AC 001493

ATREUS INSURANCE COMPANY LIMITED
formerly Odyssey Insurance Company Limited

RETURN UNDER THE ACCOUNTS AND STATEMENTS RULES

FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER, 2001

Returns under the Accounts and Statements Rules

Form 11

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

Name of insurer ATREUS INSURANCE COMPANY LIMITED

Global business/~~UK branch business/EEA branch business~~

Financial year ended 31st DECEMBER 2001

	Company registration number	GL/UK/CM	Period ended day	month	year	Units
R11	F 10368	GL	31	12	2001	£000

				This financial year 1	Previous year 2
Gross premiums receivable			11	–	–
Premium taxes and levies (included in line 11)			12	–	–
Sub-total A (11-12)			13	–	–
Adjusted Sub-total A if financial year is not a 12 month period to produce an annual figure			14	–	–
Division of Sub-total A (or adjusted Sub-total A if appropriate)	Other than health insurance	Up to and including sterling equivalent of 10M EURO x 18/100	15	–	–
		Excess (if any) over 10M EURO x 16/100	16	–	–
	Health insurance	Up to and including sterling equivalent of 10M EURO x 6/100	17	–	–
		Excess (if any) over 10M EURO x 16/300	18	–	–
Sub-total B (15+16+17+18)			19	–	–
Claims paid			21	–	–
Claims outstanding carried forward at the end of the financial year	For insurance business accounted for on an underwriting year basis		22	15	15
	For insurance business accounted for on an accident year basis		23	–	–
Claims outstanding brought forward at the beginning of the financial year	For insurance business accounted for on an underwriting year basis		24	15	7
	For insurance business accounted for on an accident year basis		25	–	–
Sub-total C (21+22+23-(24+25))			29	–	8
Amounts recoverable from reinsurers in respect of claims included in Sub-total C			30	–	6
Sub-total D (29-30)			39	–	2
First result Sub total B x $\frac{\text{Sub-total D}}{\text{Sub-total C}}$ (or, if ½ is a greater fraction, x ½)			41	–	–

Returns under the Accounts and Statements Rules — Form 12

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

Name of insurer ATREUS INSURANCE COMPANY LIMITED

Global business/~~UK branch business/EEA branch business~~

Financial year ended 31st DECEMBER 2001

	Company registration number	GL/UK/CM	Period ended day	month	year	Units
R12	F 10368	GL	31	12	2001	£000

				This financial year 1	Previous year 2	Source Form	Line	Column
Reference period (No. of financial years) Insert "0" if there is no reference period otherwise insert "3" or "7"			11			See instruction 1		
Claims paid in reference period			21	25	38			
Claims outstanding carried forward at the end of the reference period	For insurance business accounted for on an underwriting year basis		22	15	15			
	For insurance business accounted for on an accident year basis		23	-	-			
Claims outstanding brought forward at the beginning of the reference period	For insurance business accounted for on an underwriting year basis		24	13	84			
	For insurance business accounted for on an accident year basis		25	-	-			
Sub-total E (21+22+23-(24+25))			29	27	(31)			
Sub-total F - Conversion of Sub-total E to annual figure (Multiply by 12 and divide by number of months in reference period)			31	9	(10)			
Division of Sub-total F	Other than health insurance	Up to and including sterling equivalent of 7M EURO x 26/100	32	2	(3)			
		Excess (if any) over 7M EURO x 23/100	33	-	-			
	Health insurance	Up to and including sterling equivalent of 7M EURO x 26/300	34	-	-			
		Excess (if any) over 7M EURO x 23/300	35	-	-			
Sub-total G (32 to 35)			39	2	(3)			
Second result Sub-total G x Sub-total D / Sub-total C (or, if ½ is a greater fraction, x ½)			41	1	(1)			
First result			42	-	-	11	41	
Required margin of solvency (the higher of lines 41 and 42)			43	1	-			
Minimum guarantee fund			44	249	232			
[illegible] (the higher of lines 43 and 44)			49	249	232			

R.B. SWIFT
CHIEF EXECUTIVE DIRECTOR

P.J. IRVIN
DIRECTOR

C. CHATFIELD
DIRECTOR

Returns under Acounts and Statements Rules for the year ended 31 December 2001

Atreus Insurance Company Limited
formerly Odyssey Insurance Company Limited

Statement required under Order dated July 1997 made under Section 68 of the Companies Act 1982

SECTION A.		Unfunded Business		Funded Business		Total	
	Class	No	Amount £000s	No	Amount £000s	No	Amount £000s
i. Number of claims notified but not paid and amount of estimated gross liability at the beginning of the financial year:	4 (ships)	-	-	-	-	-	-
	5 (GIT)	-	-	-	-	-	-
	Total	-	-	-	-	-	-
ii. Number of new claims notified during the financial year and amount of estimated gross liability:	4 (ships)						
	5 (GIT)	-	-	-	-	-	-
	Total						
iii. Number and gross amount of claims paid during the financial year:	4 (ships)						
	5 (GIT)	-	-	-	-	-	-
	Total						
iv. Number of claims notified but not paid and amount of estimated gross liability at the end of the financial year:	4 (ships)	-	-	-	-	-	-
	5 (GIT)	-	-	-	-	-	-
	Total	-	-	-	-	-	-
v. Amount of estimated gross liability at the end of the financial year in respect of claims incurred but not reported:	4 (ships)	N/A	-	N/A	15	N/A	15
	5 (GIT)	N/A	-	N/A	-	N/A	-
	Total	N/A	-	N/A	15	N/A	15
vi. Amounts expected to be recovered under reinsurance agreements at the end of the financial year in respect of liabilities included in paragraphs 4 and 5 above:	4 (ships)	N/A	-	N/A	-	N/A	-
	5 (GIT)	N/A	-	N/A	-	N/A	-
	Total	N/A	-	N/A	-	N/A	-

SECTION B. Estimated date by which all insurance liabilities will be discharged: 31.12.2002

R.B. SWIFT
CHIEF EXECUTIVE DIRECTOR

P.J. IRVIN
DIRECTOR

C. CHATFIELD
DIRECTOR

ATREUS INSURANCE COMPANY LIMITED
formerly Odyssey Insurance Company Limited

Directors' certificate required by rule 9.34(a) of the Accounts and Statements Rules for the financial year ended 31 December 2001.

We certify that :-

(i) For the purposes of preparing the return

(a) proper accounting records have been maintained and adequate information has been obtained by the Company; and

(b) an appropriate system of control has been established and maintained by the Company over its transactions and records.

(ii) the amount of the Company's required minimum margin (as shown at line 49 of Form 12 which has been prepared in accordance with the rules) immediately following the end of the financial year was £249,000 (E4,000,000 @ 0.6213)..

(iii) in relation to the general business carried on by the Company, the amount by which in the opinion of those signing the certificate, the total value of the Company's admissible assets exceeded the total amount of the Company's liabilities (including contingent and prospective liabilities) at the end of the financial year was £442,979.

(iv) in determining the amounts shown in the certificate in accordance with paragraphs ii and iii above

(a) the value of each category of asset has been determined in conformity with Rule 9.10 and includes the value of only such assets or such parts thereof as are permitted to be taken into account;

(b) the amounts of each category of liability (including contingent and prospective liabilities) has been determined in conformity with rule 9.10

(v) in respect of the Company's business which is not excluded by rule 7.6, the assets held at the end of the financial year enabled the Company to comply with rules 7.1 to 7.5 (matching and localisation).

P J IRVIN	R B SWIFT	C CHATFIELD
Director	Chief Executive Director	Director

9 April 2002

ATREUS INSURANCE COMPANY LIMITED
formerly Odyssey Insurance Company Limited

In addition to the documents required by rule 9.3 of the Accounts and Statements Rules, the following note is included :-

"Note

The Secretary of State, with the consent of the Company, issued to the Company in July 1997 an Order under Section 68 of the Insurance Companies Act 1982 directing that the Company need not maintain the minimum guarantee fund as required under Regulation 22(2) of the Insurance Companies Regulations 1994; and that the Company's returns under the Act shall comprise a profit and loss account and balance sheet in the form required in Section 255 of the companies Act 1985, Forms 11 and 12 from the Insurance Companies (Accounts and Statements) Regulations 1996, a statement and a certificate, and an auditors' report."

This order represents a written concession which remains in force by virtue of the transitional provisions in the Supervision Manual of the FSA's Handbook.

Report of the auditors to the directors pursuant to rule 9.35 of the Accounts and Statements Rules

Atreus Insurance Company Limited

Financial year ended 31 December 2001

We have examined the following documents prepared by the company pursuant to the Accounts and Statements Rules set out in part 1 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, as modified by the written concession referred to on page 6. These comprise Forms 11 and 12, the statement on page 4 and certificate on pages 5 and 6.

Respective responsibilities of the company and its auditors

The company is responsible for the preparation of an annual return (including the Forms, statement and certificate) under the provisions of the Rules as modified by the written concession referred to on page 6. Under paragraph 5 of the written concession, the Forms, statement and certificate are required to be prepared in the manner specified in the written concession and to state fairly the information provided on the basis required by the written concession.

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

ERNST & YOUNG

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, statement and certificate. The evidence included that previously obtained by us relating to the audit of the financial statements of the company for the financial year on which we reported on 25 March 2002. It also included an assessment of the significant estimates and judgements made by the company in the preparation of the Forms, statement and certificate.

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, statement and certificate are free from material misstatement, whether caused by fraud or other irregularity or error, and comply with paragraph 5 of the written concession.

In the case of the certificate, the work performed involved 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.

Opinion

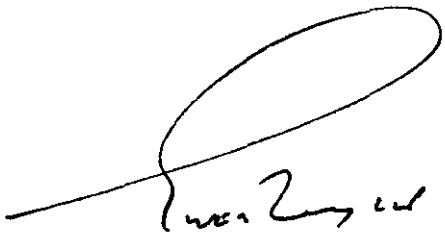
In our opinion:

a) the Forms and statement fairly state the information provided on the basis required by the written concession and have been prepared in accordance with the provisions of the written concession.

b) according to the information and explanations received by us:

   i. the certificate has been properly prepared in accordance with the provisions of the written concession; and

   ii. it was reasonable for the persons giving the certificate to have made the statements therein.



Ernst & Young LLP
Registered Auditors
London
10 April 2002

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