis. These classes of business are: accident, aviation, property and excess loss/general treaty.

Under the non annual underwriting basis of accounting, premiums, claims and expenses were carried forward as a provision and profit recognition was deferred until the end of the third year from the start of any underwriting year. Any anticipated underwriting losses were recognised as soon as they were foreseen.

2404 Claims Management Costs

The directors are preparing an updated run-off plan for the company and have made provision for future claims handling costs, net of anticipated investment income. Refer to note 2202 for further details.

2408 Reinsurance creditors

Reinsurance creditors identified as time-barred amounting to £392,000 have been credited to the technical account as follows:

		Form 24	<u> </u>		Total per
Class	1	3	6	9	return
	£'000	£'000	£'000	£'000	£'000
Form:				•	
Form 24.43.29	-	-	-	392	392

Time bar analysis on remaining liabilities will continue on an ongoing basis.

2409 Reconciliation of administration and other costs in the return to those in the financial statements. The following expenses and other costs included in the financial statements as

Administrative expenses	514
Items arising from the run off of the WF Portfolio of business	1
Increase in amount anticipated from AAMA	(100)
Decrease in provision for doubtful debts	(5)
	410

have been included in the return as administrative expense on Form 24.43.01 (accounting class 9).

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

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Supplementary notes to Form 25

2504 Surplus for offset

On 9 October 1980, the company was given a concession by the Department of Trade and Industry to account for certain classes of business on a three year basis.

Under the new regulations, this business is now accounted for on an underwriting year basis. Accordingly, the company considers the classes of business as being managed together.

2508 Provision for future claims handling costs

As explained in note 2404, a provision of £700,000 has been made for future claims handling costs, net of anticipated investment income. This provision has been allocated between underwriting years and accident years by reference to the value of outstanding claims. The provision has been included in this return as follows:

•		Forn	n 25			Form 22		Total per
Class	1	3	6	9	1	6.	7	return
	£,000	£'000	£'000	£'000	£'000 .	£'000	£'000	£,000
Provision for future claims								
handling costs	4	146	5	420	39	26	60 .,	700
						·		

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

GLOBAL BUSINESS

Financial year ended 31 December 2001

Supplementary note to Form 28

2801 Amounts Brought Forward

Amounts brought forward differ from the amounts carried forward due to exchange movements.

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

GLOBAL BUSINESS

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Supplementary note to Form 29

2901 Surplus for offset

On 9 October 1980, the company was given a concession by the Department of Trade and Industry to account for certain classes of business on a three year basis.

Under the new regulations this business is now accounted for on an underwriting year basis. Accordingly, the Company considers the classes of business as being managed together.

AA MUTUAL INTERNATIONAL INSURANCE COMPANY LIMITED

GLOBAL BUSINESS

Financial year ended 31 December 2001

Supplementary note to the Directors' Certificate

In respect of the company's business which is not excluded by rule 7.6, the assets held throughout the financial year enabled the company to comply, except in relation to the Sterling currency, with rules 7.1 to 7.5 (matching and localisation).