

# **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

## **ANNUAL RETURN TO THE FINANCIAL SERVICES AUTHORITY**

pursuant to

Insurance Companies Act 1982

for the year ended

**31ST DECEMBER 2000**

**SCHEDULES 1,3,4 AND 6**

AC1654

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



60 St. Mary Axe  
London, EC3A 8JQ

Returns under Insurance Companies Legislation

INDEX TO THE RETURN FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER 2000

EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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**Statement of solvency**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business / ~~UK branch business~~ / ~~EEA branch business~~Company  
registration  
numberPeriod ended  
GL/UK/CM day month year Units

Financial year ended 31st DECEMBER 2000

R9	2456671	GL	31	12	2000	£000
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	As at the end of this financial year 1	As at the end of the previous year 2	Source		
			Form	Line	Column

**GENERAL BUSINESS****Available assets**

Other than long term business assets allocated towards general business required minimum margin	11				
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**Required minimum margin**

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

**LONG TERM BUSINESS****Available assets**

Long term business admissible assets	21	11,065,327	10,651,791	10	11
Other than long term business assets allocated towards long term business required minimum margin	22	1,021,341	985,947		
Total mathematical reserves (after distribution of surplus)	23	10,398,619	9,759,049		
Other insurance and non-insurance liabilities	24	399,731	339,135		
Available assets for long term business required minimum margin (21+22-23-24)	25	1,288,318	1,539,554		

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

Future Profits	31	-	-		
Zillmerising	32	-	-		
Hidden reserves	33	-	-		

Total of available assets and implicit items (25+31+32+33)	34	1,288,318	1,539,554		
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**Required minimum margin**

Required minimum margin for long term business	41	397,241	381,236	60	69
Explicit required minimum margin (1/6 x 41, or minimum guarantee fund if greater)	42	66,207	63,539		
Excess (deficiency) of available assets over explicit required minimum margin (25-42)	43	1,222,111	1,476,015		
Excess (deficiency) of available assets and implicit items over the required minimum margin (34-41)	44	891,077	1,158,318		

**CONTINGENT LIABILITIES**

Quantifiable contingent liabilities in respect of other than long term business as shown in a supplementary note to Form 15	51	-	-		
Quantifiable contingent liabilities in respect of long term business as shown in a supplementary note to Form 14	52	-	-		

Returns under Insurance Companies Legislation

**Form 9**

Covering sheet to Form 9

Name of company      **Eagle Star Life Assurance Company Limited**

Global business

Financial year ended      **31st December 2000**

**S J Colsell**  
Director

**V J Jerrard**  
Director

**P C Howe**  
Secretary

25th June 2001

## Statement of net assets

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business / ~~UK branch business~~ / ~~EEA branch business~~Company  
registration  
number

GL/UK/CM

Period ended

day month year Units

Financial year ended 31st DECEMBER 2000

R10	2456671	GL	31	12	2000	£000
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		As at the end of this financial year 1	As at the end of the previous year 2	Source		
				Form	Line	Column
Long Term business - admissible assets	11	11,065,327	10,651,791	13	89	1
Long Term business - liabilities and margins	12	11,065,327	10,651,791	14	59	1

Other than Long Term business - admissible assets	21	1,097,628	1,176,747	13	89	1
Other than Long Term business - liabilities	22	141,287	190,800	15	69	1
Net admissible assets (21-22)	23	956,341	985,947			
Other assets allowed to be taken into account in covering the required minimum margin	Unpaid amounts (including share premium) on partly paid shares	24				
	Supplementary contributions for a mutual carrying on general business	25				
Liabilities allowed to be left out of account in covering the required minimum margin	Subordinated loan capital	26				
	Cumulative preference share capital	27	65,000	-		
Available assets (23 to 27)	29	1,021,341	985,947			

Represented by:

Paid up share capital (other than cumulative preference share capital).	51	982,572	926,927			
Amounts included in lines 24 to 27 above	52	65,000	-			
Amounts representing the balance of net assets	56	(26,231)	59,020			
Total (51 to 56) and equal to line 29 above	59	1,021,341	985,947			

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

Balance brought forward at the beginning of the financial year	61	59,020	132,381	10	56	2
Retained profit/(loss) for the financial year	62	(82,552)	105,428	16	59	1
Movement in asset valuation differences	63	(2,699)	(178,789)			
Decrease/(increase) in the provision for adverse changes	64	-	-			
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	(26,231)	59,020			

## Analysis of admissible assets

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended: 31st December 2000

Category of Assets TOTAL LONG TERM BUSINESS ASSETS

Company registration number	Period ended				Category of assets	Units
	GL/UKCM	day	month	year		
R13	2456671	GL	31	12	2000	£000 10

Investments			As at the end of this financial year 1	As at the end of the previous year 2	
Land and buildings			11	668,730	614,221
Investments in group undertakings and participating interests	UK insurance dependants	Shares	21	-	-
		Debt securities issued by, and loans to, dependants	22	-	-
	Other insurance dependants	Shares	23	-	9,797
		Debt securities issued by, and loans to, dependants	24	-	-
	Non-insurance dependants	Shares	25	23,387	44,427
		Debt securities issued by, and loans to, dependants	26	342,810	322,191
	Other group undertakings and participating interests	Shares	27	-	844
		Debt securities issued by, and loans to, group undertakings	28	-	-
		Participating interests	29	-	-
		Debt securities issued by, and loans to, undertakings in which the company has a participating interest	30	-	-
Total sheet 1 (11 to 30)			39	1,034,927	991,480

## Analysis of admissible assets

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended: 31st December 2000

Category of Assets TOTAL LONG TERM BUSINESS ASSETS

Company registration number	GL/UK/CM	Period ended			Units	Category of Assets
		day	month	year		
R13	2456671	GL	31	12	2000	£000 10

Investments (continued)				As at the end of this financial year 1	As at the end of the previous year 2	
Deposits with ceding undertakings						
Assets held to cover linked liabilities						
Other financial investments	Equity shares			41	2,675,076	2,843,845
	Other shares and other variable yield securities			42	-	-
	Holdings in collective investment schemes			43	246,481	356,238
	Rights under derivative contracts			44	18,810	11,174
	Debt securities and other fixed income securities	Fixed interest	Approved securities	45	2,967,502	2,676,630
			Other	46	1,627,143	1,515,493
		Variable interest	Approved securities	47	-	-
			Other	48	14,599	9,584
	Participation in investment pools			49	-	-
	Loans secured by mortgages			50	297,056	345,611
	Other loans	Loans to public or local authorities and nationalised industries or undertakings		51	-	-
		Loans secured by policies of insurance issued by the company		52	39,456	33,517
		Other		53	-	-
	Deposits with approved credit institutions and approved financial institutions	Withdrawal subject to a time restriction of one month or less		54	28,749	10,175
		Withdrawal subject to a time restriction of more than one month		55	28,215	12,321
	Other			56	-	-
Deposits with ceding undertakings				57	-	-
Assets held to match linked liabilities	Index linked		58	397,445	393,693	
	Property linked		59	1,434,559	1,226,833	
Reinsurers' share of technical provisions	Provision for unearned premiums		60	-	-	
	Claims outstanding		61	-	-	
	Provision for unexpired risks		62	-	-	
	Other		63	-	-	
Total sheet 2 (41 to 63)				69	9,775,091	9,435,114

## Analysis of admissible assets

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business / UK branch business / EEA branch business

Financial year ended: 31st December 2000

Category of Assets TOTAL LONG TERM BUSINESS ASSETS

Company registration number	GL/UK/CM	Period			Units	Category of Assets
		day	month	year		
R13	2456671	GL	31	12	2000	£000 10

Debtors Other assets			As at the end of this financial year 1	As at the end of the previous year 2
Debtors arising out of direct insurance operations	Policyholders		71	11,043
	Intermediaries		72	110
Salvage and subrogation recoveries			73	-
Debtors arising out of reinsurance operations	Due from ceding insurers and intermediaries under reinsurance business accepted		74	-
	Due from reinsurers and intermediaries under reinsurance contracts ceded		75	3,952
Other debtors	Due from dependants	Due in 12 months or less after the end of the financial year	76	3,049
		Due more than 12 months after the end of the financial year	77	-
	Other	Due in 12 months or less after the end of the financial year	78	95,323
		Due more than 12 months after the end of the financial year	79	-
Tangible assets			80	2,731
Cash at bank and in hand	Deposits not subject to time restriction on withdrawal, with approved credit institutions and approved financial institutions and local authorities		81	48,652
	Cash in hand		82	1
Other assets (particulars to be specified by way of supplementary note)			83	-
Prepayments and accrued income	Accrued interest and rent		84	90,448
	Deferred acquisition costs		85	-
	Other prepayments and accrued income		86	-
Deductions (under regulations 57 (2) (b) and 57 (3) of the Insurance Companies Regulations 1994) from the aggregate value of assets.			87	-
Total sheet 3 (71 to 86 less 87)			88	255,309
Grand total of admissible assets (39 + 69 + 88)			89	11,065,327

Reconciliation to asset values determined in accordance with the  
shareholder accounts rules

Total admissible assets (as per line 89 above)	91	11,065,327	10,651,791
Total assets in excess of admissibility limits of Schedule 12 of the Insurance Companies Regulations 1994, (as valued in accordance with those Regulations before applying admissibility limits)	92	-	-
Solvency margin deduction for insurance dependants	93	3,248	20,578
Other differences in the valuation of assets (other than for assets not valued above)	94	797,329	128,477
Assets of a type not valued above, (as valued in accordance with the shareholder accounts rules)	95	-	-
Total assets determined in accordance with the shareholder accounts rules (91 to 95)	99	11,865,904	10,800,846

Amounts included in line 89 attributable to debts due from related companies, other than those under contracts of insurance or reinsurance	100	348,028	343,415
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## Analysis of admissible assets

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets: Non Profit Sub Fund

Company registration number	Period ended			Category of assets		
	GL/UK/CM	day	month	year	Units	
R13	2456671	GL	31	12	2000	£000 10

Investments				As at the end of this financial year 1	As at the end of the previous year 2
Land and buildings				11	8,790
Investments in group undertakings and participating interests	UK insurance dependants	Shares	21	-	
		Debt securities issued by, and loans to, dependants	22	-	
	Other insurance dependants	Shares	23	-	
		Debt securities issued by, and loans to, dependants	24	-	
	Non-insurance dependants	Shares	25	18,554	
		Debt securities issued by, and loans to, dependants	26	268,000	
	Other group undertakings and participating interests	Shares	27	-	
		Debt securities issued by, and loans to, group undertakings	28	-	
		Participating interests	29	-	
		Debt securities issued by, and loans to, undertakings in which the company has a participating interest	30	-	
Total sheet 1 (11 to 30)				39	295,344

## Analysis of admissible assets

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets: Non Profit Sub Fund

Company registration number	GL/UK/CM	Period ended			Units	Category of Assets
		day	month	year		
R13	2456671	GL	31	12	2000	£000 10

Investments (continued)				As at the end of this financial year 1	As at the end of the previous year 2	
Deposits with ceding undertakings						
Assets held to cover linked liabilities						
Other financial investments	Equity shares			41	-	
	Other shares and other variable yield securities			42	-	
	Holdings in collective investment schemes			43	115,512	
	Rights under derivative contracts			44	1,848	
	Debt securities and other fixed income securities	Fixed interest	Approved securities	45	2,237,574	
			Other	46	1,469,962	
		Variable interest	Approved securities	47	-	
			Other	48	10,200	
	Participation in investment pools			49	-	
	Loans secured by mortgages			50	297,056	
	Other loans	Loans to public or local authorities and nationalised industries or undertakings		51	-	
		Loans secured by policies of insurance issued by the company		52	17,572	
		Other		53	-	
	Deposits with approved credit institutions and approved financial institutions	Withdrawal subject to a time restriction of one month or less		54	12,031	
		Withdrawal subject to a time restriction of more than one month		55	-	
	Other			56	-	
Deposits with ceding undertakings				57	-	
Assets held to match linked liabilities	Index linked		58	397,445		
	Property linked		59	1,434,559		
Reinsurers' share of technical provisions	Provision for unearned premiums		60	-		
	Claims outstanding		61	-		
	Provision for unexpired risks		62	-		
	Other		63	-		
Total sheet 2 (41 to 63)				69	5,993,759	

## Analysis of admissible assets

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets: Non Profit Sub Fund

Company registration number	GL/UK/CM	Period			Units	Category of Assets
		day	month	year		
R13	2456671	GL	31	12	2000	£000 10

Debtors			As at the end of this financial year 1	As at the end of the previous year 2
Other assets				
Debtors arising out of direct insurance operations	Policyholders		71	8,792
	Intermediaries		72	46
Salvage and subrogation recoveries			73	-
Debtors arising out of reinsurance operations	Due from ceding insurers and intermediaries under reinsurance business accepted		74	-
	Due from reinsurers and intermediaries under reinsurance contracts ceded		75	2,342
Other debtors	Due from dependants	Due in 12 months or less after the end of the financial year	76	1,410
		Due more than 12 months after the end of the financial year	77	-
	Other	Due in 12 months or less after the end of the financial year	78	66,236
		Due more than 12 months after the end of the financial year	79	-
Tangible assets			80	1,343
Cash at bank and in hand	Deposits not subject to time restriction on withdrawal, with approved credit institutions and approved financial institutions and local authorities		81	22,263
	Cash in hand		82	1
Other assets (particulars to be specified by way of supplementary note)			83	-
Prepayments and accrued income	Accrued interest and rent		84	70,471
	Deferred acquisition costs		85	-
	Other prepayments and accrued income		86	-
Deductions (under regulations 57 (2) (b) and 57 (3) of the Insurance Companies Regulations 1994) from the aggregate value of assets.			87	-
Total sheet 3 (71 to 86 less 87)			88	172,904
Grand total of admissible assets (39 + 69 + 88)			89	6,462,007

Reconciliation to asset values determined in accordance with the  
shareholder accounts rules

Total admissible assets (as per line 89 above)	91	6,462,007	
Total assets in excess of admissibility limits of Schedule 12 of the Insurance Companies Regulations 1994, (as valued in accordance with those Regulations before applying admissibility limits)	92	-	
Solvency margin deduction for insurance dependants	93	3,248	
Other differences in the valuation of assets (other than for assets not valued above)	94	653,340	
Assets of a type not valued above, (as valued in accordance with the shareholder accounts rules)	95		
Total assets determined in accordance with the shareholder accounts rules (91 to 95)	99	7,118,595	

Amounts included in line 89 attributable to debts due from related companies, other than those under contracts of insurance or reinsurance	100	272,319	
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**Analysis of admissible assets**Name of Company: **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**Global business / ~~UK branch business~~ / ~~EEA branch business~~

Financial year ended 31st DECEMBER 2000

Category of assets: 90:10 With Profit Sub Fund

Company registration number	Period ended				Category of assets	Units
	GL/UK/CM	day	month	year		
R13	2458671	GL	31	12	2000	£000 10

Investments				As at the end of this financial year 1	As at the end of the previous year 2
Land and buildings				11	502,943
Investments in group undertakings and participating interests	UK insurance dependants	Shares	21	-	
		Debt securities issued by, and loans to, dependants	22	-	
	Other insurance dependants	Shares	23	-	
		Debt securities issued by, and loans to, dependants	24	-	
	Non-insurance dependants	Shares	25	3,870	
		Debt securities issued by, and loans to, dependants	26	64,810	
	Other group undertakings and participating interests	Shares	27	-	
		Debt securities issued by, and loans to, group undertakings	28	-	
		Participating interests	29	-	
Debt securities issued by, and loans to, undertakings in which the company has a participating interest		30	-		
Total sheet 1 (11 to 30)				39	571,623

## Analysis of admissible assets

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets: 90:10 With Profit Sub Fund

Company registration number	GL/UK/CM	Period ended			Units	Category of Assets
		day	month	year		
R13	2456671	GL	31	12	2000	£000 10

Investments (continued) Deposits with ceding undertakings Assets held to cover linked liabilities				As at the end of this financial year 1	As at the end of the previous year 2	
Other financial investments	Equity shares			41	1,812,876	
	Other shares and other variable yield securities			42	-	
	Holdings in collective investment schemes			43	65,441	
	Rights under derivative contracts			44	15,942	
	Debt securities and other fixed income securities	Fixed interest	Approved securities	45	543,749	
			Other	46	139,676	
		Variable interest	Approved securities	47	-	
			Other	48	3,180	
	Participation in investment pools			49	-	
	Loans secured by mortgages			50	-	
	Other loans	Loans to public or local authorities and nationalised industries or undertakings		51	-	
		Loans secured by policies of insurance issued by the company		52	21,884	
		Other		53	-	
	Deposits with approved credit institutions and approved financial institutions	Withdrawal subject to a time restriction of one month or less		54	16,718	
		Withdrawal subject to a time restriction of more than one month		55	28,215	
	Other			56	-	
Deposits with ceding undertakings				57	-	
Assets held to match linked liabilities	Index linked		58	-		
	Property linked		59	-		
Reinsurers' share of technical provisions	Provision for unearned premiums		60	-		
	Claims outstanding		61	-		
	Provision for unexpired risks		62	-		
	Other		63	-		
Total sheet 2 (41 to 63)				69	2,647,681	

## Analysis of admissible assets

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets: 90:10 With Profit Sub Fund

Company registration number	GLUK/CM	day	Period			Units	Category of Assets
			month	year			
R13	2456671	GL	31	12	2000	£000	10

Debtors			As at the end of this financial year 1	As at the end of the previous year 2
Other assets				
Debtors arising out of direct insurance operations	Policyholders		71	2,251
	Intermediaries		72	64
Salvage and subrogation recoveries			73	-
Debtors arising out of reinsurance operations	Due from ceding insurers and intermediaries under reinsurance business accepted		74	-
	Due from reinsurers and intermediaries under reinsurance contracts ceded		75	1,610
Other debtors	Due from dependants	Due in 12 months or less after the end of the financial year	76	1,639
		Due more than 12 months after the end of the financial year	77	-
	Other	Due in 12 months or less after the end of the financial year	78	24,019
		Due more than 12 months after the end of the financial year	79	-
Tangible assets			80	1,388
Cash at bank and in hand	Deposits not subject to time restriction on withdrawal, with approved credit institutions and approved financial institutions and local authorities		81	26,389
	Cash in hand		82	-
Other assets (particulars to be specified by way of supplementary note)			83	-
Prepayments and accrued income	Accrued interest and rent		84	15,809
	Deferred acquisition costs		85	-
	Other prepayments and accrued income		86	-
Deductions (under regulations 57 (2) (b) and 57 (3) of the Insurance Companies Regulations 1994) from the aggregate value of assets.			87	-
Total sheet 3 (71 to 86 less 87)			88	73,169
Grand total of admissible assets (39 + 69 + 88)			89	3,292,473

Reconciliation to asset values determined in accordance with the  
shareholder accounts rules

Total admissible assets (as per line 89 above)	91	3,292,473	
Total assets in excess of admissibility limits of Schedule 12 of the Insurance Companies Regulations 1994, (as valued in accordance with those Regulations before applying admissibility limits)	92		
Solvency margin deduction for insurance dependants	93		
Other differences in the valuation of assets (other than for assets not valued above)	94	141,605	
Assets of a type not valued above, (as valued in accordance with the shareholder accounts rules)	95		
Total assets determined in accordance with the shareholder accounts rules (91 to 95)	99	3,434,078	

Amounts included in line 89 attributable to debts due from related companies, other than those under contracts of insurance or reinsurance	100	65,709	
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## Analysis of admissible assets

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets: 100:0 With Profit Sub Fund

Company registration number	Period ended				Category of assets	Units
	GL/UK/CM	day	month	year		
R13	2456671	GL	31	12	2000	£000 10

Investments				As at the end of this financial year 1	As at the end of the previous year 2	
Land and buildings				11	156,997	
Investments in group undertakings and participating interests	UK insurance dependants	Shares	21	-		
		Debt securities issued by, and loans to, dependants	22	-		
	Other insurance dependants	Shares	23	-		
		Debt securities issued by, and loans to, dependants	24	-		
	Non-insurance dependants	Shares	25	963		
		Debt securities issued by, and loans to, dependants	26	10,000		
	Other group undertakings and participating interests	Shares	27	-		
		Debt securities issued by, and loans to, group undertakings	28	-		
		Participating interests	29	-		
		Debt securities issued by, and loans to, undertakings in which the company has a participating interest	30	-		
Total sheet 1 (11 to 30)				39	167,960	

## Analysis of admissible assets

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets: 100:0 With Profit Sub Fund

Company registration number	GL/UK/CM	Period ended			Units	Category of Assets
		day	month	year		
R13	2456671	GL	31	12	2000	£000 10

Investments (continued)				As at the end of this financial year 1	As at the end of the previous year 2	
Deposits with ceding undertakings						
Assets held to cover linked liabilities						
Other financial investments	Equity shares			41	862,200	
	Other shares and other variable yield securities			42	-	
	Holdings in collective investment schemes			43	65,528	
	Rights under derivative contracts			44	1,020	
	Debt securities and other fixed income securities	Fixed interest	Approved securities	45	186,179	
			Other	46	17,505	
		Variable interest	Approved securities	47	-	
			Other	48	1,219	
	Participation in investment pools			49	-	
	Loans secured by mortgages			50	-	
	Other loans	Loans to public or local authorities and nationalised industries or undertakings		51	-	
		Loans secured by policies of insurance issued by the company		52	-	
		Other		53	-	
	Deposits with approved credit institutions and approved financial institutions	Withdrawal subject to a time restriction of one month or less		54	-	
		Withdrawal subject to a time restriction of more than one month		55	-	
	Other			56	-	
Deposits with ceding undertakings				57	-	
Assets held to match linked liabilities	Index linked		58	-		
	Property linked		59	-		
Reinsurers' share of technical provisions	Provision for unearned premiums		60	-		
	Claims outstanding		61	-		
	Provision for unexpired risks		62	-		
	Other		63	-		
Total sheet 2 (41 to 63)				69	1,133,651	



## Analysis of admissible assets

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets: 100:0 With Profit Sub Fund

Company registration number	Period				Units	Category of Assets	
	GL/UK/CM	day	month	year			
R13	2456671	GL	31	12	2000	£000	10

Debtors			As at the end of	As at the end of
Other assets			this financial	the previous
			year	year
			1	2
Debtors arising out of direct insurance operations	Policyholders		71	-
	Intermediaries		72	-
Salvage and subrogation recoveries			73	-
Debtors arising out of reinsurance operations	Due from ceding insurers and intermediaries under reinsurance business accepted		74	-
	Due from reinsurers and intermediaries under reinsurance contracts ceded		75	-
Other debtors	Due from dependants	Due in 12 months or less after the end of the financial year	76	-
		Due more than 12 months after the end of the financial year	77	-
	Other	Due in 12 months or less after the end of the financial year	78	5,068
		Due more than 12 months after the end of the financial year	79	-
Tangible assets			80	-
Cash at bank and in hand	Deposits not subject to time restriction on withdrawal, with approved credit institutions and approved financial institutions and local authorities		81	-
	Cash in hand		82	-
Other assets (particulars to be specified by way of supplementary note)			83	-
Prepayments and accrued income	Accrued interest and rent		84	4,168
	Deferred acquisition costs		85	-
	Other prepayments and accrued income		86	-
Deductions (under regulations 57 (2) (b) and 57 (3) of the Insurance Companies Regulations 1994) from the aggregate value of assets.			87	-
Total sheet 3 (71 to 86 less 87)			88	9,236
Grand total of admissible assets (39 + 69 + 88)			89	1,310,847

Reconciliation to asset values determined in accordance with the  
shareholder accounts rules

Total admissible assets (as per line 89 above)	91	1,310,847	
Total assets in excess of admissibility limits of Schedule 12 of the Insurance Companies Regulations 1994, (as valued in accordance with those Regulations before applying admissibility limits)	92		
Solvency margin deduction for insurance dependants	93		
Other differences in the valuation of assets (other than for assets not valued above)	94	2,384	
Assets of a type not valued above, (as valued in accordance with the shareholder accounts rules)	95		
Total assets determined in accordance with the shareholder accounts rules (91 to 95)	99	1,313,231	

Amounts included in line 89 attributable to debts due from related companies, other than those under contracts of insurance or reinsurance	100	10,000	
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Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of Assets	TOTAL OTHER THAN LONG TERM BUSINESS ASSETS
Cash and cash equivalents	\$ 10,768,900
Accounts receivable	1,000,000
Prepaid expenses	1,000,000
Other assets	1,000,000
Total	\$ 13,768,900

R13	Company registration number	GLUK/CM	Period ended			Units	Category of assets
			day	month	year		
	2458671	GL	31	12	2000	£000	10

Investments				As at the end of the financial year 1	As at the end of the previous year 2	
Land and buildings				11	-	-
Investments in group undertakings and participating interests	UK insurance dependants	Shares	21	712,258	750,752	
		Debt securities issued by, and loans to, dependants	22	95,000	95,000	
	Other insurance dependants	Shares	23	155,948	131,339	
		Debt securities issued by, and loans to, dependants	24	15,000	5,000	
	Non-insurance dependants	Shares	25	147	-	
		Debt securities issued by, and loans to, dependants	26	-	-	
	Other group undertakings and participating interests	Shares	27	7,520	-	
			Debt securities issued by, and loans to, group undertakings	28	-	-
		Participating interests	29	-	-	
			Debt securities issued by, and loans to, undertakings in which the company has a participating interest	30	-	-
Total sheet 1 (11 to 30)				39	985,873	982,091

## Returns under Insurance Companies Legislation

## Analysis of admissible assets

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets TOTAL OTHER THAN LONG TERM BUSINESS ASSETS

Company registration number	GL/UK/CM	Period ended			Units	Category of Assets
		day	month	year		
R13	2456671	GL	31	12	2000	£000 10

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Investments (continued) Deposits with ceding undertakings Assets held to cover linked liabilities				As at the end of this financial year 1	As at the end of the previous year 2	
Other financial investments	Equity shares		41	-	-	
	Other shares and other variable yield securities		42	-	-	
	Holdings in collective investment schemes		43	40,348	-	
	Rights under derivative contracts		44	-	-	
	Debt securities and other fixed income securities	Fixed interest	Approved securities	45	-	-
			Other	46	-	108,152
		Variable interest	Approved securities	47	-	-
			Other	48	-	-
	Participation in investment pools		49	-	-	
	Loans secured by mortgages		50	-	-	
	Other loans	Loans to public or local authorities and nationalised industries or undertakings		51	-	-
		Loans secured by policies of insurance issued by the company		52	-	-
		Other		53	-	-
	Deposits with approved credit institutions and approved financial institutions	Withdrawal subject to a time restriction of one month or less		54	-	42,615
		Withdrawal subject to a time restriction of more than one month		55	-	-
	Other		56	-	-	
Deposits with ceding undertakings			57	-	-	
Assets held to match linked liabilities	Index linked		58	-	-	
	Property linked		59	-	-	
Reinsurers' share of technical provisions	Provision for unearned premiums		60	-	-	
	Claims outstanding		61	-	-	
	Provision for unexpired risks		62	-	-	
	Other		63	-	-	
Total sheet 2 (41 to 63)			69	40,348	150,767	

## Returns under Insurance Companies Legislation

## Analysis of admissible assets

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000.

Category of Assets TOTAL OTHER THAN LONG TERM BUSINESS ASSETS

R13	Company registration number	Period ended				Units	Category of Assets
		GL/UK/CM	day	month	year		
	2456671	GL	31	12	2000	£000	10

Debtors			As at the end of	As at the end of	
Other Assets			this financial	the previous	
			year	year	
			1	2	
Debtors arising out of direct insurance operations	Policyholders		71	-	-
	Intermediaries		72	-	-
Salvage and subrogation recoveries			73	-	-
Debtors arising out of reinsurance operations	Due from ceding insurers and intermediaries under reinsurance business accepted		74	-	-
	Due from reinsurers and intermediaries under reinsurance contracts ceded		75	-	-
Other debtors	Due from dependants	Due in 12 months or less after the end of the financial year	76	2,290	6,689
		Due more than 12 months after the end of the financial year	77	-	-
	Other	Due in 12 months or less after the end of the financial year	78	32,740	21,873
		Due more than 12 months after the end of the financial year	79	1,251	1,250
Tangible assets			80	-	-
Cash at bank and in hand	Deposits not subject to time restriction on withdrawal, with approved credit institutions and approved financial institutions and local authorities		81	35,126	13,854
	Cash in hand		82	-	-
Other assets (particulars to be specified by way of supplementary note)			83	-	-
Prepayments and accrued income	Accrued interest and rent		84	-	223
	Deferred acquisition costs		85	-	-
	Other prepayments and accrued income		86	-	-
Deductions (under regulations 57 (2) (b) and 57 (3) of the Insurance Companies Regulations 1994) from the aggregate value of assets.			87	-	-
Total sheet 3 (71 to 86 less 87)			88	71,407	43,889
Grand total of admissible assets (39 + 89 + 88)			89	1,097,628	1,176,747

## Reconciliation to asset values determined in accordance with the shareholder accounts rules

Total admissible assets (as per line 89 above)	91	1,097,628	1,176,747
Total assets in excess of admissibility limits of Schedule 12 of the Insurance Companies Regulations 1994, (as valued in accordance with those Regulations before applying admissibility limits)	92	-	-
Solvency margin deduction for insurance dependants	93	204,491	249,047
Other differences in the valuation of assets (other than for assets not valued above)	94	89,217	41,962
Assets of a type not valued above, (as valued in accordance with the shareholder accounts rules)	95	-	-
Total assets determined in accordance with the shareholder accounts rules (91 to 95)	99	1,391,336	1,467,756

Amounts included in line 89 attributable to debts due from related companies, other than those under contracts of insurance or reinsurance	100	120,831	107,939
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**Long term business liabilities and margins**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets TOTAL LONG TERM BUSINESS ASSETS

R14	Company registration number	GL/UK/CM	Period ended			Units	Category of assets
			day	month	year		
	2456671	GL	31	12	2000	£000	10

			As at the end of this financial year 1	As at the end of the previous year 2	Source	
Mathematical reserves, after distribution of surplus			11	10,398,619	9,759,049	See instruction 2
Cash bonuses which had not been paid to policyholders prior to end of the financial year			12	-	-	See instruction 3
Balance of surplus/(valuation deficit)			13	-	-	See instruction 4
Long term business fund carried forward (11 to 13)			14	10,398,619	9,759,049	See instruction 5
Claims outstanding which had fallen due for payment before the end of the financial year		Gross amount	15	16,488	29,668	
		Reinsurers' share	16	-	-	
		Net (15-16)	17	16,488	29,668	
Provisions for other risks and charges	Taxation		21	45,637	74,276	
	Other		22	11,810	13,759	
Deposits received from reinsurers			23	-	-	
Creditors and other liabilities	Arising out of insurance operations	Direct business	31	6,496	3,839	
		Reinsurance accepted	32	-	-	
		Reinsurance ceded	33	2,690	2,244	
	Debenture loans	Secured	34	-	-	
		Unsecured	35	-	-	
	Amounts owed to credit institutions		36	23,758	3	
	Other creditors	Taxation	37	131,836	86,878	
		Other	38	161,016	128,468	
Accruals and deferred income			39	-	-	
Provision for adverse changes (calculated in accordance with regulation 61 of the Insurance Companies Regulations 1994)			41	-	-	
Total other insurance and non-insurance liabilities (17 to 41)			49	399,731	339,135	
Excess of the value of net admissible assets			51	266,977	553,607	See instruction 6
Total liabilities and margins			59	11,065,327	10,651,791	

Amounts included in line 59 attributable to liabilities to related companies, other than those under contracts of insurance or reinsurance	61	41,840	45,004	
Amounts included in line 59 attributable to liabilities in respect of property linked benefits	62	1,498,827	1,251,185	
Amount of any additional mathematical reserves included in line 51 which have been taken into account in the appointed actuary's certificate	63	-	-	See instruction 7

## Long term business liabilities and margins

Amending document supplied pursuant to section 22(5)

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets: Non Profit Sub Fund

R14	Company registration number	GL/UK/CM	Period ended			Units	Category of assets
			day	month	year		
	2456671	GL	31	12	2000	£000	10

			As at the end of this financial year 1	As at the end of the previous year 2	Source
Mathematical reserves, after distribution of surplus			11	5,896,095	See instruction 2
Cash bonuses which had not been paid to policyholders prior to end of the financial year			12	-	See instruction 3
Balance of surplus/(valuation deficit):			13	-	See instruction 4
Long term business fund carried forward (11 to 13)			14	5,896,095	See instruction 5
Claims outstanding which had fallen due for payment before the end of the financial year		Gross amount	15	15,497	
		Reinsurers' share	16	-	
		Net (15-16)	17	15,497	
Provisions for other risks and charges	Taxation		21	557	
	Other		22	11,810	
Deposits received from reinsurers			23	-	
Creditors and other liabilities	Arising out of insurance operations	Direct business	31	4,188	
		Reinsurance accepted	32	-	
		Reinsurance ceded	33	1,544	
	Debenture loans	Secured	34	-	
		Unsecured	35	-	
	Amounts owed to credit institutions		36	23,758	
	Other creditors	Taxation	37	106,913	
		Other	38	78,349	
Accruals and deferred income			39	-	
Provision for adverse changes (calculated in accordance with regulation 61 of the Insurance Companies Regulations 1994)			41	-	
Total other insurance and non-insurance liabilities (17 to 41)			49	242,616	
Excess of the value of net admissible assets			51	323,296	See instruction 6
Total liabilities and margins			59	6,462,007	

Amounts included in line 59 attributable to liabilities to related companies, other than those under contracts of insurance or reinsurance	61	36,121		
Amounts included in line 59 attributable to liabilities in respect of property linked benefits	62	1,498,827		
Amount of any additional mathematical reserves included in line 51 which have been taken into account in the appointed actuary's certificate	63	-		See instruction 7

## Long term business liabilities and margins

Amending document supplied pursuant to section 22(5)

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets: 90:10 With Profit Sub Fund

R14	Company registration number	GL/UK/CM	Period ended			Units	Category of assets
			day	month	year		
	2456671	GL	31	12	2000	£000	10

			As at the end of this financial year 1	As at the end of the previous year 2	Source
Mathematical reserves, after distribution of surplus	11		3,270,010		See instruction 2
Cash bonuses which had not been paid to policyholders prior to end of the financial year	12		-		See instruction 3
Balance of surplus/(valuation deficit)	13		-		See instruction 4
Long term business fund carried forward (11 to 13)	14		3,270,010		See instruction 5
Claims outstanding which had fallen due for payment before the end of the financial year	Gross amount	15	991		
	Reinsurers' share	16	-		
	Net (15-16)	17	991		
Provisions for other risks and charges	Taxation	21	31,104		
	Other	22	-		
Deposits received from reinsurers	23		-		
Creditors and other liabilities	Arising out of insurance operations	Direct business	31	2,308	
		Reinsurance accepted	32	-	
		Reinsurance ceded	33	1,146	
	Debenture loans	Secured	34	-	
		Unsecured	35	-	
	Amounts owed to credit institutions		36	-	
	Other creditors	Taxation	37	22,193	
		Other	38	73,052	
Accruals and deferred income	39		-		
Provision for adverse changes (calculated in accordance with regulation 61 of the Insurance Companies Regulations 1994)	41		-		
Total other insurance and non-insurance liabilities (17 to 41)	49		130,794		
Excess of the value of net admissible assets	51		(108,331)		See instruction 6
Total liabilities and margins	59		3,292,473		

Amounts included in line 59 attributable to liabilities to related companies, other than those under contracts of insurance or reinsurance	61	3,918		
Amounts included in line 59 attributable to liabilities in respect of property linked benefits	62	-		
Amount of any additional mathematical reserves included in line 51 which have been taken into account in the appointed actuary's certificate	63	-	-	See instruction 7

## Long term business liabilities and margins

Amending document supplied pursuant to section 22(5)

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets: 100:0 With Profit Sub Fund

		Company registration number	GL/UK/CM	Period ended			Units	Category of assets
				day	month	year		
R14	2456671	GL	31	12	2000	£000	10	

			As at the end of this financial year 1	As at the end of the previous year 2	Source
Mathematical reserves, after distribution of surplus	11		1,232,514		See instruction 2
Cash bonuses which had not been paid to policyholders prior to end of the financial year	12		-		See instruction 3
Balance of surplus/(valuation deficit)	13		-		See instruction 4
Long term business fund carried forward (11 to 13)	14		1,232,514		See instruction 5
Claims outstanding which had fallen due for payment before the end of the financial year	Gross amount	15	-		
	Reinsurers' share	16	-		
	Net (15-16)	17	-		
Provisions for other risks and charges	Taxation	21	13,976		
	Other	22	-		
Deposits received from reinsurers	23		-		
Creditors and other liabilities	Arising out of insurance operations	Direct business	31	-	
		Reinsurance accepted	32	-	
		Reinsurance ceded	33	-	
	Debenture loans	Secured	34	-	
		Unsecured	35	-	
	Amounts owed to credit institutions		36	-	
	Other creditors	Taxation	37	2,730	
		Other	38	9,615	
Accruals and deferred income	39		-		
Provision for adverse changes (calculated in accordance with regulation 61 of the Insurance Companies Regulations 1994)	41		-		
Total other insurance and non-insurance liabilities (17 to 41)	49		26,321		
Excess of the value of net admissible assets	51		52,012		See instruction 6
Total liabilities and margins	59		1,310,847		

Amounts included in line 59 attributable to liabilities to related companies, other than those under contracts of insurance or reinsurance	61		1,801		
Amounts included in line 59 attributable to liabilities in respect of property linked benefits	62		-		

Amount of any additional mathematical reserves included in line 51 which have been taken into account in the appointed actuary's certificate	63		-		See instruction 7
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## Returns under Insurance Companies Legislation

## Liabilities (other than long term business)

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Company registration number	Period ended				Units	
	GL/UK/CM	day	month	year		
R15	2456671	GL	31	12	2000	£000

				As at the end of this financial year 1	As at the end of the previous year 2
Technical provisions (gross amount)	Provision for unearned premiums		11		
	Claims outstanding		12		
	Provision for unexpired risks		13		
	Equalisation provisions	Credit business	14		
		Other than credit business	15		
	Other		16		
	Total (11 to 16)		19		
Provision for other risks and charges	Taxation		21	-	1,363
	Other		22	-	-
Deposits received from reinsurers			31	-	-
Creditors	Arising out of insurance operations	Direct business	41	-	-
		Reinsurance accepted	42	-	-
		Reinsurance ceded	43	-	-
	Debenture loans	Secured	44	-	-
		Unsecured	45	-	-
	Amounts owed to credit institutions		46	-	-
	Other Creditors	Taxation	47	-	-
		Recommended dividend	48	-	-
		Other	49	76,287	189,437
Accruals and deferred income			51	-	-
Total (19 to 51)			59	76,287	190,800
Provision for adverse changes (calculated in accordance with regulation 61 of the Insurance Companies Regulations 1994)			61	-	-
Cumulative preference share capital			62	65,000	-
Subordinated loan capital			63	-	-
Total (59 to 63)			69	141,287	190,800
Amounts included in line 69 attributable to liabilities to related companies, other than those under contracts of insurance or reinsurance			71	141,287	189,437

## Returns under Insurance Companies Legislation

## Profit and loss account (non-technical account)

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Company registration number	Period ended					Units
	GL/UK/CM	day	month	year		
R16	2456671	GL	31	12	2000	£000

			This financial year	Previous year	Source		
			1	2	Form	Line	Column
Transfer (to)/from the general business technical account	From Form 20	11			20	59	
	Equalisation provisions	12					
Transfer from (to) Long Term Business Revenue Account		13	48,200	44,300	40	26	
Investment income	Income	14	134,245	15,875			
	Value re-adjustments on investments	15	-	83,162			
	Gains on the realisation of investments	16	-	-			
Investment charges	Investment management charges, including interest	17	5,642	2,187			
	Value re-adjustments on investments	18	131,920	-			
	Loss on the realisation of investments	19	13,296	24,932			
Allocated investment return transferred to the general business technical account		20			20	51	
Other income and charges (particulars to be specified by way of supplementary note)		21	(975)	-			
Profit or loss on ordinary activities before tax (11+12+13+14+15+16-17-18-19-20+21)		29	30,612	116,218			
Tax on profit or loss on ordinary activities		31	(347)	3,929			
Profit or loss on ordinary activities after tax (29-31)		39	30,959	112,289			
Extraordinary profit or loss (particulars to be specified by way of supplementary note)		41	-	-			
Tax on extraordinary profit or loss		42	-	-			
Other taxes not shown under the preceding items		43	-	-			
Profit or loss for the financial year (39+41-(42+43))		49	30,959	112,289			
Dividends (paid and proposed)		51	113,511	6,861			
Profit or loss retained for the financial year (49-51)		59	(82,552)	105,428			

**Analysis of derivative contracts**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets TOTAL LONG TERM BUSINESS ASSETS

Company registration number	GL/UK/CM	Period ended			Units	Category of Assets	
		day	month	year			
R17	2456671	GL	31	12	2000	£000	10

Derivative contracts			As at the end of this financial year		As at the end of the previous year	
			Assets 1	Liabilities 2	Assets 3	Liabilities 4
Futures contracts	Fixed-interest securities	11	-	-	-	-
	Equity shares	12	-	-	-	-
	Land	13	-	-	-	-
	Currencies	14	4,463	1,794	1,275	2,268
	Other	15	-	-	-	-
Options	Fixed-interest securities	21	-	-	-	-
	Equity shares	22	14,117	735	9,462	32,286
	Land	23	-	-	-	-
	Currencies	24	-	-	-	-
	Other	25	-	-	-	-
Contracts for differences	Fixed-interest securities	31	-	-	-	-
	Equity shares	32	-	-	-	-
	Land	33	-	-	-	-
	Currencies	34	-	-	-	-
	Other	35	230	-	437	-
Adjustments for variation margin		41	-	-	-	-
Total ( 11 to 41 )		49	18,810	2,529	11,174	34,554

**Analysis of derivative contracts**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets: Non Profit Sub Fund

Company registration number	GL/UK/CM	Period ended			Units	Category of Assets	
		day	month	year			
R17	2456671	GL	31	12	2000	£000	10

Derivative contracts			As at the end of this financial year		As at the end of the previous year	
			Assets 1	Liabilities 2	Assets 3	Liabilities 4
Futures contracts	Fixed-interest securities	11	-	-		
	Equity shares	12	-	-		
	Land	13	-	-		
	Currencies	14	1,618	590		
	Other	15	-	-		
Options	Fixed-interest securities	21	-	-		
	Equity shares	22	-	-		
	Land	23	-	-		
	Currencies	24	-	-		
	Other	25	-	-		
Contracts for differences	Fixed-interest securities	31	-	-		
	Equity shares	32	-	-		
	Land	33	-	-		
	Currencies	34	-	-		
	Other	35	230	-		
Adjustments for variation margin		41	-	-		
Total ( 11 to 41 )		49	1,848	590		

**Analysis of derivative contracts**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets: 90:10 With Profit Sub Fund

Company registration number	GL/UK/CM	Period ended			Units	Category of Assets	
		day	month	year			
R17	2456671	GL	31	12	2000	£000	10

Derivative contracts			As at the end of this financial year		As at the end of the previous year	
			Assets 1	Liabilities 2	Assets 3	Liabilities 4
Futures contracts	Fixed-interest securities	11	-	-		
	Equity shares	12	-	-		
	Land	13	-	-		
	Currencies	14	1,825	779		
	Other	15	-	-		
Options	Fixed-interest securities	21	-	-		
	Equity shares	22	14,117	735		
	Land	23	-	-		
	Currencies	24	-	-		
	Other	25	-	-		
Contracts for differences	Fixed-interest securities	31	-	-		
	Equity shares	32	-	-		
	Land	33	-	-		
	Currencies	34	-	-		
	Other	35	-	-		
Adjustments for variation margin		41	-	-		
Total ( 11 to 41 )		49	15,942	1,514		

**Analysis of derivative contracts**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31st DECEMBER 2000

Category of assets: 100:0 With Profit Sub Fund

Company registration number	GL/UK/CM	Period ended			Units	Category of Assets
		day	month	year		
R17	2456671	GL	31	12	2000	£000 10

Derivative contracts			As at the end of this financial year		As at the end of the previous year	
			Assets 1	Liabilities 2	Assets 3	Liabilities 4
Futures contracts	Fixed-interest securities	11	-	-		
	Equity shares	12	-	-		
	Land	13	-	-		
	Currencies	14	1,020	425		
	Other	15	-	-		
Options	Fixed-interest securities	21	-	-		
	Equity shares	22	-	-		
	Land	23	-	-		
	Currencies	24	-	-		
	Other	25	-	-		
Contracts for differences	Fixed-interest securities	31	-	-		
	Equity shares	32	-	-		
	Land	33	-	-		
	Currencies	34	-	-		
	Other	35	-	-		
Adjustments for variation margin		41	-	-		
Total ( 11 to 41 )		49	1,020	425		

**Long term business: Revenue account**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial period ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance fund

R40	Company registration number	GL/UK/CM	Period ended			Units	OB/IB	No. of fund/ Summary	No. of part of Fund
			day	month	year				
R40	2456671	GL	31	12	2000	£000	OB	1	0

Items to be shown net of reinsurance ceded		The financial year 1	Previous year 2
Earned premiums	11	910,470	894,121
Investment income receivable before deduction of tax	12	541,244	499,196
Increase (decrease) in the value of non-linked assets brought into account	13	282,102	(145,615)
Increase (decrease) in the value of linked assets	14	(12,419)	216,403
Other income	15	-	-
Total income (11 to 15)	19	1,721,397	1,464,105
Claims incurred	21	821,045	703,355
Expenses payable	22	128,658	130,364
Interest payable before deduction of tax	23	40,553	15,291
Taxation	24	59,628	22,792
Other expenditure	25	4,238	3,458
Transfer to (from) non technical account	26	48,200	44,300
Total expenditure (21 to 26)	29	1,102,322	919,560
Increase (decrease) in fund in financial year (19-29)	39	619,075	544,545
Fund brought forward	49	9,779,544	9,214,504
Fund carried forward (39+49)	59	10,398,619	9,759,049

Long term business: Revenue account

Amending document supplied pursuant to section 22(5)

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business/ ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial period ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance Non Profit Sub Fund

Company registration number	GL/UK/CM	Period ended			Units	OB/IB	No. of fund/ Summary	No. of part of Fund	
		day	month	year					
R40	2456671	GL	31	12	2000	£000	OB	1	0

Items to be shown net of reinsurance ceded		The financial year 1	Previous year 2
Earned premiums	11	448,837	
Investment income receivable before deduction of tax	12	367,165	
Increase (decrease) in the value of non-linked assets brought into account	13	307,119	
Increase (decrease) in the value of linked assets	14	(12,419)	
Other income	15	2,905	
Total income (11 to 15)	19	1,113,607	
Claims incurred	21	436,516	
Expenses payable	22	90,444	
Interest payable before deduction of tax	23	35,211	
Taxation	24	35,060	
Other expenditure	25	-	
Transfer to (from) non technical account	26	37,341	
Total expenditure (21 to 26)	29	634,572	
Increase (decrease) in fund in financial year (19-29)	39	479,035	
Fund brought forward	49	5,417,060	
Fund carried forward (39+49)	59	5,896,095	



Long term business: Revenue account

Amending document supplied pursuant to section 22(5)

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business/ ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial period ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance 90:10 With Profit Sub Fund

Company registration number	GL/UK/CM	Period ended			Units	OB/IB	No. of fund/ Summary	No. of part of Fund	
		day	month	year					
R40	2456671	GL	31	12	2000	£000	OB	1	0

Items to be shown net of reinsurance ceded		The financial year 1	Previous year 2
Earned premiums	11	129,350	
Investment income receivable before deduction of tax	12	130,614	
Increase (decrease) in the value of non-linked assets brought into account	13	49,983	
Increase (decrease) in the value of linked assets	14	-	
Other income	15	(52,964)	
Total income (11 to 15)	19	256,983	
Claims incurred	21	267,233	
Expenses payable	22	24,781	
Interest payable before deduction of tax	23	4,597	
Taxation	24	21,829	
Other expenditure	25	4,238	
Transfer to (from) non technical account	26	10,859	
Total expenditure (21 to 26)	29	333,537	
Increase (decrease) in fund in financial year (19-29)	39	(76,554)	
Fund brought forward	49	3,346,564	
Fund carried forward (39+49)	59	3,270,010	

Long term business: Revenue account

Amending document supplied pursuant to section 22(5)

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business/ ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial period ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance 100:0 With Profit Sub Fund

Company registration number	GL/UK/CM	Period ended			Units	OB/IB	No. of fund/ Summary	No. of part of Fund	
		day	month	year					
R40	2456671	GL	31	12	2000	£000	OB	1	0

Items to be shown net of reinsurance ceded		The financial year 1	Previous year 2
Earned premiums	11	332,283	
Investment income receivable before deduction of tax	12	43,465	
Increase (decrease) in the value of non-linked assets brought into account	13	(75,000)	
Increase (decrease) in the value of linked assets	14	-	
Other income	15	50,059	
Total income (11 to 15)	19	350,807	
Claims incurred	21	117,296	
Expenses payable	22	13,433	
Interest payable before deduction of tax	23	745	
Taxation	24	2,739	
Other expenditure	25	-	
Transfer to (from) non technical account	26	-	
Total expenditure (21 to 26)	29	134,213	
Increase (decrease) in fund in financial year (19-29)	39	216,594	
Fund brought forward	49	1,015,920	
Fund carried forward (39+49)	59	1,232,514	

**Long Term business: Analysis of premiums and expenses**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business / ~~UK branch business~~ / ~~EEA branch~~Ordinary business / ~~Industrial business~~

Financial period ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance fund

Company registration number	GL/UK/CM	Period ended			Units	OB/IB	No. of fund/ Summary	No. of part of Fund	
		day	month	year					
R41	2456671	GL	31	12	2000	£000	OB	1	0

				Gross  1	Payable to or recoverable from reinsurers  2	Net of reinsurance (1-2)  3
Earned premiums in the financial year	Life assurance and general annuity contracts	Single premium	11	322,454	119	322,335
		Regular premium	12	249,967	5,234	244,733
	Pension business contracts	Single premium	13	288,724	50,000	238,724
		Regular premium	14	100,860	496	100,364
	Permanent health contracts	Single premium	15	-	-	-
		Regular premium	16	5,764	1,452	4,312
	Other contracts	Single premium	17	-	-	-
		Regular premium	18	2	-	2
	Total premiums	Single premium	19	611,178	50,119	561,059
		Regular premium	29	356,593	7,182	349,411
Expenses payable in the financial year	Total premiums at line 19 and 29 attributable to	UK contracts	31	846,215	3,050	843,165
		Overseas contracts	32	121,556	54,251	67,305
	Commission payable in connection with acquisition of business		41	30,674	-	30,674
	Other commission payable		42	12,310	5,415	6,895
	Management expenses in connection with acquisition of business		43	52,219	-	52,219
	Management expenses in connection with maintenance of business		44	35,823	-	35,823
	Other management expenses		45	3,047	-	3,047
	Total expenses (41 to 45)		49	134,073	5,415	128,658
	Total expenses at line 49 attributable to	UK contracts	51	98,882	60	98,822
		Overseas contracts	52	35,191	5,355	29,836

**Long Term business: Analysis of premiums and expenses**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business / ~~UK branch business~~ / ~~EEA branch~~Ordinary business / ~~Industrial business~~

Financial period ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance Non Profit Sub Fund

Company registration number	GL/UK/CM	Period ended			Units	OB/IB	No. of fund/ Summary	No. of part of Fund	
		day	month	year					
R41	2456671	GL	31	12	2000	£000	OB	1	0

				Gross	Payable to or recoverable from reinsurers	Net of reinsurance (1-2)
				1	2	3
Earned premiums in the financial year	Life assurance and general annuity contracts	Single premium	11	93,887	118	93,769
		Regular premium	12	113,144	3,649	109,495
	Pension business contracts	Single premium	13	198,702	3,300	195,402
		Regular premium	14	46,353	496	45,857
	Permanent health contracts	Single premium	15	-	-	-
		Regular premium	16	5,764	1,452	4,312
	Other contracts	Single premium	17	-	-	-
		Regular premium	18	2	-	2
	Total premiums	Single premium	19	292,589	3,418	289,171
		Regular premium	29	165,263	5,597	159,666
Expenses payable in the financial year	Total premiums at line 19 and 29 attributable to	UK contracts	31	367,277	3,037	364,240
		Overseas contracts	32	90,575	5,978	84,597
	Commission payable in connection with acquisition of business		41	27,916	-	27,916
	Other commission payable		42	10,211	5,415	4,796
	Management expenses in connection with acquisition of business		43	48,739	-	48,739
	Management expenses in connection with maintenance of business		44	6,607	-	6,607
	Other management expenses		45	2,386	-	2,386
	Total expenses (41 to 45)		49	95,859	5,415	90,444
	Total expenses at line 49 attributable to	UK contracts	51	63,916	60	63,856
		Overseas contracts	52	31,943	5,355	26,588

**Long Term business: Analysis of premiums and expenses**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business / ~~UK branch business~~ / ~~EEA branch~~Ordinary business / ~~Industrial business~~

Financial period ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance 90:10 With Profit Sub Fund

Company registration number	GL/UK/CM	Period ended			Units	OB/IB	No. of fund/ Summary	No. of part of Fund	
		day	month	year					
R41	2456671	GL	31	12	2000	£000	OB	1	0

				Gross  1	Payable to or recoverable from reinsurers  2	Net of reinsurance (1-2)  3
Earned premiums in the financial year	Life assurance and general annuity contracts	Single premium	11	1,209	1	1,208
		Regular premium	12	131,253	1,585	129,668
	Pension business contracts	Single premium	13	15,093	46,700	(31,607)
		Regular premium	14	30,081	-	30,081
	Permanent health contracts	Single premium	15	-	-	-
		Regular premium	16	-	-	-
	Other contracts	Single premium	17	-	-	-
		Regular premium	18	-	-	-
	Total premiums	Single premium	19	16,302	46,701	(30,399)
		Regular premium	29	161,334	1,585	159,749
Expenses payable in the financial year	Total premiums at line 19 and 29 attributable to	UK contracts	31	149,684	13	149,671
		Overseas contracts	32	27,952	48,273	(20,321)
	Commission payable in connection with acquisition of business		41	2,758	-	2,758
	Other commission payable		42	2,099	-	2,099
	Management expenses in connection with acquisition of business		43	3,480	-	3,480
	Management expenses in connection with maintenance of business		44	15,783	-	15,783
	Other management expenses		45	661	-	661
	Total expenses (41 to 45)		49	24,781	-	24,781
	Total expenses at line 49 attributable to	UK contracts	51	21,710	-	21,710
		Overseas contracts	52	3,071	-	3,071

**Long Term business: Analysis of premiums and expenses**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business / ~~UK branch business~~ / ~~EEA branch~~Ordinary business / ~~Industrial business~~

Financial period ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance 100:0 With Profit Sub Fund

Company registration number	GL/UK/CM	Period ended			Units	OB/IB	No. of fund/ Summary	No. of part of Fund	
		day	month	year					
R41	2456671	GL	31	12	2000	£000	OB	1	0

				Gross	Payable to or recoverable from reinsurers	Net of reinsurance (1-2)
				1	2	3
Earned premiums in the financial year	Life assurance and general annuity contracts	Single premium	11	227,358	-	227,358
		Regular premium	12	5,570	-	5,570
	Pension business contracts	Single premium	13	74,929	-	74,929
		Regular premium	14	24,426	-	24,426
	Permanent health contracts	Single premium	15	-	-	-
		Regular premium	16	-	-	-
	Other contracts	Single premium	17	-	-	-
		Regular premium	18	-	-	-
	Total premiums	Single premium	19	302,287	-	302,287
		Regular premium	29	29,996	-	29,996
Expenses payable in the financial year	Total premiums at line 19 and 29 attributable to	UK contracts	31	329,254	-	329,254
		Overseas contracts	32	3,029	-	3,029
	Commission payable in connection with acquisition of business		41	-	-	-
	Other commission payable		42	-	-	-
	Management expenses in connection with acquisition of business		43	-	-	-
	Management expenses in connection with maintenance of business		44	13,433	-	13,433
	Other management expenses		45	-	-	-
	Total expenses (41 to 45)		49	13,433	-	13,433
	Total expenses at line 49 attributable to	UK contracts	51	13,256	-	13,256
		Overseas contracts	52	177	-	177

## Long term business: Analysis of claims

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial period ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance fund

Company registration number	Period ended				Units	OB/IB	No. of fund/ Summary	No. of part of Fund	
	GL/UK/CM	day	month	year					
R42	2456871	GL	31	12	2000	£000	OB	1	0

Claims incurred in the financial year			Gross	Recoverable from reinsurers	Net of reinsurance (1-2)
			1	2	3
Life assurance and annuity contracts	On death	11	52,497	2,687	49,810
	By way of lump sums on maturity	12	96,036	20,580	75,456
	By way of annuity payments	13	15,692	1,381	14,311
	By way of payments arising from insured events	14	-	-	-
	On surrender or partial surrender	15	185,836	2,680	183,156
	Total life assurance and annuity claims (11 to 15)	19	350,061	27,328	322,733
Pension business contracts	On death	21	6,901	-	6,901
	By way of lump sums on vesting	22	79,707	3,427	76,280
	By way of vested annuity payments	23	274,747	4,885	269,862
	On surrender or partial surrender	24	140,406	-	140,406
	Total pension business claims (21 to 24)	29	501,761	8,312	493,449
Permanent health contracts	By way of lump sums	31	1,291	189	1,102
	By way of periodical payments	32	4,197	438	3,759
	Total permanent health claims (31+32)	39	5,488	627	4,861
Other Contracts	By way of lump sums	41	2	-	2
	By way of periodical payments	42	-	-	-
	Total claims (41+42)	49	2	-	2
Total claims (19+29+39+49)		59	857,312	36,267	821,045
Total claims at line 59 attributable to	UK contracts	61	786,407	33,151	753,256
	Overseas contracts	62	70,905	3,116	67,789

## Long term business: Analysis of claims

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial period ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance Non Profit Sub Fund

Company registration number	Period ended				Units	OB/IB	No. of fund/ Summary	No. of part of Fund	
	GL/UK/CM	day	month	year					
R42	2456671	GL	31	12	2000	£000	OB	1	0

Claims incurred in the financial year			Gross	Recoverable from reinsurers	Net of reinsurance (1-2)
			1	2	3
Life assurance and annuity contracts	On death	11	16,353	1,415	14,938
	By way of lump sums on maturity	12	35,912	20,580	15,332
	By way of annuity payments	13	15,692	1,381	14,311
	By way of payments arising from insured events	14	-	-	-
	On surrender or partial surrender	15	55,634	2,378	53,256
	Total life assurance and annuity claims (11 to 15)	19	123,591	25,754	97,837
Pension business contracts	On death	21	3,936	-	3,936
	By way of lump sums on vesting	22	9,511	97	9,414
	By way of vested annuity payments	23	274,747	4,885	269,862
	On surrender or partial surrender	24	50,604	-	50,604
	Total pension business claims (21 to 24)	29	338,798	4,982	333,816
Permanent health contracts	By way of lump sums	31	1,291	189	1,102
	By way of periodical payments	32	4,197	438	3,759
	Total permanent health claims (31+32)	39	5,488	627	4,861
Other Contracts	By way of lump sums	41	2	-	2
	By way of periodical payments	42	-	-	-
	Total claims (41+42)	49	2	-	2
Total claims (19+29+39+49)		59	467,879	31,363	436,516
Total claims at line 59 attributable to	UK contracts	61	445,205	29,808	415,397
	Overseas contracts	62	22,674	1,555	21,119



## Long term business: Analysis of claims

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial period ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance 90:10 With Profit Sub Fund

R42	Company registration number	Period ended				Units	OB/IB	No. of fund/Summary	No. of part of Fund
		GL/UK/CM	day	month	year				
	2456671	GL	31	12	2000	£000	OB	1	0

Claims incurred in the financial year			Gross	Recoverable from reinsurers	Net of reinsurance (1-2)
			1	2	3
Life assurance and annuity contracts	On death	11	15,468	1,272	14,196
	By way of lump sums on maturity	12	59,922	-	59,922
	By way of annuity payments	13	-	-	-
	By way of payments arising from insured events	14	-	-	-
	On surrender or partial surrender	15	71,512	302	71,210
	Total life assurance and annuity claims (11 to 15)	19	146,902	1,574	145,328
Pension business contracts	On death	21	2,581	-	2,581
	By way of lump sums on vesting	22	66,775	3,330	63,445
	By way of vested annuity payments	23	-	-	-
	On surrender or partial surrender	24	55,879	-	55,879
	Total pension business claims (21 to 24)	29	125,235	3,330	121,905
Permanent health contracts	By way of lump sums	31	-	-	-
	By way of periodical payments	32	-	-	-
	Total permanent health claims (31+32)	39	-	-	-
Other Contracts	By way of lump sums	41	-	-	-
	By way of periodical payments	42	-	-	-
	Total claims (41+42)	49	-	-	-
Total claims (19+29+39+49)		59	272,137	4,904	267,233
Total claims at line 59 attributable to	UK contracts	61	226,360	3,343	223,017
	Overseas contracts	62	45,777	1,561	44,216

## Long term business: Analysis of claims

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial period ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance 100:0 With Profit Sub Fund

Company registration number	Period ended				Units	OB/IB	No. of fund/ Summary	No. of part of Fund	
	GL/UK/CM	day	month	year					
R42	2456671	GL	31	12	2000	£000	OB	1	0

Claims incurred in the financial year			Gross	Recoverable from reinsurers	Net of reinsurance (1-2)
			1	2	3
Life assurance and annuity contracts	On death	11	20,676	-	20,676
	By way of lump sums on maturity	12	202	-	202
	By way of annuity payments	13	-	-	-
	By way of payments arising from insured events	14	-	-	-
	On surrender or partial surrender	15	58,690	-	58,690
	Total life assurance and annuity claims (11 to 15)	19	79,568	-	79,568
Pension business contracts	On death	21	384	-	384
	By way of lump sums on vesting	22	3,421	-	3,421
	By way of vested annuity payments	23	-	-	-
	On surrender or partial surrender	24	33,923	-	33,923
	Total pension business claims (21 to 24)	29	37,728	-	37,728
Permanent health contracts	By way of lump sums	31	-	-	-
	By way of periodical payments	32	-	-	-
	Total permanent health claims (31+32)	39	-	-	-
Other Contracts	By way of lump sums	41	-	-	-
	By way of periodical payments	42	-	-	-
	Total claims (41+42)	49	-	-	-
Total claims (19+29+39+49)		59	117,296	-	117,296
Total claims at line 59 attributable to	UK contracts	61	114,842	-	114,842
	Overseas contracts	62	2,454	-	2,454

## Returns under Insurance Companies Legislation

## Long term business: Summarised balance sheet for internal linked funds

Name of Company EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance fund

Name and number of fund / Summary Long Term Assurance fund										
number										
R43	2456671	GL	31	12	2000	£000	OB	1	0	
Name of fund	Directly held assets	Investment in other internal linked funds of the company	Total assets (2+3)	Provision for tax on unrealised capital gains	Secured and unsecured loans	Other liabilities	Net asset value (4-5-6-7)			
1	2	3	4	5	6	7	8			
UK FUNDS (Appendix 1)	1,553,727	99,202	1,652,929	2,981	-	11,107	1,638,841			
ISLE OF MAN FUNDS (Appendix 2)	49,155	1,232	50,387	-	-	-	50,387			
HONG KONG FUNDS (Appendix 3)	264	-	264	-	-	-	264			
Total	1,603,146	100,434	1,703,580	2,981	-	11,107	1,689,492			

**Long term business: Summarised balance sheet for internal linked funds****Appendix 1**

Name of Company EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance fund

Name of fund	1	Directly held assets	Investment in other internal linked funds of the company	2	3	R43	Company registration number	GL / UK / CM	Period ended			Units	Os / IB	No of fund/ Summary	No of part of Fund
									day	month	year				
								GL	31	12	2000	£000	OB	1	0
								2456671	Provision for tax on unrealised capital gains	Secured and unsecured loans	Other liabilities	Net asset value (4-5-6-7)			
Adventurous		54,018	-	54,018	-			54,018	212	-	-	-	-	-	53,806
Adventurous Managed		4,071	-	4,071	-			4,071	63	-	-	-	-	-	4,008
Balanced Managed		8,601	-	8,601	-			8,601	10	-	-	-	-	-	8,591
Cautious Managed		4,352	-	4,352	-			4,352	-	-	-	-	-	-	4,352
Eagle Midland		904	-	904	-			904	-	-	-	-	-	-	904
Environmental Opportunities		19,380	-	19,380	-			19,380	-	-	-	-	80	-	19,300
Equity Managed		257,355	-	257,355	-			257,355	814	-	-	-	140	-	256,401
European		71,268	-	71,268	-			71,268	-	-	-	-	-	-	71,268
Growth Managed		14,452	-	14,452	-			14,452	114	-	-	-	-	-	14,338
Japanese		8,151	-	8,151	-			8,151	207	-	-	-	-	-	7,944
Long Dated Gilts		10,403	-	10,403	-			10,403	-	-	-	-	18	-	10,385
Managed		521,929	21,409	543,338	-			543,338	1,166	-	-	-	-	-	542,172
North American		23,346	-	23,346	-			23,346	-	-	-	-	-	-	23,346
Oriental Opportunities		9,666	-	9,666	-			9,666	148	-	-	-	-	-	9,518
Property 1		271,202	-	271,202	-			271,202	-	-	-	-	10,698	-	260,504

## Long term business: Summarised balance sheet for internal linked funds

## Appendix 1

Name of Company EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance fund

Name and number of fund / Summary Long Term Assurance fund																			
R43		2456671		GL		31		12		2000		£000		OB		1		0	
Name of fund		Directly held assets		Investment in other internal linked funds of the company		Total assets (2+3)		Provision for tax on unrealised capital gains		Secured and unsecured loans		Other liabilities		Net asset value (4-5-6-7)					
1		2		3		4		5		6		7		8					
Property 2		24		77,793		77,817		-		-		5		77,812					
Secure		127,332		-		127,332		-		-		105		127,227					
UK Equity		63,141		-		63,141		232		-		-		62,909					
UK Index Tracker		12,531		-		12,531		15		-		-		12,516					
UK Preference & Fixed Interest		33,153		-		33,153		-		-		-		33,153					
Bristol & West Deposit		59		-		59		-		-		-		59					
Bristol & West Pension		1,862		-		1,862		-		-		-		1,862					
ES Adventurous Managed		2,826		-		2,826		-		-		-		2,826					
ES American Select Growth		3,306		-		3,306		-		-		-		3,306					
ES American Smaller Companies		615		-		615		-		-		-		615					
ES Balanced Managed		6,669		-		6,669		-		-		-		6,669					
ES Barings Managed		46		-		46		-		-		-		46					
ES Cautious Managed		2,159		-		2,159		-		-		-		2,159					
ES Equity Income		375		-		375		-		-		-		375					
ES European Select Growth		6,195		-		6,195		-		-		-		6,195					

Returns under Insurance Companies Legislation

Form 43

Long term business: Summarised balance sheet for Internal linked funds

Appendix 1

Name of Company EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Ordinary business / ~~Industrial business~~

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance fund

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary										Long Term Assurance fund									
Company registration number										GL / UK / CM									
Period ended										Units									
day										month									
year										No of fund/ Summary									
No of part of Fund																			
R43										2456671									
GL										31									
12										2000									
£000										OB									
1										0									
Name of fund										Investment in other internal linked funds of the company									
Directly held assets										Total assets (2+3)									
1										2									
3										4									
5										6									
7										8									
Provision for tax on unrealised capital gains										Secured and unsecured loans									
Other liabilities										Net asset value (4-5-6-7)									
ES European Smaller Companies										909									
ES Far East & Japan Growth										1,177									
ES Fidelity Managed										1,251									
ES Foreign & Colonial Managed										153									
ES Framlington Managed										358									
ES Gartmore Managed										424									
ES Global Bond										250									
ES Henderson Managed										566									
ES HSBC Managed										399									
ES Japan Smaller Companies										398									
ES Latin American Growth										137									
ES Lazard Managed										28									
ES Managed Income										334									
ES Mercury Managed										199									
ES Morgan Grenfell Managed										129									

Returns under Insurance Companies Legislation

Form 43

Long term business: Summarised balance sheet for internal linked funds

Appendix 1

Name of Company EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Ordinary business / ~~Industrial business~~

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance fund

Name and number of fund / Summary Long Term Assurance fund										
R43	2456671	GL	31	12	2000	£000	OB	1	0	
Name of fund	Directly held assets	Investment in other internal linked funds of the company	Total assets (2+3)	Provision for tax on unrealised capital gains	Secured and unsecured loans	Other liabilities	Net asset value (4-5-6-7)			
1	2	3	4	5	6	7	8			
ES Perpetual Managed	316	-	316	-	-	-	-	-	-	316
ES Schroders Managed	107	-	107	-	-	-	-	-	-	107
ES Sterling Bond	64	-	64	-	-	-	-	-	-	64
ES UK Corporate Bond	2,699	-	2,699	-	-	-	-	-	-	2,699
ES UK Growth	846	-	846	-	-	-	-	-	-	846
ES UK Growth and Income	270	-	270	-	-	-	-	-	-	270
ES UK Money Securities	699	-	699	-	-	-	-	-	-	699
ES UK Monthly Income	82	-	82	-	-	-	-	-	-	82
ES UK Select Growth	1,598	-	1,598	-	-	-	-	-	-	1,598
ES UK Smaller Companies	943	-	943	-	-	-	-	-	-	943
TOTAL	1,553,727	99,202	1,652,929	2,981	-	-	11,107	-	-	1,638,841

Returns under Insurance Companies Legislation

Form 43

Long term business: Summarised balance sheet for internal linked funds

Appendix 2

Name of Company EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Ordinary business / ~~Industrial business~~

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance fund

Name and number of fund / Summary Long Term Assurance fund																			
R43		2456671		GL		31		12		2000		£000		OB		1		0	
Name of fund		Directly held assets		Investment in other internal linked funds of the company		Total assets (2+3)		Provision for tax on unrealised capital gains		Secured and unsecured loans		Other liabilities		Net asset value (4-5-6-7)					
1		2		3		4		5		6		7		8					
Eagle Secure		2,167		1,232		3,399		-		-		-		3,399					
Sterling Secure		4,106		-		4,106		-		-		-		4,106					
Dollar Secure		773		-		773		-		-		-		773					
Eagle Blue Chip		12,689		-		12,689		-		-		-		12,689					
Sterling Blue Chip		5,531		-		5,531		-		-		-		5,531					
Dollar Blue Chip		850		-		850		-		-		-		850					
Eagle Performance		9,330		-		9,330		-		-		-		9,330					
Sterling Performance		5,294		-		5,294		-		-		-		5,294					
Dollar Performance		711		-		711		-		-		-		711					
Eagle Adventurous		5,102		-		5,102		-		-		-		5,102					
Sterling Adventurous		2,245		-		2,245		-		-		-		2,245					
Dollar Adventurous		357		-		357		-		-		-		357					
TOTAL		49,155		1,232		50,387		-		-		-		50,387					



## Appendix 3

**Name of Company** **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

Global business / UK branch business / EEA branch business

**Ordinary business / industrial business**

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary Long Term Assurance fund

**Long term business: Aggregate revenue account for internal linked funds**Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary **LONG TERM ASSURANCE FUND**

	Company registration number	GL / UK / CM	Period ended			Units	OB / IB	No of fund/ Summary	No of part of Fund
			day	month	year				
<b>R44</b>	<b>2456671</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2000</b>	<b>£000</b>	<b>OB</b>	<b>1</b>	<b>0</b>
Value of total creation of units						11			309,970
Investment income attributable to the funds before deduction of tax						12			63,177
Increase (decrease) in the total value of investments in the financial year						13			(59,383)
Other income						14			-
Total income (11 to 14)						19			313,764
Value of total cancellation of units						21			67,557
Charges for management						22			598
Charges in respect of tax on investment income						23			1,897
Taxation on realised capital gains						24			998
Increase (decrease) in amount set aside for tax on capital gains not yet realised						25			(16,358)
Other expenditure						26			47
Total expenditure (21 to 26)						29			54,739
Increase (decrease) in funds in financial year (19 - 29)						39			259,025
Internal linked funds brought forward						49			1,330,033
Internal linked funds carried forward (39 + 49)						59			1,589,058

**Long term business: Supplementary information for internal linked funds**Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary **LONG TERM ASSURANCE FUND**

Company registration number		GL / UK / CM	Period ended			Units	OB / IB	No of fund	No of part of Fund
			day	month	year				
R45	2456671	GL	31	12	2000	£000	OB	1	0
Name of fund		Amount of taxable unrealised capital gain or loss	Percentage provision for tax on unrealised capital gains	Percentage provision for tax on realised capital gains	Liquidity percentage	Valuation price per unit			
1		2	3	4	5	6			
Adventurous	Life	-703	20.00	23.00	0.00	3.4382372			
	Life 2	-274	20.00	23.00	0.00	2.8629634			
	Life 3	-83	20.00	23.00	0.00	1.7854871			
	Pension		-	-	0.00	3.0775650			
	Pension 2		-	-	0.00	1.9328341			
	Pension 3		-	-	0.00	3.1064875			
Adventurous Managed	Life	-313	20.00	23.00	0.00	1.2779929			
Balanced Managed	Life	-52	20.00	23.00	0.00	1.0764098			
Cautious Managed	Life	55	20.00	23.00	0.00	1.0558675			
Eagle Midland	Life		20.00	23.00	6.08	5.4170000			
Environmental Opportunities	Life	519	20.00	23.00	2.52	3.1759023			
	Life 2	445	20.00	23.00	2.52	1.8433634			
	Pension		-	-	2.52	3.8959542			
	Pension 2		-	-	2.52	2.0497186			
Equity Managed	Life	-1,280	20.00	23.00	4.60	4.0297686			
	Life 2	-2,443	20.00	23.00	4.60	2.8661653			
	Life 3	-350	20.00	23.00	4.60	1.7402094			
	Pension		-	-	4.60	3.5392182			
	Pension 2		-	-	4.60	1.8702970			
	Pension 3		-	-	4.60	3.5775010			

**Long term business: Supplementary information for internal linked funds**Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary **LONG TERM ASSURANCE FUND**

Company registration number		GL / UK / CM	Period ended			Units	OB / IB	No of fund	No of part of Fund
			day	month	year				
R45	2456671	GL	31	12	2000	£000	OB	1	0
Name of fund		Amount of taxable unrealised capital gain or loss	Percentage provision for tax on unrealised capital gains	Percentage provision for tax on realised capital gains	Liquidity percentage	Valuation price per unit			
1		2	3	4	5	6			
European	Life	12	20.00	23.00	0.00	4.6361396			
	Life 2	20	20.00	23.00	0.00	2.3952319			
	Pension		-	-	0.00	5.7914324			
	Pension 2		-	-	0.00	2.7344764			
Growth Managed	Life	-571	20.00	23.00	0.00	1.1273791			
Japanese	Life	-533	20.00	23.00	0.00	1.0647685			
	Life 2	-503	20.00	23.00	0.00	0.9076131			
	Pension		-	-	0.00	1.2339641			
	Pension 2		-	-	0.00	0.9541361			
Long Dated Gifts	Pension		-	-	97.81	1.2823657			
	Pension 2		-	-	97.81	1.1756444			
Managed	Life	-845	20.00	23.00	11.45	3.9757368			
	Life 2	-3,732	20.00	23.00	11.45	2.7671533			
	Life 3	-1,255	20.00	23.00	11.45	1.7319333			
	Pension		-	-	11.45	4.4406408			
	Pension 2		-	-	11.45	1.8316177			
	Pension 3		-	-	11.45	4.4877447			
North American	Life	122	20.00	23.00	0.00	5.9565775			
	Life 2	7	20.00	23.00	0.00	2.8498618			
	Pension		-	-	0.00	7.4983003			
	Pension 2		-	-	0.00	3.2443349			

**Long term business: Supplementary information for internal linked funds**Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary **LONG TERM ASSURANCE FUND**Company  
registration  
number

GL / UK / CM

Period ended  
day month year

Units

OB / IB

No of  
fundNo of  
part of  
Fund

<b>R45</b>	<b>2456671</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2000</b>	<b>£000</b>	<b>OB</b>	<b>1</b>	<b>0</b>
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Name of fund		Amount of taxable unrealised capital gain or loss	Percentage provision for tax on unrealised capital gains	Percentage provision for tax on realised capital gains	Liquidity percentage	Valuation price per unit
1		2	3	4	5	6
Oriental Opportunities	Life	-524	20.00	23.00	0.00	1.9808700
	Life 2	-215	20.00	23.00	0.00	0.8904965
	Pension		-	-	0.00	2.1240912
	Pension 2		-	-	0.00	0.9007035
Property 1	Life		20.00	23.00	0.00	4.7563741
Property 2	Life	248	20.00	23.00	0.03	2.0857843
	Life 2	775	20.00	23.00	0.03	1.8460657
	Pension		-	-	0.03	2.3848379
	Pension 2		-	-	0.03	1.9918691
Secure	Life	-	20.00	23.00	96.21	2.2225132
	Life 2	-	20.00	23.00	96.21	1.2993528
	Pension		-	-	96.21	2.7851483
	Pension 2		-	-	96.21	1.3634144
	Pension 3		-	-	96.21	2.8191820
UK Equity	Life	-683	20.00	23.00	0.00	3.1628044
	Life 2	-475	20.00	23.00	0.00	1.8874436
	Pension		-	-	0.00	3.8659134
	Pension 2		-	-	0.00	1.9861099
UK Index Tracker	Life	-73	20.00	23.00	0.00	1.0196838
	Pension		-	-	0.00	1.2837997
	Pension 2		-	-	0.00	1.0278276

**Long term business: Supplementary information for internal linked funds**Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary **LONG TERM ASSURANCE FUND**

Company registration number		GL / UK / CM	Period ended			Units	OB / IB	No of fund	No of part of Fund
			day	month	year				
R45	2456671	GL	31	12	2000	£000	OB	1	0
Name of fund		Amount of taxable unrealised capital gain or loss	Percentage provision for tax on unrealised capital gains	Percentage provision for tax on realised capital gains	Liquidity percentage	Valuation price per unit			
1		2	3	4	5	6			
UK Preference & Fixed Interest	Life	241	20.00	23.00	74.25	2.2357925			
	Life 2	131	20.00	23.00	74.25	1.6024746			
	Pension	-	-	-	74.25	2.5132712			
	Pension 2	-	-	-	74.25	1.6771298			
Bristol & West Deposit	Life	-	-	-	94.92	1.6515885			
Bristol & West Pension	Pension	-	-	-	96.24	2.0648860			
ES Adventurous Managed	Pension	-	-	-	0.00	1.1465213			
ES American Select Growth	Pension	-	-	-	0.00	1.4983937			
ES American Smaller Co's	Pension	-	-	-	0.00	1.7178549			
ES Balanced Managed	Pension	-	-	-	0.00	1.0893293			
ES Barings Managed	Pension	-	-	-	0.17	0.9787045			
ES Cautious Managed	Pension	-	-	-	0.00	1.0564880			
ES Equity Income	Pension	-	-	-	0.00	1.0775133			
ES European Select Growth	Pension	-	-	-	0.00	1.3627291			
ES European Smaller Co's	Pension	-	-	-	0.00	1.6653151			
ES Far East & Japan	Pension	-	-	-	0.00	0.9788853			
ES Fidelity Managed	Pension	-	-	-	0.05	1.2599752			
ES Foreign & Colonial	Pension	-	-	-	9.17	1.2232650			

**Long term business: Supplementary information for internal linked funds**Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary **LONG TERM ASSURANCE FUND**

		Company registration number	GL / UK / CM	Period ended			Units	OB / IB	No of fund	No of part of Fund	
		R45	2456671	GL	31	12	2000	£000	OB	1	0
Name of fund		Amount of taxable unrealised capital gain or loss	Percentage provision for tax on unrealised capital gains	Percentage provision for tax on realised capital gains	Liquidity percentage	Valuation price per unit					
1		2	3	4	5	6					
ES Framlington Managed	Pension	-	-	-	0.43	1.1867243					
ES Gartmore Managed	Pension	-	-	-	27.61	1.1566608					
ES Global Bond	Pension	-	-	-	99.66	1.0768082					
ES Henderson Managed	Pension	-	-	-	17.96	1.2209852					
ES HSBC Managed	Pension	-	-	-	21.87	1.1506806					
ES Japan Smaller Co's	Pension	-	-	-	0.01	1.1720911					
ES Latin American Growth	Pension	-	-	-	0.00	1.3159894					
ES Lazard Managed	Pension	-	-	-	0.48	1.0437744					
ES Managed Income	Pension	-	-	-	0.21	1.0400556					
ES Mercury Managed	Pension	-	-	-	0.00	1.0386655					
ES Morgan Grenfell	Pension	-	-	-	0.19	1.0865628					
ES Perpetual Managed	Pension	-	-	-	0.61	1.0719544					
ES Schroders Managed	Pension	-	-	-	0.35	1.0584701					
ES Sterling Bond	Pension	-	-	-	99.53	1.0777414					
ES UK Corporate Bond	Pension	-	-	-	99.62	1.1024669					
ES UK Growth	Pension	-	-	-	0.00	1.0706404					
ES UK Growth and Income	Pension	-	-	-	0.02	1.0528607					
ES UK Money Securities	Pension	-	-	-	99.67	1.0898678					

**Long term business: Supplementary information for internal linked funds**Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**Global business / ~~UK branch business~~ / ~~EEA branch business~~Ordinary business / ~~Industrial business~~

Financial year ended 31st DECEMBER 2000

Name and number of fund / Summary **LONG TERM ASSURANCE FUND**

		Company registration number	GL / UK / CM	Period ended			Units	OB / IB	No of fund	No of part of Fund	
		R45	2456671	GL	31	12	2000	£000	OB	1	0
Name of fund		Amount of taxable unrealised capital gain or loss	Percentage provision for tax on unrealised capital gains	Percentage provision for tax on realised capital gains	Liquidity percentage	Valuation price per unit					
1		2	3	4	5	6					
ES UK Monthly Income	Pension	-	-	-	0.24	1.0536726					
ES UK Select Growth	Pension	-	-	-	0.00	1.1259485					
ES UK Smaller Companies	Pension	-	-	-	0.00	1.3744235					
Eagle Secure	IOM	-	-	-	99.74	9.8342246					
Sterling Secure	IOM	-	-	-	92.23	2.2984476					
Dollar Secure	IOM	-	-	-	9.06	1.1475672					
Eagle Blue Chip	IOM	-	-	-	0.51	16.3715250					
Sterling Blue Chip	IOM	-	-	-	3.33	2.9040607					
Dollar Blue Chip	IOM	-	-	-	2.71	2.0472249					
Eagle Performance	IOM	-	-	-	1.47	17.4627862					
Sterling Performance	IOM	-	-	-	4.08	3.1231132					
Dollar Performance	IOM	-	-	-	2.53	1.9778953					
Eagle Adventurous	IOM	-	-	-	2.55	16.7339554					
Sterling Adventurous	IOM	-	-	-	2.05	2.9518780					
Dollar Adventurous	IOM	-	-	-	1.96	1.6457903					



# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## LONG TERM BUSINESS

### SCHEDULE 4

#### ABSTRACT OF VALUATION REPORT PREPARED BY THE APPOINTED ACTUARY

1. The investigation was made as at 31st December 2000.
2. The previous investigation was made as at 31st December 1999.
3. The valuation is in conformity with Regulation 64 of the Insurance Companies Regulations 1994.
4. (1) (a) See paragraph 5 for a description of Accumulating With Profit Unit contracts which also have an option to link to internal linked funds.

(i) The company reserves the right to adjust the value of units being cancelled. To ensure fairness between investments being continued in the With Profits Fund and units cancelled from it, the value of units may be increased by a terminal bonus or reduced by a Market Value Adjustment.

The circumstances when a terminal bonus may be added or a market value adjustment applied and the size of such adjustments cannot be defined precisely. In determining the overall entitlements of policyholders the principles described in paragraphs 14.(1), 14.(2) and 14.(3) apply. Therefore, for fund types 1, 2, 3 and 7, all relevant items of surplus would be taken into account in determining the size of the adjustment compared with increases in unit prices over the duration of each policy. Allowances would be made for the size and incidence of amounts allocated to and de-allocated from the With Profits fund. Any market value adjustment would reflect the impact of a fall in the investment returns on the funds assets.

For fund types 4, 5, and 6, the process is policy specific and because of the participation rights any adjustment in policy value is driven solely by differences in net investment returns.

A Market Value Adjustment will not be applied when cancelling units to provide benefits:

- i) on death or serious illness claim or
- ii) on any Maturity Date, certain selected Target Payout Dates, certain regular withdrawals, or Retirement Date (with the exception of single contributions and switches into the With Profits Fund within 5 years of this date).

Additional surrender penalties apply to certain contracts. These are detailed in paragraph 5.(1)(h).

(ii) The current benefit value shown in Form 52 is the unfunded value of units. Consequently where the discounted value is less than the full amount, this is due to actuarial funding of the additional charge on Capital Levy Units and actuarial funding of annual management charges. In these cases a surrender charge applies. Where the discounted value is greater than the current value this is due to the gross premium reserve described in 6(1)(b) below.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (iii) There are seven types of unitised fund in operation.

The first relates to unitised pension contracts taken out prior to 1 January 1991. The units have a guarantee price which is the minimum price at which units will be cancelled on death or at the selected pension age. The guarantee price is increased annually by (i) a guaranteed amount calculated at a rate of 35 per cent. of the gross yield on 2.5 per cent. Consols on the previous 31st December and applied to the bid price and (ii) bonus additions granted by the board on the advice of the actuary. Management expenses related to this series are borne by the 90:10 with profits sub-fund.

The second fund relates to unitised contracts taken out between 3 June 1991 and 7 March 1994 for Life contracts and between 1 January 1991 and 7 March 1994 for Pensions contracts. The units have a price which increases daily at the rate of bonus then in force, guaranteed to be at least 3% for life business and 4% for pension business. The guarantee applies only to those units purchased to date and may be withdrawn at any time for future unit purchases. This fund is closed to new business but further premiums on existing contracts are permitted. Management expenses related to this series are borne by the 90:10 with profits sub-fund.

The third fund relates to unitised life and pension contracts, taken out between 8 March 1994 and 2 January 1995. The price of units purchased to date is guaranteed not to fall. This fund is closed to new business but further premiums on existing contracts are permitted. Management expenses related to this series are borne by the 90:10 with profits sub-fund.

The fourth fund relates to unitised life contracts taken out between 3 January 1995 and 28 August 1995, pension contracts taken out during 1995, and Unit Type H contracts with a surrender penalty. The price of units purchased to date is guaranteed not to fall. Management expenses of this series are borne by the non profit fund. The 100:0 with profits sub fund only bears the annual charge (currently 1% per annum) deducted by way of reduced bonus.

The fifth fund relates to unitised life contracts taken out after 28 August 1995 and pension contracts taken out after 1 January 1996. The price of units purchased to date is guaranteed not to fall. Management expenses of this series are borne by the non profit fund. The annual charge depends on the size of the fund, is deducted from each policy by a monthly cancellation of units, and is detailed in paragraph 5.

The sixth fund relates to unitised life contracts offering fund based commission and section 32 pensions buyout contracts taken out after 28 July 1996. The price of units purchased is guaranteed not to fall. Management expenses of this series are borne by the non profit fund. The annual charge depends on the size of the fund, is deducted from each policy by a monthly cancellation of units, and is detailed in paragraph 5.

The seventh fund relates to the Kingfisher leavers plan for personal pensions taken out after 28 July 1996. The units have a price which increases daily at the rate of bonus then in force, guaranteed to be at least 4%. The guarantee applies only to those units purchased to date and may be withdrawn at any time for future unit purchases. Management expenses related to this series are borne by the 90:10 with profits sub-fund.

- (iv) Not applicable.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (v) The Flexible Protection Plan and Income Protection Plan which, together with some other contracts, invest in the fifth series permit the policyholder to choose a death benefit, serious illness and PHI benefits within certain bounds. The death benefit is the greater of the bid value of units and the selected sum assured. The sum assured or PHI risk benefit may be level, escalate at a fixed percentage, escalate in line with prices or earnings or a combination of the above. There are guaranteed insurability options on marriage, child birth or moving house and an option to extend the term. There are also Business Protection and Inheritance Tax options.
- (b) (i) "Eagle Living" contracts, which are included in endowment assurances in Forms 51 and 52, are written in a selected currency, Sterling, US Dollars, HK Dollars, Australian Dollars, Deutschmarks, Yen or "Eagles" (one "Eagle" = £ 1 + US \$ 2 + DM 4 + Yen 500). A dividend is calculated on the notional accrued investment and added to the policy, in the form of reversionary bonus for with profit contracts. These contracts are issued in the Isle of Man and Hong Kong. For the Endowment Assurances and Group Provident contracts there is no adjustment to the policy benefits on payment of claim other than surrender charge. The surrender charge consists of two components:
- (1) Present value of expected future policy charges.
  - (2) Duration charge, which decreases as policy duration increases.
- (ii) For new products first issued in 1997 there is a guaranteed bonus rate of up to 2% depending on contract type, term, and currency.
- For earlier products there is a guaranteed minimum value at the maturity option date, calculated by assuming a 4.0% guaranteed bonus rate after management charge.
- A performance guarantee reserve is held in respect of this business.
- (iii) The rate of interest applied is the actual declared investment return.
- (iv) The Provident Fund guarantees that the member receives a surrender value of at least the premiums paid. There is a penalty ranging from 5% in the first year to nil after 5 years for scheme surrenders. One of the "Eagle Living" contract types guarantees that the surrender value will be no less than 50% of the surrender scale based on 4.5% interest rate. There are no guaranteed surrender values on other individual "Eagle Living" contracts.
- (v) All policies may remain in force after the maturity option date, and paid up/Extended cover options are available. Some policies have an option to purchase a whole life policy for the existing sum assured at final maturity date. Some policies may convert to a whole of life plan at maturity whilst some term assurances have a renewable option.
- (c) Except as detailed below, all other non linked contracts are as described by the entry in column 1 of Form 51. Certain contracts include options and premium rate guarantees (see 6(1)(h), below).
- (i) Pure Endowments valued using "Special Mortality". The mortality basis is IM80(c=2010) / IF80(c=2010) plus a flat addition which is dependent on the level of impairment of the life. The basis is consistent with the office's experience to date with a substantial margin. The Plan is designed to provide a series of payments to the residents of nursing or residential homes to meet the cost of care. The Plan is purchased with a single lump sum. The Plan is based upon a series of several (separate) Endowment policies each providing a single capital sum on survival of the resident to a fixed date. These are designed to mature at regular intervals.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

(ii) **Serious Illness Contracts.** These are regular premium contracts providing two distinct benefits: a serious illness benefit written in the PHI fund and an assurance benefit written in the Life fund. One year's annual premium is payable on death or maturity. The sum assured is payable on diagnosis of one of a number of serious illnesses. There are three levels of cover available, each offering a different range of conditions included in the definition of "serious illness". These contracts are valued using the reinsured serious illness inception rates for the level of cover chosen, together with a significant margin.

### 5.(1.1) (a) Unit Policies: Type H issued after 28 August 1995

- (b) UK and overseas, life assurance and general annuity, non profit and with profits whole life assurances.
- (c) Single Premiums
- (d) A death benefit of 101 per cent. of the bid value of the units. Unitised With Profit investment options (described in 4 above) are available.
- (e) The secure fund unit price is guaranteed not to fall. The only other investment guarantees are described in 4 above.
- (f) The margins arising from this policy type to meet the costs relating to expenses and commissions are:-

- unallocated premiums arising from the margin in the unit allocation percentage. The allocation rate is 95.5% of premiums (Type H1). A second charging structure applies where the allocation rate is 99.28% of premiums (Type H2).

- a monthly deduction of units in accordance with the table below:-

Total Unit Holding Value	Annual Equivalent Charge	
	Type H1	Type H2
£0 - £19,999	0.90%	1.11%
£20,000 - £29,999	0.80%	1.01%
£30,000 - £49,999	0.70%	0.91%
£50,000 - £79,999	0.60%	0.81%
£80,000 +	0.50%	0.71%

- (g) There are no restrictions on increases in charges.
- (h) The surrender value is the bid value of units (subject to the adjustment described in 4(1)(a)(i) above for with profits investment).
- (i) Type H1 policyholders may choose for benefits to be determined by reference either to the value of an internal linked fund or to a Unitised With Profit fund. Type H2 policyholders may invest only in a Unitised With Profit fund.
- (j) There are no other material factors.
- (k) The contract is open to new business.
- (l) There were no increases in the charge rates during the year.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (1.2) (a) Unit Policies: Type H sold through Bristol & West Building Society after 31st March 1999. Differences from the contracts described in 1.1 are as follows:

- (f) The margins arising from this policy type to meet the costs relating to expenses and commissions are:-

- unallocated premiums arising from the margin in the unit allocation percentage. The allocation rate is 95 % of premiums. There was a limited offer during 2000 with an allocation rate of 96.5 % of premiums.

- a monthly deduction of units in accordance with the table below:-

Total Unit Holding Value	Annual Equivalent Charge
£0 - £29,999	1.00 %
£30,000 - £49,999	0.90 %
£50,000 - £79,999	0.80 %
£80,000 - £99,999	0.70 %
£100,000 +	0.60 %

All other details are identical to contracts described in (1.1).

- (1.3) (a) Unit Policies: Type H taken out after 31st May 1998.

As from June 1998 an additional contract was made available. Differences from the contracts described in 1.1 are as follows:

- (f) The margins arising from this policy type to meet the costs relating to expenses and commissions are:-

- unallocated premiums arising from the margin in the unit allocation percentage and bid/ offer spread. The allocation rate varies between 100% and 103 % depending on premium size. The bid/ offer spread is 5%.

- an annual management charge of 1 % of the unit funds.

- depending on the level of initial commission applicable, there may be a charge equal to the amount of any fund based commission paid.

- (h) The surrender value is the bid value of units (subject to the adjustment described in 4(1)(a)(i) above for with profits investment), for regular withdrawals of up to 10 % of the fund. Withdrawals in excess of 10 % are subject to an early encashment charge of between 2 % and 6 % of any units surrendered within 5 years of purchase.

- (i) Policyholders may choose benefits determined by reference either to the value of an internal linked fund or to a Unitised With Profit fund.

All other details are identical to contracts described in (1.1).

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

### (1.4) (a) Unit Policies: Type H issued on or before 28 August 1995

- (b) UK and overseas, life assurance and general annuity, non profit and with profits whole life assurances.
- (c) Single Premiums
- (d) A death benefit of 101 per cent. of the bid value of the units. Unitised With Profit investment options (described in 4 above) are available.

For contracts taken out prior to 9 October 1990 bonus units are allocated triennially, based on the original investment and subsequent lump sums.

- (e) The secure fund unit price is guaranteed not to fall. The only other investment guarantees are described in 4 above.
- (f) The margins arising from this policy type to meet the costs relating to expenses and commissions are:-
  - unallocated premiums arising from the margin in the unit allocation percentage and bid/ offer spread. The allocation rate varies between 100% and 101.5% depending on premium size. The bid/ offer spread is 5%.
  - an annual management charge on the unit funds of 1% or 1.25% dependent on the fund. For unitised with profits investment annual management charges are implicit in the bonus rate.
- (g) There are no restrictions on increases in charges.
- (h) The surrender value is the bid value of units (subject to the adjustment described in 4(1)(a)(i) above for with profits investment).
- (i) Policyholders may choose for benefits to be determined by reference either to the value of an internal linked fund or to a Unitised With Profit fund.
- (j) There are no other material factors.
- (k) The contract is closed to new business but additional premiums are permitted.
- (l) There were no increases in the charge rates during the year.

### (1.5) (a) Unit policies: Type L

- (b) UK and overseas, life assurance and general annuity, non profit and with profit endowment assurances.
- (c) Regular premiums.
- (d) The death benefit is the greater of the bid value of units and the minimum sum assured. On maturity the bid value of units is paid together with any increase added to the value of unitised with profits units (as described in 4 above). After the Plan has been in force for five years, bonus units are awarded at the rate of three quarters of one per cent. per annum (based on the units allocated and calculated on a monthly basis). Unitised With Profit investment options (described in 4 above) are available.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (e) The secure fund unit price is guaranteed not to fall. The only other investment guarantees are described in 4 above.
- (f) The margins arising from this policy type to meet the costs relating to expenses, commissions, mortality and permanent health risks are:-

- unallocated premiums arising from the margin in the unit allocation percentage and bid/ offer spread. The allocation rate is 103.5% after expiry of the nil allocation period (see below), subject to a 5% bid/ offer spread. A number of contracts have higher allocation rates to compensate for office charges being higher than Lautro projections. Sterling reserves have been set up to cover any allocations in excess of the standard allocation rate.

- an annual management charge on the unit funds of 1% or 1.25% dependent on the fund. For unitised with profits investment the annual management charges are implicit in the bonus rate.

- monthly deduction from units in respect of the plan charge. This is currently £1.93 per month (£1.10 per month for low start plans increasing by £0.22 and £0.11 each year during the first five and ten years respectively).

- a nil allocation period. The length of the period for sample terms is given in the table below:-

<u>Term of Plan in years</u>	<u>"Nil allocation period" in months</u>	
	Standard and Higher Investment Plans	Low Start Plans
10	9	-
15	10	16
20	11	19
25	12	21
30	13	22

- monthly deductions from units in respect of the guaranteed death benefit and any serious illness or permanent health risks.

- (g) There are no restrictions on increases in charges.
- (h) The surrender value is the bid value of units (subject to the adjustment described in 4(1)(a)(i) above for with profits investment).
- (i) Policyholders may choose for benefits to be determined by reference either to the value of an internal linked fund or to a Unitised With Profit fund.
- (j) There are no other material factors.
- (k) This contract is closed to new business but increases to premiums are permitted.
- (l) For level premium contracts the monthly charge increased from £1.86 to £1.93 on 1st January 2000.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (1.6) (a) Unit policies: Types M and X taken out prior to 2 January 1996
- (b) Overseas:- life assurance and general annuity, non profit and with profits deferred annuities.  
UK:- pensions, non profit and with profits deferred annuities.
  - (c) Single premiums.
  - (d) These are single premium executive pension plans, group pension plans and self employed pension plans which, at pension age, provide a sum equal to the value of the units attaching. The death benefit is the bid value of units and any selected sum assured. Unitised With Profit investment options (described in 4 above) are available.
  - (e) The secure fund unit price is guaranteed not to fall. The only other investment guarantees are described in 4 above.
  - (f) The margins arising from this policy type to meet the costs relating to expenses commissions and mortality risks are:-
    - unallocated premiums arising from the margin in the unit allocation percentage and bid/ offer spread. The allocation rate varies between 95% and 102% depending on term and premium size. For group policies the percentage of premiums invested ranges from 94% to 100% depending on term. There is a 5% bid/ offer spread.
    - an annual management charge on the unit funds of 1% or 1.25% dependent on the fund. For unitised with profits investment the annual management charges are implicit in the bonus rate. One large group scheme has individual terms.
    - monthly deductions from units in respect of any guaranteed death benefit.
  - (g) There are no restrictions on increases in charges.
  - (h) The transfer value is the bid value of units subject to two possible adjustments:
    - (i) a reduction if a lower allocation rate is applicable to the expired term of the contract,
    - (ii) an adjustment to unitised with profit as described in 4(1)(a)(i) above.
  - (i) Policyholders may choose for benefits to be determined by reference either to the value of an internal linked fund or to a Unitised With Profit fund.
  - (j) There are no other material factors.
  - (k) The contract is closed to new business but additional premiums are permitted.
  - (l) There were no increases in the charge rates during the year.
- (1.7) (a) Unit policies: Types N and Y taken out prior to 2 January 1996
- (b) Overseas:- life assurance and general annuity, non profit and with profits deferred annuities.  
UK:- pensions, non profit and with profits deferred annuities.
  - (c) Regular premiums.



EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

SCHEDULE 4 - Continued

- (d) These are regular premium executive pension plans, group pension plans and self employed pension plans which, at pension age, provide a sum equal to the value of the units attaching. The death benefit is the greater of the bid value of units and any selected sum assured. Unitised With Profit investment options (described in 4 above) are available.
- (e) The secure fund unit price is guaranteed not to fall. The only other investment guarantees are described in 4 above.
- (f) The margins arising from this policy type to meet the costs relating to expenses commissions and mortality risks are:-
- unallocated premiums arising from the margin in the unit allocation percentage and bid/ offer spread. The allocation rate varies between 92% and 100% depending on term, whether the contract is part of a group arrangement, and when it was first written. After 10 years the allocation rate is 105%. A 5% bid/ offer spread applies.
  - an administration charge levied by monthly cancellation of units. This is 6.5% per annum of the balance of the units purchased from the first year's monthly contributions. If annual contributions are made the administration charge is reduced to 5% per annum. For type Y policies the policyholder may opt for a lower allocation rate (92% - 96%) but not bear this charge.
  - an annual management charge on the unit funds of 1% or 1.25% dependent on the fund. For unitised with profits investment the annual management charges are implicit in the bonus rate. One large group scheme has individual terms.
  - monthly deductions from units in respect of any guaranteed death benefit.
  - monthly deductions in respect of the plan charge, currently £4.57.
- (g) There are no restrictions on increases in charges.
- (h) The transfer value is the bid value of units subject to three possible adjustments:
- (i) a reduction if a lower allocation rate is applicable to a policy with a term equal to the expired term of the contract,
  - (ii) an adjustment to unitised with profit as described in 4(1)(a)(i) above.
  - (iii) a further reduction to allow for unrecovered Capital Levy Unit charges on units purchased in the first year.
- (i) Policyholders may choose for benefits to be determined by reference either to the value of an internal linked fund or to a Unitised With Profit fund.
- (j) There are no other material options
- (k) The contract is closed to new business but increases to premiums are permitted.
- (l) The monthly charge was increased from £4.39 to £4.57 per member on 1st January 2000.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (1.8) (a) Unit policies: Types P and Q taken out prior to 2 January 1992.
- (b) Overseas:- life assurance and general annuity, non profit and with profits deferred annuities.  
UK:- pensions, non profit and with profits deferred annuities.
- (c) These contracts have been classified as regular premium. Lump sum investment is permitted within the same contract.
- (d) These are individual pension plans which, at pension age, provide a sum equal to the value of the units attaching. The death benefit is the greater of the bid value of units and any selected sum assured. Unitised With Profit investment options (described in 4 above) are available.
- (e) The secure fund unit price is guaranteed not to fall. The only other investment guarantees are described in 4 above.
- (f) The margins arising from this policy type to meet the costs relating to expenses, commissions, mortality and permanent health risks are:-
- unallocated premiums arising from the margin in unit allocation after application of a 5% bid / offer spread.

The allocation rate for single premiums varies between 94% and 102% depending on term and amount. The minimum allocation rate for additional single premiums is 97%. Transfer values receive an additional 3% except where the transfer value is paid out of a group scheme on the occasion of the termination of employment. The allocation rate for DSS rebate payments is 100%.

The percentage of regular premiums allocated to units are as follows:

<u>Term in years</u>	<u>Annual premium less than £720</u>	<u>Annual premium greater than £720</u>
5 or more	100%	102%
4 or less	97%	99%

After 5 years contributions on a particular premium layer the allocation rate increases to 105%.

- an annual management charge on the unit funds of 1% or 1.25% dependent on the fund. For unitised with profits investment the annual management charges are implicit in the bonus rate.
- monthly deductions from units in respect of any risk benefits.
- monthly deductions in respect of the plan charge, currently £2.01 for type P contracts and £2.90 for type Q contracts.

- (g) There are no restrictions on increases in charges.
- (h) The transfer value is the bid value of units subject to an adjustment to unitised with profit as described in 4(1)(a)(i) above. A further reduction is made to allow for unrecovered Capital Levy Unit charges on units purchased in the first year.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (i) Policyholders may choose for benefits to be determined by reference either to the value of an internal linked fund or to a Unitised With Profit fund.
  - (j) There are no other material factors.
  - (k) The contracts are closed to new business but increases to premiums are permitted.
  - (l) On 1st January 2000 the monthly charge increased from £1.91 to £2.01 for type P contracts and £2.78 to £2.90 for type Q contracts.
- (1.9) (a) Unit policy: Types P and Q taken out between 1 January 1992 and 1 January 1996
- (b) Overseas:- life assurance and general annuity, non profit and with profits deferred annuities.  
UK:- pensions, non profit and with profits deferred annuities.
  - (c) Regular premiums.
  - (d) These are individual pension plans which, at pension age, provide a sum equal to the value of the units attaching. The death benefit is the greater of the bid value of units and any selected sum assured. Unitised With Profit investment options (described in 4 above) are available.

In addition, a bonus is payable on retirement at or after normal retirement date as follows:

<u>Term from commencement to Normal Retirement Date</u>	<u>Current Bonus Rate</u>
10 - 14 years	1 %
15 - 25 years	3 %
25 years and over	5 %

Any increase in contribution above the previous highest level will be treated as a new contract for the purpose of determining this bonus. If retirement takes place up to five years before normal retirement the bonus will be reduced by 50 per cent. No bonus is payable on retirement more than five years before normal retirement. Single contributions do not qualify for this bonus.

The rates of bonus were doubled for contracts taken out during 1995.

- (e) The secure fund unit price is guaranteed not to fall. The only other investment guarantees are described in 4 above.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (f) The margins arising from this policy type to meet the costs relating to expenses, commissions, mortality and permanent health risks are:-

- unallocated premiums arising from the margin in unit allocation after application of a 5% bid / offer spread. The allocation rate for single premiums varies between 95% and 109% depending on term and amount. The allocations in excess of 100% (after the bid / offer spread) are recouped from the annual management charge.

The percentage of regular premiums allocated to units will be as follows:

<u>Term in years</u>	<u>Annual premium less than £960</u>	<u>Annual premium £960 - 2400</u>	<u>Annual premium greater than £2400</u>
5 or more	100%	102%	103%
4 or less	97%	99%	100%

For Group policies an additional 1% allocation is made. After 10 years contributions on a particular premium layer the allocation rate increases to 105%.

- an annual management charge on the unit funds of 1% or 1.25% dependent on the fund. For unitised with profits investment the annual management charges are implicit in the bonus rate.

- monthly deductions from units in respect of any risk benefits.

- monthly deductions in respect of the plan charge, currently £3.82.

- (g) There are no restrictions on increases in charges.
- (h) The transfer value is the bid value of units subject to three possible adjustments:
- (i) a reduction if a lower allocation rate is applicable to a policy with a term equal to the expired term of the contract,
  - (ii) an adjustment to unitised with profit as described in 4(1)(a)(i) above.
  - (iii) a further reduction to allow for unrecovered Capital Levy Unit charges on units purchased in the first year.
- (i) Policyholders may choose for benefits to be determined by reference either to the value of an internal linked fund or to a Unitised With Profit fund.
- (j) There are no other material factors.
- (k) The contracts are closed to new business but increases to premiums are permitted.
- (l) On 1st January 2000 the monthly charge increased from £3.63 to £3.82.

(1.10) (a) Unit policy: Types M,N,P,Q,X and Y taken out on or after 2 January 1996 (series 1)

(b) Overseas:- life assurance and general annuity, non profit and with profits deferred annuities.  
UK:- pensions, non profit and with profits deferred annuities.

(c) A contract can accept both regular and single premiums. These contracts have been classed as regular if a regular premium is in payment and single otherwise.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

(d) These are executive pension plans, group pension plans, and individual pension plans which, at pension age, provide a sum equal to the bid value of units. A small number of plans have an annuity guarantee. The death benefit is the greater of the bid value of units and any selected sum assured. Additional death benefits may also be purchased. Premiums may be suspended or recommenced at any time (subject to underwriting restrictions for risk benefits). Unitised With Profit investment options (described in 4 above) are available.

(e) The secure fund unit price is guaranteed not to fall. The only other investment guarantees are described in 4 above.

(f) The margins arising from this policy type to meet the costs relating to expenses, commissions, mortality and permanent health risks are:-

- unallocated premiums arising from the margin in unit allocation. The allocation rate for single premiums is 92.5%. For regular premiums the allocation rate is 30% in the initial commission period and 102% (104% for new business after July 1996) when the period has ended rising to 109% (111% for new business after July 1996) after ten years. Sterling reserves are set up from margins in the initial commission period to cover later allocations in excess of 100%. There are also level commission and nil commission options.

- an annual charge made by monthly deduction from units in accordance with the table below:

Total unit value	Annual charge for EPPfor Personal Pensions / AVCs	Annual charge
£0 - £9,999	0.525%	0.4%
£10,000 - £19,999	0.500%	0.375%
£20,000 -	0.475%	0.35%

- monthly deductions from units in respect of any risk benefits.

- monthly deduction from units in respect of the plan charge, currently £4.02 per member per month.

(g) There are no restrictions on increases in charges.

(h) The surrender value is the bid value of units (subject to the adjustment described in 4(1)(a)(i) above for with profits investment).

(i) Policyholders may choose for benefits to be determined by reference either to the value of an internal linked fund or to a Unitised With Profit fund.

(j) There are no other material factors.

(k) This contract is open to new business.

(l) On 1st January 2000 the monthly charge increased from £3.82 to £4.02.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (1.11) (a) Unit policy: Types M,N,P,Q,X and Y taken out after September 1996 (series 2).  
As from September 1996 a new series of contracts were made available. The differences to the contracts described in (1.10) are as follows:

- (f)
- unallocated premiums arising from the margin in unit allocation. The allocation rate for single premiums is 95%. For regular premiums the allocation rate is 70% in the initial commission period and 100% when the period has ended rising to 105% after ten years. Sterling reserves are set up from margins in the initial commission period to cover later allocations in excess of 100%.
  - an annual charge made by monthly deduction from units in accordance with the table below:

Total unit value	Annual charge for EPP	Annual charge for Personal Pensions / AVCs
up to £19,999	1.125 %	1.0 %
£20,000 and over	0.925 %	0.8 %

All other details are identical to series 1 contracts described in (1.10).

- (1.12) (a) Unit policy: Types X and Y taken out after April 1998 (series 2).  
The terms for new policies type X and Y were revised with effect from April 1998. The differences to the contracts described in (1.10) are as follows:

- (d) These are executive pension plans which, at pension age, provide a sum equal to the bid value of units. The death benefit is the greater of the bid value of units and any selected sum assured. Additional death benefits may also be purchased. Premiums may be suspended or recommenced at any time (subject to underwriting restrictions for risk benefits). Unitised With Profit investment options (described in 4 above) are available.

- (f)
- unallocated premiums arising from the margin in unit allocation. The allocation rate for single premiums is 95%. For regular premiums the allocation rate is 70% in the initial commission period and 95% when the period has ended rising to 103% after 10 years. Sterling reserves are set up from margins in the initial commission period to cover later allocations in excess of 100%.

There are also level commission and nil commission options.

- an annual charge made by monthly deduction from units in accordance with the table below:

Total unit value	Annual charge
up to £24,999	1.325 %
£25,000 to £49,999	0.975 %
£50,000 to £74,999	0.725 %
£75,000 and over	0.5 %

- for new business from June 1998 the monthly deduction from units in respect of the plan charge is £4.25 per member per month.

- (l) On 1st January 2000 the monthly charge increased from £4.04 to £4.25.

All other details are identical to the contracts described in (1.10).

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (1.13) (a) Unit policy: Types M,N,P,Q,X and Y taken out after April 1997 (series 2 contracts sold through a direct sales force)

As from April 1997 a new series of contracts were made available. The differences to the contracts described in (1.10) are as follows:

(f)

- unallocated premiums arising from the margin in unit allocation. The allocation rate for single premiums is 95%. For regular premiums the allocation rate is 70% in the initial commission period and 103% when the period has ended. Sterling reserves are set up from margins in the initial commission period to cover later allocations in excess of 100%.

- an annual charge of 0.65% p.a. made by monthly deduction from units.

- monthly deductions in respect of any risk benefits.

- monthly deductions in respect of the plan charge, currently £4.02 per month (Executive Plans) or £2.30 per month (Individual Plans).

- (k) The contracts are closed to new business but increases to premiums are permitted.

- (l) On 1st January 2000 the monthly charge increased from £3.82 to £4.02 (Executive Plans) and from £2.18 to £2.30 (Individual Plans).

All other details are identical to series 1 contracts described in (1.10).

- (1.14) (a) Unit policy: Type P (Channel Islands exit penalty pension).

As from September 1998 a new pension plan was introduced.

- (b) Overseas:- life assurance and general annuity, non profit and with profits deferred annuities.

- (c) Single premiums.

- (d) These are individual pension plans which, at pension age, provide a sum equal to the bid value of units. The death benefit is the bid value of units. Unitised With Profit investment options (described in 4 above) are available.

- (e) The secure fund unit price is guaranteed not to fall. The only other investment guarantees are described in 4 above.

- (f) The margins arising from this policy type to meet the costs relating to expenses are:-

- unallocated premiums arising from the margin in unit allocation. The allocation rate is 95%.
- an annual charge made by monthly deduction from units in accordance with the table below:

Total unit value	Annual charge
up to £19,999	1.0%
£20,000 and over	0.8%

- monthly deduction from units in respect of the plan charge, currently £4.02 per member per month.
- an early encashment charge as described in (h) below.

- (g) There are no restrictions on increases in charges.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (h) The surrender value is the bid value of units (subject to the adjustment described in 4(1)(a)(i) above for with profits investment). Withdrawals are subject to an early encashment charge on units surrendered within 4 years of purchase, as shown in the table below:-

Period since purchase	Annual charge
less than 1 year	4.0%
1 year but less than 2 years	3.0%
2 years but less than 3 years	2.0%
3 years but less than 4 years	1.0%
4 years and above	nil

- (i) Policyholders may choose for benefits to be determined by reference either to the value of an internal linked fund or to a Unitised With Profit fund.
- (j) There are no other material factors.
- (k) This contract is open to new business.
- (l) On 1st January 2000 the monthly charge increased from £3.82 to £4.02.

- (1.15) (a) Unit policy: Types M,N,P,Q,X and Y taken out from April 1999 (series 3).  
As from April 1999 a new series of contracts were made available. The differences to the contracts described in (1.10) are as follows:

- (f)
- unallocated premiums arising from the margin in unit allocation. The allocation rate for single premiums is 94%. For regular premiums the allocation rate is 91% (Individual Plans) or 90.5% (Executive Plans), rising to 95% after ten years.
  - an annual charge made by monthly deduction from units in accordance with the table below:

Total unit value	Annual charge for EPP
up to £24,999	1.25%
£25,000 to £49,999	1.00%
£50,000 to £74,999	0.75%
£20,000 and over	0.50%

  

Total unit value	Annual charge for Personal Pensions / AVCs
up to £4,999	1.0%
£5,000 to £19,999	0.8%
£20,000 and over	0.6%

- monthly deduction from units in respect of the plan charge, currently £4.25 per month (Executive Plans) or £4.02 per month (Individual Plans).

- (l) On 1st January 2000 the monthly charges increased from £4.04 to £4.25 (Executive Plans) and £3.82 to £4.02 (Individual Plans).

All other details are identical to series 1 contracts described in (1.10).



# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (1.16) (a) Unit policy: Type P and Q taken out from April 2000 (series 4) and from November 2000 (series 5).

In April and November 2000 new series of contracts were made available. The differences to the contracts described in (1.10) are as follows:

- (d) These are individual pension plans which, at pension age, provide a sum equal to the bid value of units. The death benefit is the greater of the bid value of units and any selected sum assured. Additional death benefits may also be purchased. Premiums may be suspended or recommenced at any time (subject to underwriting restrictions for risk benefits). Unitised With Profit investment options (described in 4 above) are available.
- (f) - unallocated premiums arising from the margin in unit allocation. The allocation rate for single premiums is 95% (series 4) or 96.5% (series 5). For regular premiums the allocation rate is 90% but this may be increased depending on the level of commission selected.

- an annual charge made by monthly deduction from units in accordance with the table below:

Total unit value	Annual charge
up to £49,999	1.0%
£50,000 and over	0.8%

- monthly deductions from units in respect of any risk benefits.

There is no monthly plan charge.

- (k) Series 5 is open to new business. Series 4 is closed to new business but additional premiums are permitted.

All other details are identical to series 1 contracts described in (1.10).

- (1.17) (a) Unit policy: Corporate Personal Pension.

The differences to the contracts described in (1.10) are as follows:

- (d) These are individual pension plans which, at pension age, provide a sum equal to the bid value of units. The death benefit is the greater of the bid value of units and any selected sum assured. Additional death benefits may also be purchased. Unitised With Profit investment options (described in 4 above) are available.

- (f) The charging structure is individually negotiated and will usually vary according to the number of policies in a scheme, size of fund and annual premium. The standard charging structure would provide the following margins:

- an annual charge of 1% p.a. made by monthly deduction from units.

- monthly deductions in respect of any risk benefits.

- monthly deductions in respect of the plan charge, currently £2.63 per month for premium paying cases and £1.31 per month for paid up cases.

- a fund based charge related to the method of commission payment.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (l) On 1st February 2000 the monthly charge increased from £2.50 to £2.63 (premium paying) and from £1.25 to £1.31 (paid up).

All other details are identical to series 1 contracts described in (1.10).

(1.18) (a) Unit policy: Flexible Drawdown Plan

- (b) Overseas:- life assurance and general annuity, non profit and with profits deferred annuities.  
UK:- pensions, non profit and with profits deferred annuities.
- (c) Single premiums.
- (d) This is a grouped personal pension plan which enables members to realise units in order to provide phased annuity purchase or income drawdown.  
Unitised With Profit investment options (described in 4 above) are available.  
The death benefit is the bid value of the units.
- (e) The secure fund unit price is guaranteed not to fall. The only other investment guarantees are described in 4 above.
- (f) The margins arising from this policy type to meet the costs relating to expenses, commissions and mortality risks depend on whether option A or option B is selected:-
- unallocated premiums arising from the margin in unit allocation. The allocation rate is between 97% and 100% (Option A) or between 95% and 100% (Option B), depending on the level of commission payable.
  - an annual charge of 0.9% (OptionA) or 0.675% (Option B), made by monthly deduction from units.
  - a charge equal to the amount of any fund based commission paid.
- (g) There are no restrictions on increases in charges.
- (h) The transfer value is the bid value of units (subject to the adjustment described in 4(1)(a)(i) above for with profits investment).
- (i) Policyholders may choose for benefits to be determined by reference either to the value of an internal linked fund or to a Unitised With Profit fund.
- (j) There are no other material factors.
- (k) This contract is open to new business.
- (l) There were no increase in charge rates during the year.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (1.19) (a) Unit policy: Type P policies sold via a telesales operation.
- (b) UK, pensions, non profit and with profits deferred annuities.
- (d) These are individual pension plans which, at pension age, provide a sum equal to the bid value of units. The death benefit is the greater of the bid value of units and any selected sum assured. Premiums may be suspended or recommenced at any time (subject to underwriting restrictions for risk benefits). Unitised With Profit investment options (described in 4 above) are available.
- (f) The margins arising from this policy type to meet the costs relating to expenses, mortality and permanent health risks are:-
- an annual charge equivalent to 1% pa made by monthly deduction from units. This charge has been reduced to 0.5% pa on a number of contracts where a single premium in excess of £12,500 has been paid.
  - monthly deduction from units in respect of the plan charge, currently £2.21 per month. This charge has been waived as a special offer on a number of contracts.
- (j) If a policyholder transfers their pension within the first two years then we will refund all charges to the plan. This is not an investment guarantee. There are no other material factors.
- (l) On 1st January 2000 the monthly charge increased from £2.09 to £2.21.
- (k) The contract is closed to new business but additional premiums are permitted.

All other details are identical to series 1 contracts described in (1.10).

- (1.20) (a) Unit policy: Type M,N,P,Q,X policies sold via a telesales operation from January 1998.
- (b) UK, pensions, non profit and with profits deferred annuities.
- (d) These are individual pension plans and executive pension plans which, at pension age, provide a sum equal to the bid value of units. For individual pensions issued after April 2000 the death benefit is equal to the bid value of units. For earlier policies, the death benefit is the greater of the bid value of units and any selected sum assured. Premiums may be suspended or recommenced at any time (subject to underwriting restrictions for risk benefits). Unitised With Profit investment options (described in 4 above) are available.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (f) The margins arising from this policy type to meet the costs relating to expenses, mortality and permanent health risks are:-

- an annual charge which varies according to the fund value and range of investment options available. For policies investing in a tracker fund only, the charges are as follows:-

Total unit value	Annual charge
up to £39,999	1.0%
£40,000 to £74,999	0.75%
£75,000 and over	0.5%

There are variations on this where charges are increased by 0.2% or 0.4% according to the range of funds available. There is also a high value version with a total annual charge of 0.5% for personal pensions or 0.6% for EPPs with regular premiums in excess of £600 per month or single premium in excess of £20,000.

- monthly deduction from units in respect of the plan charge, currently £2.21 per month. This charge has been waived for the high value version.

- (j) If a policyholder transfers their pension within the first two years then we will refund all charges to the plan. This is not an investment guarantee. There are no other material factors.
- (l) On 1st January 2000 the monthly charge increased from £2.09 to £2.21.

All other details are identical to series 1 contracts described in (1.10).

(1.21) (a) Unit policy: Type P Sterling transfer.

(b) UK:- pensions, non profit and with profits deferred annuities.

(c) Single premiums.

(d) These are individual pension plans designed specifically to take transfers from an associated company which at pension age, provide a sum equal to the bid value of units. Additional single premiums may be paid. Unitised With Profit investment options (described in 4 above) are available. The death benefit is the greater of the bid value of the units and the total premiums paid.

- (f) The margins arising from this policy type to meet the costs relating to expenses, mortality and commissions are:-

- unallocated premiums arising from the margin in unit allocation. The allocation rate is 100% for the initial transfer and 95% for single premiums.

- an annual charge made by monthly deduction from units in accordance with the table below:

Total unit value	Annual charge
£0 - £19,999	0.7%
£20,000 -	0.6%

There is no monthly plan charge.

- (k) The contract is closed to new business but additional premiums are permitted.

All other details are identical to series 1 contracts described in (1.10).

EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

SCHEDULE 4 - Continued

(1.22) (a) Unit policies: Type S

- (b) UK and overseas, life assurance and general annuity, non profit endowment assurances.
- (c) Regular premiums.
- (d) These are regular premium ten year renewable endowment assurances which provide a guaranteed minimum death benefit as specified in each contract. Bonus units, based on the existing number of units, are allocated on the maturity date.
- (e) There are no guaranteed investment returns
- (f) There is a 7% bid/offer spread (refundable as bonus units on maturity) and an expense recoupment charge of 4% p.a. on that part of the investment relating to the first two years' premiums.

A management charge of 1.0% p.a. is taken on units in the secure funds and 2.0% p.a. on all other units.

- (g) The expense recoupment charge is fixed.
- (h) The surrender value is the bid value of units with a variable penalty applied to that part of the investment relating to the first two years' premiums. The penalty depends on the expired policy term.
- (i) Benefits are determined by reference to the value of internal linked funds.
- (j) Not applicable.
- (k) The contract is closed to new business.
- (l) There were no increases in the charge rates during the year.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

(1.23) Miscellaneous policies.

Three contract types are included in miscellaneous but were open to new business during the year. The details are as follows:-

- (a) Miscellaneous – Life products.
- (b) UK and overseas, life assurance and general annuity, non profit and with profits whole life assurances.
- (c) Regular premiums.
- (d) These are regular premium flexible whole of life plans. The policyholder may choose the level of death benefit within certain bounds. Options also exist to cover Serious Illness or PHI risks. The sum assured or PHI risk benefit may be level, escalate at a fixed percentage, escalate in line with prices or earnings or a combination of the above. The death benefit on the contract is the greater of the bid value of units and the selected sum assured. By selection of a maturity date, the contract can be used to target a maturity payout, on which date the adjustment described in 4 above can only be positive. There are guaranteed insurability options on marriage, childbirth, or moving house and an option to extend the term. There are also Business Protection and Inheritance Tax options. Unitised With Profit investment options (described in 4 above) are available.
- (e) The secure fund unit price is guaranteed not to fall. The only other investment guarantees are described in 4 above.
- (f) The margins arising from this policy type to meet the costs relating to expenses commissions and mortality risks are:-
  - unallocated premiums arising from the margin in the unit allocation percentage. The allocation rate for regular premiums is 65% during the initial allocation period and 97.5% thereafter. The allocation rate for single premiums is 92.5%.
  - an annual charge of 0.6% p.a. made by monthly deduction from units.
  - a monthly charge of £2.30 to cover expenses.
  - monthly deductions from units in respect of any guaranteed death benefit, serious illness or permanent health risks.
- (g) There are no restrictions on increases in charges.
- (h) The surrender value is the bid value of units (subject to the adjustment described in 4(1)(a)(i) above for with profits investment).
- (i) Policyholders may choose for benefits to be determined by reference either to the value of an internal linked fund or to a Unitised With Profit fund.
- (j) Contributions may be suspended at any time, as may benefits, subject to underwriting on reinstatement.
- (k) The contract is closed to new business.
- (l) On 1st January 2000 the monthly charge increased from £2.18 to £2.30.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (1.24) (a) Bonds, sold by Hong Kong branch.
- (b) Overseas, life assurance and general annuity business, non-profit whole life assurances.
- (c) Single premiums.
- (d) A death benefit of 101% of the bid value of the units.  
In addition, on the sixth and each subsequent policy anniversary, a bonus of 0.5% of the existing fund is payable.
- (e) There are no guaranteed investment returns.
- (f) The margins arising from this policy type to meet the costs relating to expenses and commissions are:-  
- a 5% bid offer spread.  
- an annual management charge of 1.25% of the unit funds.
- (g) There are no restrictions on increases in charges.
- (h) The surrender value is the bid value of units with a penalty expressed as a percentage of the single premium, which varies from 7.5% initially to zero for durations of 5 years or more.
- (i) Benefits are determined by reference to the value of internal linked funds.
- (j) There are no other material factors.
- (k) This contract is open to new business.
- (l) There were no increases in charge rates during the year.

- (1.25) (a) Unit Policies : Regular, sold by Hong Kong branch.
- (b) Overseas, life assurance and general annuity business, non-profit endowment assurances.
- (c) Regular premiums.
- (d) These are individual endowment plans which, at maturity, provide a sum equal to the value of the units attaching. Policyholders may choose the death benefit to be Type 1 or Type 2:  
- Type 1 death benefit is the greater of the bid value of units, and the sum assured less the amount of any partial withdrawals.  
- Type 2 death benefit is the bid value of units plus the sum assured.

In addition, a bonus expressed as a percentage of the existing number of units is payable on maturity. The bonus is currently paid on plans of duration 10 years or more and is equal to 0.2% multiplied by the curtate duration of the plan and subject to an overall maximum of 7%.

Plan administration charges will be refunded upon death and maturity of the policy.

- (e) There are no guaranteed investment returns.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (f) The margins arising from this policy type to meet the costs relating to expenses, commissions, mortality, serious illness and permanent health risks are:-
- unallocated premiums arising from the margin in the unit allocation percentage and bid/offer spread. The allocation percentage is 100% after the expiry of the nil allocation period in respect of that premium layer (see below). A 5% bid/offer spread applies.
  - an annual management charge of 1.25%.
  - monthly deductions from units in respect of the guaranteed death benefit and any serious illness and permanent health risks.
  - monthly plan administration charge of US\$4.5.
  - a nil allocation period which in months is equal to the policy term in years minus 2, subject to a minimum of 3 months and a maximum of 23 months.
- (g) There are no restrictions on increases in charges.
- (h) The surrender value is the bid value of units.
- (i) Benefits are determined by reference to the value of internal linked funds.
- (j) There are no other material factors.
- (k) This contract is open to new business.
- (l) There were no increases in charge rates during the year.
- (1.26) (a) Index Linked Deferred Annuities, Annuities in payment and Permanent Health business.
- (b) UK Life and General Annuity Non Profit Annuities in payment.  
Overseas Life and General Annuity Non Profit Annuities in payment.  
UK Pensions Non Profit Deferred Annuities.  
UK Pensions Non Profit Annuities in payment.  
UK Permanent Health Insurance.  
Overseas Permanent Health Insurance.
- (c) Single premiums except for risk premium Permanent Health business.
- (d) All contracts are non profit and increase in payment by RPI. The current amount of benefit is shown in column 6.
- (e) See (i) below.
- (f) These are conventional contracts for which expenses, commission and cost of providing benefits are recouped by margins in the premium rate calculation.
- (g) Charges cannot be increased except for risk premium Permanent Health business.
- (h) Surrenders are not permitted for Annuities in Payment and Permanent Health Business. For the deferred policies a transfer value may be taken which is calculated on the company's usual scales for conventional contracts.
- (i) The benefits are linked to RPI. The annual benefit amount increases in line with the index.



EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

SCHEDULE 4 - Continued

- (j) A small number of policies have increases capped or are non decreasing. For valuation purposes these have been included with uncapped policies.
- (k) Annuities in payment and risk premium Permanent Health business are open to new business. Deferred annuities and other types of Permanent Health business are closed.
- (l) Not applicable.
- (2) See 4 and 5(i) above.
- (3) See 5(1.21) above.
- (4) The calculation of unit prices depends on whether the fund is considered to be expanding or contracting in size. If the fund is expanding, the net assets plus an allowance for acquisition costs are divided by the number of units in force. The result of this calculation, subject to a rounding adjustment, is the unit price used for the cancellation and creation of units for a fund with no bid-offer spread. Where the fund has a bid-offer spread the calculated unit price is the bid price at which units are cancelled; units are created at the offer price which is calculated by adjusting the unrounded bid price for the bid-offer spread and then applying a rounding adjustment. If the fund is contracting, the same process is followed except that, instead of adding an allowance for acquisition costs to the net assets, an allowance for disposal costs is deducted. In all cases the assets are taken at the most recent value available; in most cases this will be a market value during the day of the unit price calculation, though some assets, particularly property, are valued less frequently.
- (5) In most cases, unit prices are adjusted in respect of realised and unrealised capital gains. The tax rate reflects that expected to be paid by the Company and, in the case of deemed disposal of unit trust holdings, allows for spreading over 7 years in accordance with the Taxes Act. The unit linked policyholders are held accountable for these tax liabilities. The percentages used during the year were 20% for unrealised gains and 22% for realised gains.

There are two types of miscellaneous contract where tax on capital gains is handled using the terminal deduction method which, for units that have been cancelled, transfers the liability from the unit linked policyholders. The percentage used throughout the year was 15%.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (6) Where internal linked funds invest in the unit trusts of Eagle Star Unit Managers, units are purchased at bare price plus acquisition costs and sold at bare price less disposal costs, with the benefit accruing to policyholders. The Company receives a rebate of the annual management charge of 1% on the tracker fund and 1.25% on other funds. This is not passed on to the unit linked asset pools, but a regular adjustment is made to the unit prices of appropriate funds to negate the entire unit trust annual management charge.

Where internal linked funds invest in Threadneedle Open Ended Investment Company funds, units are purchased and sold at bare price subject to any dilution levy, with the benefit accruing to policyholders. The Company receives a full rebate of the annual management charge, and the unit funds receive the benefit of the whole rebate, by a regular adjustment to the unit prices, except for the first series managed, equity managed and adventurous funds, for which no adjustment is made.

One fund invests in a Hill Samuel unit trust; it is small and rapidly declining in size with no realistic prospect of purchasing additional units. No discount, commission or other allowance is received.

Where internal linked funds allow access to external managed funds other than Threadneedle or Hill Samuel described above, the fund managers fees are added to the fund based charge. This is reflected in the product literature.

6. (1) For the main classes of assurance the reserve was found by using the net premium method of valuation, subject to the conditions outlined below:
- (a) Derivative contracts have been allowed for in the calculation of the resilience reserve. An explanation of the impact is included in paragraph 7(6). No other allowance has been made for derivative contracts in the determination of the amount of the net long term liabilities.
  - (b) For with profits business, the reserves are considered sufficiently strong to enable an appropriate level of regular bonus to be declared. Investigations are also carried out to ensure that claim values will be in line with policyholders' reasonable expectations, taking into account the expected manner and timing of the distribution of profits.

For unitised with profits business the basic reserve is taken to be the current unit value (reduced by actuarial funding and any market level adjustment factor where applicable). To allow for policyholders reasonable expectation this reserve is compared with a gross premium reserve calculated by discounting expected future benefits, expenses and premiums at the valuation rate of interest and allowing for the specified points where no market value adjustment will be applied. The higher of these two values is held. The gross premium reserve allows for future annual bonus at rates consistent with the valuation interest rate and the current rate of interim bonus. No explicit allowance is made in this calculation for terminal bonus which may be payable.

For unit linked business, the liabilities have regard to policyholders' reasonable expectations, bearing in mind the statements made in the various items of product documentation.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (c) (i) The net premium method has been used for with profits business. The net premium valued is limited to an amount not greater than the office premium in the case of individual policies or 95 per cent. of the office premium in the case of group policies. Subject to these restrictions, the net premiums were modified to allow for initial expenses by increasing the net premiums calculated on the valuation basis by an amount which would have on the valuation basis a capitalised value as at the date the policy was issued of 3.5% of the sum assured for assurances or 3.5% of the maturity benefits for deferred annuities. This modification on account of zillmerising conforms to Regulation 68 of the Insurance Companies Regulations 1994.

This modification was not applied to Group Business.

(ii) Except for Unit policies of type S and Group Life assurances, the gross premium method has been used for without profits business. The reserves allow for the anticipated future benefits and premiums together with administration expenses and commission, net of tax relief where appropriate.

(iii) Unit policies of type S are valued by taking the market value of the units with additional reserves for mortality, bonus units and maturity and investment guarantees, where applicable.

For all other unit policies reserves consist of the Unit Liability, the sterling reserves (to cover future mortality and expenses) and other reserves for additional benefits and guarantees where applicable.

For these policy types, the unit liability is the sum of the market value of the capital levy units allocated reduced by a funding factor and the market value of the accumulation units allocated. The funding factor is an assurance function calculated on the following basis:

(i)	Mortality:	Valuation rates (see section 9 below).
(ii)	Interest rate:	5% p.a. for policies where premiums are payable annually and 6.5% per annum for other premium frequencies.
(iii)	Term:	The number of years before the full value of the units is payable.

The unit liability allows for all units allocated to date. An additional reserve is held for premiums due prior to 31 December 2000 which are yet to be paid.

The sterling reserve is calculated on a cash flow approach where for each month from the valuation date the difference between the projected outgo and projected amount available to meet the outgo is calculated.

The sterling reserve at the start of any month is calculated as the amount required to meet any losses expected to be incurred during the month together with the amount required to set up the sterling reserve necessary at the end of the month. This calculation is subject to a minimum of zero.

The sterling reserve at the valuation date is therefore calculated by working backwards from the end of the policy term. The sterling reserve held will therefore be sufficient, on the valuation basis, to cover any anticipated future cash outflow without recourse to additional capital.

An additional reserve is held to cover any additional benefits and guarantees where appropriate.

The assumptions used in calculating the sterling reserves are detailed in Section 9.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

(iv) For group life assurances one half of a year's office premium was reserved with an additional reserve for contingencies except for group life assurance business where one year's office premium was reserved with an additional reserve for contingencies. This method applies only to those group life contracts which are rated on a current cost basis. For Hong Kong business the reserve is the unexpired premium net of initial commission.

(v) Where an extra premium is being paid for a special risk, an additional reserve was made of one full year's extra premium.

(vi) Deferred annuities

a) where non contractual reductions of premiums have been granted, future premiums have been assumed to be payable on the reduced basis. An additional reserve has been set up to cover the increase in liability which would arise from the continuation of such reductions.

b) where subject to variable premiums, the reserve represents the present value of the benefits accrued to the valuation date.

In the case of group deferred pension contracts "ons" and "offs" are effective at fixed scheme revision dates. The business valued for each contract is that in force immediately after the latest revision together with an adjustment to take account of any net cash flow since the last revision date. This adjustment includes interest at 10% pa.

(vii) The reserve for late new business is the whole of the premium received, without deduction for expenses and commission payable.

(d) Any negative values that arose have been eliminated.

(e) No specific reserve has been made for future bonus except as described in 6(1)(b) above.

(f) No allowance is made within the mathematical reserves for future taxation of unrealised capital gains at the valuation date, as a provision is included in line 37 of Form 14.

(g) A reserve of one quarter of one per cent. of the relevant unit liability is held to cover the investment guarantee under the Secure Fund for the unit policies. For Accumulating With Profits business the reserve assumes any non zero guarantee is withdrawn for new units 12 months after the valuation date.

(h) (i) Where the reserve is less than the cash value guaranteed in the policy, the value of the benefits has been increased by the difference.

(ii) An additional reserve is held in respect of certain Mortgage Endowment contracts where the contract has a maturity guarantee option. In these cases the reserve is sufficient, subject to a prudent assumption about future premium increases, to enable the full mortgage sum assured to be paid at maturity.

(iii) A reserve of 150 % of the current in force premiums is held for those policies containing options for variation of benefits. This approximates to ten years' option premiums.

(iv) For annuity contracts where the payments are guaranteed to increase in line with a retail price index, reserves have been calculated assuming a real investment return in excess of price increases of 2.25 per cent.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

(v) Where contracts have an option to exchange cash for annuity on guaranteed terms or vice versa, the reserve allows for the most expensive benefit. These guarantees imply a guarantee of both interest and mortality rates in payment. The exact nature of the annuity which can be selected on a guaranteed basis is restricted. The restrictions vary by type and series of contract, some allow a range of different forms of annuity or retirement age, others are more restrictive. The reserves are calculated assuming interest in deferment and mortality rates as shown in Forms 51 and 54. Interest in possession is assumed to be at 4.15%. The company has entered into a reinsurance contract which pays out the excess cost of an annuity based on market yields at vesting and specified mortality assumptions over the implicit guarantee. A 5% reduction in reserves is made to allow for policyholders preferring to take a different form of payment (either in the form of cash, or in the form or in the timing that the annuity is taken).

The company no longer offers guaranteed annuity options on new regular premium contracts. There are a small number of group contracts which are currently open to new business.

- 7.(1)&(2) Rates of interest, tables of mortality and tables of morbidity are shown in Forms 51, 52, 53 and 54. Year of use tables are used. The rates of disability assumed were CMIR12 tables updated for CMIR18 experience.
- (3) Hong Kong and French policies are valued locally with regard to local experience. All other policies relate to United Kingdom, Channel Islands or Isle of Man with the exception of the Malta contracts which comprise less than 1% of long term liabilities and are valued using UK tables.
- (4) The liability calculation allows for mortality improvements at the tabulated rates.
- (5) An investigation of the Company's non profit, non linked life business was made by carrying out valuations on the basis of recent mortality experience and incorporating an allowance for additional AIDS mortality on the basis of 33 per cent. of projection R6A of the Institute of Actuaries Working Party. No additional reserve was necessary. A small reserve is held for with profits business in the Hong Kong Branch.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (6) The reserves are adequate allowing for the scenarios described in the Government Actuary's letter dated 15 May 2000 (DAA14). The second scenario, detailed below, is the most onerous.

i) a 25 % fall in the value of equities

ii) for fixed interest securities

(a) a fall in the yields on risk free securities of less than five years outstanding term to redemption and on short-term deposits to the level which is calculated under regulation 69(9) for future investments (or remain constant if already at or below this level),

(b) the yields on risk free securities of at least fifteen years duration remaining constant,

(c) a fall in the yields on risk free securities of more than five but less than fifteen years outstanding term to redemption to levels obtained by interpolating between the figures given by (a) above and the 15 year gilt index yield (or remain constant if already at or below this level),

(d) for fixed interest securities which are not risk free, the yield differential to risk free has been held constant. For this purpose UK Government Securities of appropriate terms have been used as the benchmark risk free securities.

(iii) a fall in property values of 20%, and

(iv) a rise in the real yields on indexed gilts of 10% (e.g. from 2% to 2.2%)

In each scenario, allowance is made for the protection provided by our derivative portfolio. This allowance is less than the full extent of coverage which would be available in the event of the given immediate fall in equity.

- (7) Prudent asset and liability cash flow studies of the relevant product types, in particular non-linked and index linked non profit business, indicate that no reserve is required.

- (8) A reserve of £345m is required.

(a) The scenario described in (6) above was applied to assets. For equity and property assets the income was assumed to remain unchanged and the yield increased.

(b) Each of the assets backing liabilities is revalued according to the above scenario. A number of assets (e.g. cash, deposits, and certain mortgages) do not change in value. Property subsidiaries are treated as property as this is their major asset.

Liabilities are revalued using the maximum interest rate as set out in regulation 69(9) of the Insurance Companies Regulations 1994. Property linked liabilities are excluded from consideration as assets match liabilities. The associated non unit reserve is sufficient to withstand a 25% fall in unit value.

The liability for single premium deferred annuity contracts has been further reduced by applying the  $W_2$  method wherever possible and the right to apply a market value adjustment to accumulating with profit liabilities has been invoked to a level consistent with the scenario. Finally, assets have been rehypothecated in accordance with column 4 of Form 57.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (c) (i) The aggregate reduction in liability value is £592,750,000
- (ii) The aggregate reduction in asset value is £579,626,000

(9) The valuation rates of interest normally take into account directly the interest rates ruling in the currency of the liabilities.

- 8. (a) The proportions of the office premiums reserved for expenses are shown in Form 51.
- (b) Where the net premium basis has been used, the valuation bases implicitly include full provision for future expenses.

In all other cases the reserve makes allowance for anticipated future management expenses and commission. The calculation takes into account the current level of expenses, future inflation and the expected period the policy will remain in force.

(c) Not applicable.

(d) Not applicable.

- 9. (a) Linked contracts have been valued by the methods stated in 6(1)(c)(ii) and (iii) above.

In calculating the sterling reserves described in 6(1)(c)(iii) above the following assumptions were made:

The rates of discount and interest used are shown in column 2 of Form 53 and Form 54 respectively.

The mortality assumptions are shown in column 3 of Forms 53 and 54.

The other assumptions adopted were as follows:

	Life	Pensions	Hong Kong
Fund Growth (before annual management charge)	3.25 %	4.15 %	7%
Interest on sterling reserves	3.25 %	4.15 %	7%
Expense inflation	3.00 %	3.00 %	4%
Tax relief	21 %	Nil	Nil

Any flat monthly deductions are assumed to increase at 3% per annum.

In calculating sterling reserves the initial value of the units allocated to each policy was assumed to be 75% of the unit value on the valuation date.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

The expense assumptions, in addition to commission, are as follows:-

Unit Type	Expenses per policy per annum £
H	59
L	36
P	45
Q	45
M and X	135 (but 231 for investment only)
N and Y	135 (but 231 for investment only)
Corporate Personal Pension	41
Group Income Drawdown	719
Hong Kong	HKD 495

Commission is allowed for at the rates payable on these contracts.

For units type H described in 5(1.2) above, the annual management charge is actuarially funded during the early surrender period using the method described in 6(1)(c)(iii) and an interest rate of 1% per annum.

For units type N, P and Q the additional annual management charges on capital levy units are actuarially funded as described in 6(1)(c)(iii).

- (b) An explicit reserve is held for Property Linked business. All other index linked business is included in the calculation outlined in 8(b).
- 10 (1) For business valued using a net premium method, the expense allowance is sufficient to allow for inflation of expenses of approximately 3% per annum. Where gross premium or cash flow reserving methods are used the valuation allows for 3% per annum inflation of expenses.
- (2) The valuation allows for £35.8m of expenses for maintaining contracts in force during the next twelve months. The sources of this amount are as follows:
- i) the excess of office premiums over net premiums
  - ii) a margin in valuation interest rates
  - iii) release of expense allowance included in the reserves shown in Forms 51 - 54
  - iv) expense deductions from accumulating with profits and property linked contracts
- (3) Taking into account the Company's intentions for the coming year in respect of sales volumes, products and expenses, no reserve is considered necessary as any expense overrun can be met from emerging surplus on the existing business.
- (4) If the Company were to cease writing new business 12 months after the valuation date, the value of the expected savings in maintenance expenses would be larger than the costs of closure including redundancy payments, and therefore no reserve is considered necessary.



# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- 11.(1) The mathematical reserves subdivided by currency and the value of matching assets are as follows:-

<u>CURRENCY</u>	<u>LIABILITY</u>	<u>ASSET VALUE</u>
	£	£
STERLING	8,641,338,003	8,641,338,003
US DOLLAR	225,392,634	225,392,634
OTHER	125,049,179	

The liability figures include increases in reserve resulting from the bonus declaration for the year and are net of reinsurance ceded.

- (2) Of the liabilities denominated in other currencies, 61% are matched by assets in the same currency, assuming the Euro and its constituents are a single currency.
- 12.(1) No premiums were payable for reinsurance ceded on a facultative basis to reinsurers who are not permitted to carry on business in the United Kingdom.

- (2)  
(b),(e),(g) and (h)

Treaty	Company authorised in UK	Premiums paid in 2000 £	Liability to refund reinsurance commission in the event of lapse or surrender	Closed to new business
(1)	Yes	572,133	Yes	No
(2)	Yes	161,717	No	No
(3)	Yes	4,380	Yes	Yes
(4)	Yes	1,450	Yes	Yes
(5)	Yes	1,929	Yes	Yes
(6)	Yes	691,371	No	Yes
(7)	Yes	12,831	No	Yes
(8)	Yes	193,473	No	No
(9)	Yes	6,332	No	Yes
(10)	Yes	83,444	Yes	Yes
(11)	Yes	0	No	Yes
(12)	Yes	202,681	No	Yes
(13)	Yes	238,375	No	No
(14)	Yes	194,220	No	No
(15)	No	50,000,000	No	Yes
(16)	Yes	567,947	No	No
(17)	Yes	1,782,602	Yes	No
(18)	Yes	1,363,807	Yes	No
(19)	Yes	18,421	No	No
(20)	Yes	139,905	Yes	No
(21)	Yes	70,469	Yes	No
(22)	Yes	8,611	No	No
(23)	No	328,992	Yes	No
(24)	Yes	511,769	No	No
(25)	Yes	93,360	No	Yes
(26)	No	54,107	No	No

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (c) For treaty 15 the Company and its reinsurers are connected. The agreement is described in 6(1)(h)(iii). For treaty 18 the Company and its reinsurers are connected. The agreement is such that a small proportion of business written by the Company in Hong Kong is reassured with Eagle Star (International Life) Ltd., registered in the Isle of Man. For treaty 24 the Company and its reinsurers are also connected. The agreement is such that a small proportion of business written by the Company in Hong Kong is reassured with Eagle Star Insurance Co Ltd. Otherwise the Company and the reinsurers are not connected.

(a)&(d) Name of Reinsurer and Nature of treaty:

(1) Swiss Re Life & Health Ltd

First surplus of life risk on individual and group life policies placed on risk premium basis or original terms basis for temporary assurance, pension business or quota share on some group life assurances. The retention limit is £500,000 per life.

(2) Munich Reinsurance Company

A quota share of the income protection and contribution protection business. The retention is 25% subject to a maximum of £18,000 per annum.

(3) Swiss Re Life & Health Ltd

A proportion of first surplus of PHI and a quota share on some group PHI. The retention limit is £18,000 per annum.

(4) British and European Reinsurance Company

A proportion of first surplus of PHI and a quota share on some group PHI. The retention limit is £18,000 per annum.

(5) Munich Reinsurance Company

A proportion of first surplus of PHI and a quota share on some group PHI. The retention limit is £18,000 per annum.

(6) Swiss Re Life & Health Ltd

A quota share of risk benefits on certain miscellaneous linked and accumulating with profits life contracts initially issued after 31 August 1992 but before 29 August 1995. The retention is 10% of each policy.

(7) Munich Reinsurance Company

A quota share of risk benefits on certain miscellaneous linked and accumulating with profits life contracts taken out prior to 1st September 1992. The retention is 90% of each policy.

(8) Munich Reinsurance Company

A quota share of the Pure Endowments valued using "Special Mortality". The retention is 25% of each policy.

(9) Swiss Re Life & Health Ltd

A quota share of the Serious Illness Protection Plan. The retention limit is 25% subject to a maximum of £100,000 per life.

(10) Munich Reinsurance Company

A quota share of certain PHI contracts. The retention is 25% of each policy.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

(11) Assicurazioni Generali Spa

An original terms reinsurance on some annuities in payment. There is nil retention.

(12) Swiss Re Life & Health Ltd

A quota share of the Serious Illness Mortgage Cover. The retention limit is 25% subject to a maximum of £500,000 per life mortality only and £100,000 per life mortality with critical illness attached.

(13) Swiss Re Life & Health Ltd

A quota share of the Serious Illness and Serious Illness Mortgage Cover. The retention limit is 25% subject to a maximum of £500,000 per life mortality only, £100,000 per life mortality with critical illness attached, and £100,000 per life critical illness only.

(14) Swiss Re Life & Health Ltd

A quota share of life policies sold through the Eagle Star Direct. The retention limit is 25% subject to a maximum of £500,000 per life.

(15) Zurich Life Insurance Company, Switzerland

A treaty to insure the cost of inforce Guaranteed Annuity Options effective from 23rd December 1998. The treaty pays out an amount linked to the then prevailing fixed interest rate if this is lower than the implicit interest guarantee. The mortality basis was revised and the coverage was extended slightly during 2000, hence the increase in premium.

(16) Swiss Re Life & Health Ltd

A quota share of life and terminal illness business. The retention limit is 25% subject to a maximum of £500,000 per life.

(17) ERC Frankona

For Hong Kong business, a proportion of first surplus and 100% of second surplus of life risk on individual life policies placed on risk premium basis, or group life policies placed on risk premium basis, or quota share on some individual life policies, or original term basis for temporary assurance, or quota share on some group life assurance and female term policies. The retention limits for female term policies are as follows:

HK\$	400,000
Sterling	33,333
US\$	50,000
AUS\$	66,667

The retention limits for other policies are as follows:

"Eagle"	5,000
HK\$	400,000
Sterling	25,000
US\$	50,000
Yen	12,500,000
DM	100,000
AUS\$	50,000

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

### (18) Eagle Star (International Life) Ltd

For Hong Kong business, a proportion of first surplus of life risk on individual life policies placed on risk premium basis. The retention limits are as follows:

"Eagle"	5,000
HK\$	400,000
Sterling	25,000
US\$	50,000
Yen	12,500,000
DM	100,000
AUS\$	50,000

### (19) Munich Reinsurance Company

For Hong Kong business, a quota share on some group life assurances. The retention limits are as follows:

"Eagle"	5,000
HK\$	400,000
Sterling	25,000
US\$	50,000
Yen	12,500,000
DM	100,000
AUS\$	50,000

### (20) Swiss Re Life & Health Ltd

For Hong Kong business, a quota share on some group life assurances, some individual life insurance and long term care.

The retention limits for group life assurances and individual life insurance are as follows:

"Eagle"	5,000
HK\$	400,000
Sterling	25,000
US\$	50,000
Yen	12,500,000
DM	100,000
AUS\$	50,000

The retention limits for long term care are as follows:

"Eagle"	7,500
HK\$	600,000
Sterling	37,500
US\$	75,000
AUS\$	75,000

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

### (21) Manulife Reinsurance Company

For Hong Kong business, a quota share on Executive Term and MRTA assurances. The retention limits for Executive Term are as follows:

"Eagle"	5,000
HK\$	400,000
Sterling	25,000
US\$	50,000
Yen	12,500,000
DM	100,000
AUS\$	50,000

The retention limits for MRTA are as follows:

HK\$	400,000
US\$	50,000

### (22) Swiss Re Life & Health Ltd

For Hong Kong business, catastrophe cover on retained sum assured to individual and group life. The retention limit is US\$ 200,000

### (23) RGA

For Hong Kong business, a quota share on some individual life policies. The retention limits are as follows:

"Eagle"	5,000
HK\$	400,000
Sterling	25,000
US\$	50,000
AUS\$	50,000

### (24) Eagle Star Insurance Co Ltd

For Hong Kong business, some individual accident insurances are 100% ceded.

### (25) Swiss Re Life & Health Ltd

For Hong Kong business, a quota share on dread disease insurance. The retention limits are as follows:

"Eagle"	5,000
HK\$	400,000
Sterling	25,000
US\$	50,000
AUS\$	50,000

### (26) Good Health Worldwide Ltd

For Hong Kong business, medical insurance is 100% ceded. Life assurance is retained by the company

(f) There are no deposit back arrangements.

(3)& (4) Not applicable.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

13.(a) See Forms 40 attached. Whilst the sub funds show the split of the overall fund, the bonuses for the with profits policyholders are determined as described in paragraph 14.

(b) See Note 4006 attached.

14.(1) The principles upon which the distribution of profits amongst the shareholders and policyholders is made are laid down in Board Resolutions of the Company. For policies taken out prior to 1 January 1995 and for unit type 7 (together the 90:10 with profit sub fund) the participating policyholders have an interest in 90 per cent. of the total surplus within the 90:10 with profit sub fund.

At each valuation the Actuary will advise the Directors of the surplus which in his opinion is distributable at that time (adjusted to allow for the cost of interim and terminal bonus paid since the previous valuation date). Each class of participating policyholders shall receive via appropriate bonus additions to their policies (including interim bonus paid since the previous valuation date) and amount equal to 90% of the distributable surplus attributed by the Actuary to that class.

For unit types 4, 5, and 6 (the 100:0 with profit sub fund) the participating policyholders have an interest in 100% of the total surplus within the sub fund (due to the structure of this fund, this will only be the investment surplus). The amount apportioned to the policyholders is 100% of the distributable surplus attributed to that class after deduction of specified tax and charges.

In addition to the rights set out above the participating policyholders in each of the 90:10 and 100:0 with profits sub funds may have their benefits determined on the advice of the Appointed Actuary on the grounds of Policyholders Reasonable Expectations. Where the assets of the relevant With Profit sub fund are insufficient to give full effect to Policyholders Reasonable Expectations, support may be offered from the Non Profit sub fund either in temporary or permanent form.

The balance of the distributable surplus is transferred to the Shareholders' Funds. Statements consistent with these principles are made in advertisements issued by the Company and in With Profit Guides. This issue is not covered in the constitution of the Company and policy documents do not describe the participation rights.

(2) In determining the surplus to be recommended to the Directors for distribution, the Actuary takes account of the reasonable expectations of policyholders and equity between the various classes and generations of policyholders, whether a policy becomes a claim by virtue of maturity, surrender or death. The timing of distributions aims to smooth out large variations in experience in order to give a more stable trend in proceeds and to avoid large fluctuations in payout values over relatively short time spans. As to the apportionment of bonuses between regular and terminal bonuses, the Actuary recommends that as much as is considered prudent be declared by way of reversionary bonuses. These statements apply to both types of participation rights as detailed in 14(1). The view of what is considered prudent is likely to vary as the investment climate changes and in particular a lower interest rate environment with greater perceived volatility in returns is likely to lead to a lower proportion of bonus being declared by way of annual or reversionary bonus.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

(3) In arriving at the recommended bonus rates, an approach is used whereby the value of specimen policies, including the bonuses to be recommended, is compared with the returns from a notional fund reflecting the assets deemed to back such policies as specified annually in the With Profits Guide. The notional fund includes both income and gains. For the 90:10 with profits sub fund, allowance is also made for other significant sources of surplus. Additions or deductions may be made to the notional fund when considered appropriate having regard to policyholders' reasonable expectations and the need for broad equity of treatment between policyholders. The approach to the smoothing of claim values is consistent with the description in 14(2), but is not prescriptive and will vary over time taking into account the then prevailing circumstances.

(4) -

(5) There are two types of contract falling within the exemption granted, both of which are reported as miscellaneous with profit contracts in Form 53.

15.(1) Rates of bonus apply to all contracts in each category irrespective of original term, years in force or age of life assured or annuitant, except for the final bonus as stated in 16.

(2) Reversionary bonuses vest immediately they are declared.

(3) With Profit Life Policies:

Reversionary bonuses were allotted at the under mentioned rates in respect of a full year's with profit premium due and paid since 31 December 1999, with suitable modification in the case of fully paid assurances and policies subject to premiums payable more frequently than yearly.

(a) Ordinary:  
(Including Malta policies).

Reversionary bonus at the rate of 2.00 per cent. compound calculated on the sum assured and reversionary bonuses attaching from previous declarations.

(b) "Eagle Living" Policies: Calculated in accordance with 4(1)b(i)

(i) Policies outside the United Kingdom:

		Pre May 1995	"Smart", "Wisdom" "Maxima" and "Starter"
Sterling	policies	8.30 per cent.	5.00 per cent.
US \$ / HK \$	"	5.75 per cent.	4.00 per cent.
AUS\$	"	5.75 per cent.	4.00 per cent.
DM	"	6.25 per cent.	n/a
Yen	"	2.70 per cent.	n/a
"Eagles"	"	4.90 per cent.	4.00 per cent.
		"Eagle 128" 5 year	"Eagle 128" 10 and 15 year
Sterling	policies	1.00 per cent.	2.50 per cent.
US \$ / HK \$	"	1.00 per cent.	2.00 per cent.
AUS\$	"	1.00 per cent.	2.50 per cent.
"Eagles"	"	0.50 per cent.	1.00 per cent.

"Promise" policies 4.50 per cent

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

### (ii) Policies within the United Kingdom:

Sterling	policies	5.72 per cent.
US \$ / HK \$	"	4.40 per cent.
AUS\$	"	5.72 per cent.
DM	"	4.00 per cent.
Yen	"	1.76 per cent.
"Eagles"	"	3.32 per cent.

### (iii) IOM Policies:

Sterling	policies	7.15 per cent.
US \$	"	5.50 per cent.
"Eagles"	"	4.15 per cent.

### (4) With Profit Deferred Pensions (Pension Business and General Annuity Sections):

#### (a) Contracts under Superannuation Schemes (excluding Executive Pension Plan):

Reversionary bonus pensions at the rate of 1.00 per cent. compound calculated on the paid up pension immediately prior to the policy anniversary date.

#### (b) (i) Contracts for the Self Employed (Old Series):

Reversionary bonuses at the rate of 1.00 per cent. compound.

#### (ii) Contracts for the Self Employed (New Series) and Executive Pension Plan:

Reversionary bonus at the rate of 1.00 per cent. compound calculated on the basic benefit and reversionary bonuses attaching from previous declarations.

#### (c) Esitran contracts:

Reversionary bonus at the rate of 2.50 per cent. compound calculated on the basic benefit and reversionary bonus attaching from previous declarations.

#### (d) Unitised With Profit Contracts:

First Series relating to Pension Business:

A bonus of 4 per cent. of the guarantee price on 1st January 2000 inclusive of the guaranteed increase of 1.8 per cent.

For all other unitised series, bonuses are declared in advance of the actuarial valuation and added daily. These rates are covered in 16 below.



# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

16. Interim bonuses are allowed at rates announced from time to time.  
For claims prior to 12th March 2001, interim bonuses are allowed at the rates published last year. With effect from 12th March 2001 the rates are:-

(1) With Profit Life Policies:

(a) Ordinary:

Until otherwise decided, on policies becoming claims by death or maturity, at the same respective reversionary rates as in 15(3)(a), with, for premium paying and fully paid policies, the addition of a final bonus calculated on reversionary and interim bonuses attaching, based on the year the policy first participated in profits:-

<u>Year of first participation</u>	<u>Rate of final bonus</u>
2001	2 per cent
1996	12 per cent.
1991	73 per cent
1986	62 per cent
1981	62 per cent.
or earlier	

(b) Miscellaneous policies linked to Eagle Midland Units:

On policies becoming claims by death in 2001 after the policy anniversary in that year.

Basic rate	1.00 per cent.
Supplementary rate	1.00 per cent.

(c) "Eagle Living" Policies: Calculated in accordance with 4(1)b(i)

(i) Policies outside the United Kingdom:

		Pre May 1995	"Smart", "Wisdom" "Maxima" and "Starter"
Sterling	policies	5.00 per cent.	3.50 per cent.
US \$ / HK \$	"	4.00 per cent.	3.50 per cent.
AUS\$	"	4.00 per cent.	3.50 per cent.
DM	"	3.00 per cent.	n/a
Yen	"	2.00 per cent.	n/a
"Eagles"	"	3.00 per cent.	3.50 per cent.

"Promise" policies 4.50 per cent

"Eagle 128" 5 year policies 0.50 per cent except where denominated in "Eagles" where the bonus is 0.25 per cent.

"Eagle 128" 10 and 15 year policies 1.00 per cent except where denominated in "Eagles" where the bonus is 0.50 per cent.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

### (ii) Policies within the United Kingdom:

Sterling	policies	4.00 per cent.
US \$ / HK \$	"	3.00 per cent.
AUS\$	"	3.50 per cent.
DM	"	2.50 per cent.
Yen	"	0.75 per cent.
"Eagles"	"	2.50 per cent.

### (iii) IOM Policies:

Sterling	policies	5.25 per cent.
US \$	"	4.00 per cent.
"Eagles"	"	3.25 per cent.

## (2) With Profit Deferred Pensions (Pension Business and General Annuity Sections):

### (a) Contracts under Superannuation Schemes:

#### (i) Bonus in reduction of premiums (where applicable):

On contracts with basic guaranteed premiums, reductions will be allowed by way of interim bonus in respect of such premiums due and paid in 2001.

Examples of the reduction for retirements at age 65 are:

Age next birthday at the due date of the Premium to which reduction applies.	Percentage reduction from basic guaranteed premium.	
	Males	Females
55	34	39
45	49	52
35	58	60
25	65	66

#### (ii) Bonus Pensions:

Interim bonus pensions will be allowed in respect of members due to retire in 2001 after the annual renewal date in that year, calculated on the paid up pension, including reversionary bonus additions, immediately prior to the 2000 annual renewal date, at the rate of 1.00 per cent.

For Group AVC pensions maturing after 11th March 2001, if the total reversionary and interim bonus for a member is between 3% and 8% of basic pension, then there will be a final maturity bonus of 5% of basic pension and attaching bonuses. For all other contracts there will be no final maturity bonus.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

### (b) (i) Contracts for the Self Employed (Old Series):

Until further notice, interim bonuses will be allowed on retirements in 2001 at the rate of 1.00 per cent. compound in respect of any premium due and paid on or after the annual renewal date in 2000 and with no final maturity bonus.

### (ii) Contracts for the Self Employed (New Series) and Executive Pension Plan:

Until further notice, interim bonuses will be allowed on retirements in 2001 at the same respective reversionary rates as in 15 (4)(b)(ii) in respect of any premium due and paid in 2001 (unless bonus has been allocated in advance).

A terminal bonus will apply to reversionary, special reversionary and interim bonuses. For Self employed contracts the bonus is dependent on the term of the policy. For Executive Pension Plans it is dependent on the average year of entry weighted by the benefits purchased by each premium layer at the date the benefits were merged. Specimen rates are given in the table below:

Curtate Term in Years (Self Employed)	Average Year of Entry (Executive Pension Plans)	Terminal Bonus %
5	1996	0
10	1991	0
14 and over	1987 or earlier	22

### (c) Esitran contracts:

Until further notice, interim bonuses will be allowed on retirements in 2001 at the same rates as in 15(4)(c).

A terminal bonus will apply to reversionary, special reversionary and interim bonuses in respect of retirements after 11th March 2001 according to the year of issue of the policy as follows:-

Year of Issue	Terminal Bonus %
1992 or later	80
1991	50
1986	20
1984 or earlier	NIL

### (d) Unitised Fund, until otherwise decided:-

First series relating to Pension Business:

A final bonus of the excess of the bid price of units cancelled during the year over the guarantee price at 1st January 2001.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

### Second series:

For pension products (including the Jersey 131(c) pension product) an interim bonus rate of 1.50 per cent. per annum has been declared which corresponds to a growth rate of 5.50 per cent. after allowing for the minimum growth rate of 4 per cent. In addition a terminal bonus of 10% has been declared on Trustee Investment Plans becoming claims after 11th March 2001, and a terminal bonus of 8% is payable on claims relating to scheme members for whom a benefit has been held in the series 2 unitised with profit fund for at least 3 years and who are also members of large group money purchase schemes with an aggregate unit holding exceeding £15m.

For life products an interim bonus rate of 1.0 per cent. per annum has been declared which corresponds to a growth rate of 4.0 per cent. after allowing for the minimum growth rate of 3 per cent. In addition a terminal bonus of 7 per cent has been declared on With Profit Bonds becoming claims after 11th March 2001.

### Third Series:

For pension products (including Jersey 131(c)) an interim bonus rate of 5.50 per cent. per annum has been declared. In addition a terminal bonus of 10 per cent has been declared on Trustee Investment Plans becoming claims after 11th March 2001.

For life products an interim bonus rate of 4.0 per cent. per annum has been declared. In addition a terminal bonus of 7% has been declared on With Profit Bonds becoming claims after 11th March 2001.

### Fourth Series:

For pension products (including Jersey 131(c)) an interim bonus rate of 5.50 per cent. per annum has been declared. For life products an interim bonus rate of 4.50 per cent. per annum has been declared.

In addition a policy specific terminal bonus has been declared on claims.

### Fifth Series:

For pension products (including Jersey 131(c)) an interim bonus rate of 6.50 per cent. per annum has been declared. For life products an interim bonus rate of 5.25 per cent. per annum has been declared.

In addition a policy specific terminal bonus has been declared on claims.

### Sixth Series:

For pension products an interim bonus rate of 5.50 per cent. per annum has been declared. For life products an interim bonus rate of 5.25 per cent. per annum has been declared.

In addition a policy specific terminal bonus has been declared on claims.

### Seventh Series:

An interim bonus rate of 1.50 per cent. per annum has been declared which corresponds to a growth rate of 5.50 per cent. after allowing for the minimum growth rate of 4 per cent. In addition a terminal bonus of 8.00 per cent. has been declared on plans becoming claims after 11th March 2001.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

18. See Form 47.

19.(1) See Forms 48 and 49.

- (2) The value of assets recorded in Form 48 would have changed in the following way had the derivatives outstanding at the year end been exercised, assuming in the case of options, only those which it would have been prudent to assume would be exercised had been so acquired or disposed of:

### Total long term business assets

	Original	Revised
Line 18	£478,799,000	£481,468,000
Line 19	£179,629,000	£176,960,000

### Non profit sub fund

Line 18	£302,437,000	£303,465,000
Line 19	£123,377,000	£122,349,000

### 90:10 With profit sub fund

Line 18	£158,396,000	£159,442,000
Line 19	£55,827,000	£54,781,000

### 100:0 With profit sub fund

Line 18	£17,966,000	£18,561,000
Line 19	£425,000	£(170,000)

The effect on income shown in column 2 of Form 48 would be close to proportionate, with immaterial effect on the yields shown in column 3.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (3) The value of assets recorded in Form 48 would have changed in the following way had the options outstanding at the year end been exercised in such a way as to change the amounts to the maximum extent.

Total long term business assets

	Original	Revised
Line 18	£478,799,000	£436,173,000
Line 19	£179,629,000	£162,843,000

Non profit sub fund

Line 18	£302,437,000	£303,465,000
Line 19	£123,377,000	£122,349,000

90:10 With profit sub fund

Line 18	£158,396,000	£114,147,000
Line 19	£55,827,000	£40,664,000

100:0 With profit sub fund

Line 18	£17,966,000	£18,561,000
Line 19	£425,000	£(170,000)

The effect on income shown in column 2 of Form 48 would be close to proportionate, with immaterial effect on the yields shown in column 3.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## SCHEDULE 4 - Continued

- (4) If the figures in 19(2) above had been prepared at the dates in 2000 which produce the maximum aggregate changes in asset values, the following results would have been produced:

Total long term business assets

	Original	Revised
Line 18	£478,799,000	£485,245,000
Line 19	£179,629,000	£173,183,000

Non profit sub fund

Line 18	£302,437,000	£302,814,000
Line 19	£123,377,000	£123,000,000

90:10 With profit sub fund

Line 18	£158,396,000	£164,210,000
Line 19	£55,827,000	£50,013,000

100:0 With profit sub fund

Line 18	£17,966,000	£18,221,000
Line 19	£425,000	£170,000

The effect on income shown in column 2 of Form 48 would be close to proportionate, with immaterial effect on the yields shown in column 3.

If the figures in 19(3) above had been prepared at the dates in 2000 which produce the maximum aggregate changes in asset values, the following results would have been produced:

Total long term business assets

	Original	Revised
Line 18	£478,799,000	£376,008,000
Line 19	£179,629,000	£160,543,000

Non profit sub fund

Line 18	£302,437,000	£301,621,000
Line 19	£123,377,000	£124,193,000

90:10 With profit sub fund

Line 18	£158,396,000	£56,772,000
Line 19	£55,827,000	£35,574,000

100:0 With profit sub fund

Line 18	£17,966,000	£17,615,000
Line 19	£425,000	£776,000

The effect on income shown in column 2 of Form 48 would be close to proportionate, with immaterial effect on the yields shown in column 3.

EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

SCHEDULE 4 - Continued

- 20. See Forms 51- 56.
- 21.(1) See Form 57.
- (2) No adjustment is made for approved securities. For other fixed interest stock exchange assets the calculated yield is reduced by a margin which has regard to the quality of the portfolio. For other assets a similar approach is adopted, with a further margin where the yield is or may become variable.
- (3) No adjustment to the yield is considered necessary.
- 22. See Form 58.
- 23. See Form 60.



Returns Under Insurance Companies Legislation  
Long Term Business: Summary of changes in ordinary long term business  
Eagle Star Life Assurance Company Limited  
Global Business / ~~UK Branch Business~~ / ~~EEA Branch Business~~  
United Kingdom Business  
Non Linked  
Financial year ended 31st December 2000

FORM 46

		R46		Company registration number		GL/JUK/CM		Period ended		Units		UK/OS		NL/LN	
		Life Assurance and general annuity		Pension Business		GL		31 12 2000		£'000		UK		NL	
		No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums
		1	2	3	4	5	6	7	8	9	10	11	12	13	14
In force at beginning of year	11	333,183	126,235	177,771	23,728	3,878	957	6	2						
New business and increases	12	8,532	7,609	4,230	2,470	-	-	-	-						
Net transfers and other alterations "on"	13	-	-	-	-	-	-	-	-						
Total "on" (12+13)	19	8,532	7,609	4,230	2,470	-	-	-	-						
Deaths	21	3,650	549	2,153	42	1	-	-	-						
Other insured events	22	4	1	-	-	-	-	-	-						
Maturities	23	6,429	2,166	2,895	531	-	-	-	-						
Surrenders	24	9,528	5,242	1,201	434	-	-	-	-						
Forfeitures	25	2,995	781	802	139	234	62	-	-						
Conversions to paid up policies for reduced benefits	26	-	390	-	2,077	-	-	-	-						
Net transfers, expiries and other alterations "off"	27	6,198	2,385	445	401	94	10	-	-						
Total "off" (21 to 27)	29	28,804	11,514	7,496	3,624	329	72	1	-						
In force at end of year (11+19-29)	39	312,911	122,329	174,505	22,574	3,549	886	5	2						

Returns Under Insurance Companies Legislation  
 Long Term Business: Summary of changes in ordinary long term business  
 Eagle Star Life Assurance Company Limited  
 Global Business / UK Branch Business / EEA Branch Business  
 Overseas Business  
 Non Linked  
 Financial year ended 31st December 2000

FORM 46

		Company registration number		GLUK/CM		Period ended		Units		UK/OS		NL/LN	
		2456671		GL		Day Month Year		£'000		OS		NL	
		R46		Life Assurance and general annuity		Pension Business		Permanent Health		Other Business			
		No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums
		1	2	3	4	5	6	7	8				
In force at beginning of year	11	146,832	92,120	-	-	-	84	-	3,468	-	-	-	-
New business and increases	12	19,893	23,478	-	-	-	-	-	-	-	-	-	-
Net transfers and other alterations "on"	13	-	-	-	-	-	-	-	-	-	-	-	-
Total "on" (12+13)	19	19,893	23,478	-	-	-	-	-	-	-	-	-	-
Deaths	21	154	131	-	-	-	-	-	-	-	-	-	-
Other insured events	22	20	23	-	-	-	-	-	-	-	-	-	-
Maturities	23	425	271	-	-	-	-	-	-	-	-	-	-
Surrenders	24	5,363	3,817	-	-	-	-	-	-	-	-	-	-
Forfeitures	25	10,447	6,206	-	-	-	3	-	-	-	-	-	-
Conversions to paid up policies for reduced benefits	26	-	5,098	-	-	-	-	-	-	-	-	-	-
Net transfers, expiries and other alterations "off"	27	5,758	2,500	-	-	-	-	-	106	-	-	-	-
Total "off" (21 to 27)	29	22,167	18,046	-	-	-	3	-	106	-	-	-	-
In force at end of year (11+19-29)	39	144,558	97,553	-	-	-	81	-	3,362	-	-	-	-

Returns Under Insurance Companies Legislation  
Long Term Business: Summary of changes in ordinary long term business  
Eagle Star Life Assurance Company Limited  
Global Business / **UK Branch Business / EEA Branch Business**  
United Kingdom Business  
Linked

Financial year ended 31st December 2000

		Company registration number		GLUK/CM		Period ended			Units		UK/OS		NL/LN	
						Day Month Year								
						31	12	2000	£'000		UK		LN	
		R46		2456671		GL		Permanent Health		Other Business				
		Life Assurance and general annuity		Pension Business		Annual Premiums		No. of contracts		Annual Premiums		No. of contracts		
		No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	
		1	2	3	4	5	6	7	8					
In force at beginning of year	11	41,936	18,255	36,486	26,653	-	1,002	-	-	-	-	-	-	
	12	1,578	254	2,641	7,724	-	2	-	-	-	-	-	-	
	13	-	-	47	-	-	-	-	-	-	-	-	-	
	19	1,578	254	2,688	7,724	-	2	-	-	-	-	-	-	
	21	360	33	86	14	-	-	-	-	-	-	-	-	
Other insured events	22	1	1	-	-	-	-	-	-	-	-	-	-	
	23	1,143	86	262	193	-	-	-	-	-	-	-	-	
	24	2,410	1,236	434	334	-	-	-	-	-	-	-	-	
	25	248	51	158	3	-	-	-	-	-	-	-	-	
	26		257		3,612		-	-	-	-	-	-	-	
Net transfers, expiries and other alterations"off"	27	48	116	-	553	-	16	-	-	-	-	-	-	
	29	4,210	1,780	940	4,709	-	16	-	-	-	-	-	-	
	39	39,304	16,729	38,234	29,668	-	988	-	-	-	-	-	-	

Returns Under Insurance Companies Legislation  
 Long Term Business: Summary of changes in ordinary long term business  
 Eagle Star Life Assurance Company Limited  
 Global Business / **UK Branch Business / EEA Branch Business**  
 Overseas Business  
 Linked

Financial year ended 31st December 2000

FORM 46

		Company registration number		GL/UK/CM		Period ended		Units		UK/OS		NL/LN	
		R46		2456671		GL		31 12 2000		OS		LN	
		Life Assurance and general annuity		Pension Business		Permanent Health		Other Business					
		No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums	No. of contracts	Annual Premiums		
		1	2	3	4	5	6	7	8				
In force at beginning of year	11	3,790	6,019	-	-	-	-	-	-	-	-	-	-
New business and increases	12	1,255	2,087	-	-	-	-	-	-	-	-	-	-
Net transfers and other alterations "on"	13	15	-	-	-	-	-	-	-	-	-	-	-
Total "on" (12+13)	19	1,270	2,087	-	-	-	-	-	-	-	-	-	-
Deaths	21	5	18	-	-	-	-	-	-	-	-	-	-
Other insured events	22	-	-	-	-	-	-	-	-	-	-	-	-
Maturities	23	174	402	-	-	-	-	-	-	-	-	-	-
Surrenders	24	117	122	-	-	-	-	-	-	-	-	-	-
Forfeitures	25	8	-	-	-	-	-	-	-	-	-	-	-
Conversions to paid up policies for reduced benefits	26	-	397	-	-	-	-	-	-	-	-	-	-
Net transfers, expiries and other alterations "off"	27	-	59	-	-	-	-	-	-	-	-	-	-
Total "off" (21 to 27)	29	304	998	-	-	-	-	-	-	-	-	-	-
In force at end of year (11+19-29)	39	4,756	7,108	-	-	-	-	-	-	-	-	-	-

Returns Under Insurance Companies Legislation  
Long Term Business: Analysis of new ordinary long term business  
Eagle Star Life Assurance Company Limited  
Global Business / ~~UK Branch Business~~ / ~~EEA Branch Business~~  
Non-Linked  
Financial year ended 31st December 2000

FORM 47

TYPE OF INSURANCE	Company registration number		GLUK/ICM		Period ended		Units		NL/LN
	R47	2456671	GL	Day	Month	Year	£'000	NL	
REGULAR PREMIUM CONTRACTS									
SINGLE PREMIUM CONTRACTS									
No. of Contracts	Premiums	Sums assured, annuities per annum or other measures of benefit	No. of Contracts	Annual Premiums	Sums assured, annuities per annum or other measures of benefit				
2	3	4	5	6	7				
1									
UNITED KINGDOM DIRECT WRITTEN BUSINESS									
LIFE ASSURANCE AND GENERAL ANNUITY BUSINESS									
Accumulating With Profits Policies:									
With Profit Policies:									
Type H	6,029	192,403				-	-	-	-
Type L	-	24,193				-	-	-	-
Miscellaneous	-	-				-	148	175	-
	-	-				186	92	63	-
	-	-				-	47	43	-
Total	6,029	216,595				186	287	280	-
Non-Linked With-Profits Policies:									
Endowment Assurance	-	-				-	6,789	-	-
Total	-	-				-	6,789	-	-
Non-Linked Non-Profit Policies:									
Pure Endowment Assurance	4	233				-	-	-	-
Temporary Assurance	-	-				2,094	486	125,728	-
Miscellaneous Assurances	-	-				-	4	-	-
Miscellaneous Annuities	4	50				182	43	9,410	-
Annuities in Payment	33	622				-	-	-	-
Total	41	905				2,276	533	135,137	-
TOTAL	6,070	217,501				2,462	7,609	135,418	-

Returns Under Insurance Companies Legislation  
 Long Term Business: Analysis of new ordinary long term business  
 Eagle Star Life Assurance Company Limited  
 Global Business / ~~UK Branch Business~~ / ~~EEA Branch Business~~  
 Linked  
 Financial year ended 31st December 2000

FORM 47

TYPE OF INSURANCE		Company registration number		GL/UK/CM		Period ended		Units		NL/LN	
		R47	2456671	GL		Day	Month	Year	£'000	LN	LN
		SINGLE PREMIUM CONTRACTS		REGULAR PREMIUM CONTRACTS							
		No. of Contracts	Premiums	Sums assured, annuities per annum or other measures of benefit	No. of Contracts	Annual Premiums					
1		2	3	4	5	6	7				
UNITED KINGDOM DIRECT WRITTEN BUSINESS											
LIFE ASSURANCE AND GENERAL ANNUITY BUSINESS											
Index Linked Contracts:											
Temporary Assurances		-	-	-		95	20		4,738		
Total		-	-	-		95	20		4,738		
Other Linked Contracts:											
Unit Assurances											
Type H		1,434	74,743	71,975		-	-		-		
Type L		-	19,938	19,695		-	-		-		
Miscellaneous		-	-	-		-	81		94		
		-	-	-		49	51		35		
		-	-	-		-	101		96		
Total		1,434	94,681	91,670		49	234		224		
TOTAL		1,434	94,681	91,670		144	254		4,962		

Returns Under Insurance Companies Legislation  
 Long Term Business: Analysis of new ordinary long term business  
 Eagle Star Life Assurance Company Limited  
 Global Business / UK Branch Business / EEA Branch Business  
 Non-Linked  
 Financial year ended 31st December 2000

TYPE OF INSURANCE	R47	Company registration number	GLU/K/CM		Period ended		Units	NL/LN
			GL	CM	Day Month Year	£'000		
	SINGLE PREMIUM CONTRACTS	No. of Contracts	Premiums	Sums assured, annuities per annum or other measures of benefit	No. of Contracts	Annual Premiums	Sums assured, annuities per annum or other measures of benefit	
1	2	3	4	5	6	7		
UNITED KINGDOM DIRECT WRITTEN BUSINESS								
PENSION BUSINESS								
Accumulating With Profits Policies:								
Unit Type M	12	90	84					
Unit Type N	-	-	-					
Unit Type P	728	11,849	11,761					
Unit Type Q	-	9,086	9,062					
Corporate PP	-	2	2					
Group Units Type M	2	707	689					
Group Units Type N	-	951	937					
Group Units Type X	1	191	194					
Group Units Type Y	-	10,523	10,557					
Group Income Drawdown	-	-	-					
Total	1,034	84,154	84,025		1,170	4,500	4,610	
Non-Linked With-Profit Policies:								
Group Deferred Annuities	-	-	-					
Total	-	-	-					
Non-Linked Non-Profit Policies:								
Miscellaneous Assurances	-	-	-					
Annuities in Payment	2,353	31,833	3,592 p.a.					
Group Life	-	-	-					
Group Annuities in Payment	-	1,187	100 p.a.					
Total	2,353	33,020	3,692 p.a.		1	89	17,914	
TOTAL	3,387	117,173	84,025		1,171	4,591	22,524	

Financial year ended 31st December 2000

TYPE OF INSURANCE	Company registration number		GL/UK/CM		Period ended		Units		NL/LN	
	R47	2456671	GL	LN	Day Month Year		£'000	LN		
					31	12			2000	REGULAR PREMIUM CONTRACTS
	No. of Contracts	Premiums	Sums assured, annuities per annum or other measures of benefit		No. of Contracts		Annual Premiums		Sums assured, annuities per annum or other measures of benefit	
	2	3	4		5		6		7	
1										
UNITED KINGDOM DIRECT WRITTEN BUSINESS										
PENSION BUSINESS										
Index Linked Contracts: Annuities in Payment	61	1,247	141 p.a.							-
Total	-	-	-		-		-		-	-
Other Linked Contracts:										
Unit Type M	6	138	128				2		1	
Unit Type N	-	-	-				20		21	
Unit Type P	396	16,917	16,535			1,128	3,244		3,018	
Unit Type Q	-	11,353	11,306			-	1,038		970	
Corporate PP	2	104	99			66	178		235	
Group Units Type M	-	13	13			-	47		47	
Group Units Type N	3	2,324	2,287			977	2,502		2,400	
Group Units Type X	-	1,509	1,470			-	693		667	
Group Units Type Y	-	6,611	6,610			-	106		85	
Group Income Drawdown	-	-	-			2	1,823		1,823	
	425	30,450	30,555			-	-		-	
	-	1,082	1,071			-	-		-	
	-	341	328			83	4,746		4,367	
	-	1,019	956			-	633		557	
	-	98,018	97,497			-	-		-	
Total	832	169,881	168,857		2,258		15,032		14,190	
TOTAL	893	171,128	168,716		2,258		15,032		14,190	



Returns Under Insurance Companies Legislation  
 Long Term Business: Analysis of new ordinary long term business  
 Eagle Star Life Assurance Company Limited  
 Global Business / ~~UK Branch Business~~ / ~~EEA Branch Business~~  
 Linked  
 Financial year ended 31st December 2000

FORM 47

TYPE OF INSURANCE		Company registration number		GL/UK/CM		Period ended		Units		NL/LN	
		R47	2456671	GL		Day	Month Year	£'000		LN	
		SINGLE PREMIUM CONTRACTS			REGULAR PREMIUM CONTRACTS						
		No. of Contracts	Premiums	Sums assured, annuities per annum or other measures of benefit	No. of Contracts	Annual Premiums	Sums assured, annuities per annum or other measures of benefit				
		2	3	4	5	6	7				
1	UNITED KINGDOM DIRECT WRITTEN BUSINESS										
	PERMANENT HEALTH BUSINESS										
	Miscellaneous										
	Total										
	TOTAL										
	TOTAL UNITED KINGDOM BUSINESS	11,784	600,483	558,653 3,958 p.a.	6,035	27,489	177,151				

Returns Under Insurance Companies Legislation  
Long Term Business: Analysis of new ordinary long term business  
Eagle Star Life Assurance Company Limited  
Global Business / ~~UK Branch Business~~ / ~~EEA Branch Business~~  
Non Linked

FORM 47

Financial year ended 31st December 2000

TYPE OF INSURANCE		Company registration number		GL/UK/CM		Period ended		Units		NL/LN
		R47	2456671	GL		Day	Month Year	£'000		
		SINGLE PREMIUM CONTRACTS			REGULAR PREMIUM CONTRACTS					
		No. of Contracts	Premiums	Sums assured, annuities per annum or other measures of benefit	No. of Contracts	Annual Premiums	Sums assured, annuities per annum or other measures of benefit			
		1	2	3	4	5	6	7		
OVERSEAS DIRECT WRITTEN BUSINESS										
LIFE ASSURANCE AND GENERAL ANNUITY BUSINESS										
Accumulating With Profits Policies:										
Unit Assurances:										
Type H		5	146	150						
Type L		-	-	-						
Miscellaneous		-	-	-						
Unit Pensions:										
Units Type M		2	38	35						
Units Type N		-	40	39		92	65	58		
Units Type P		-	53	54			54	55		
Corporate PP		5	494	485		55	35	32		
Group Units Type M		-	81	82			41	42		
Group Units Type N		-	1	1		4	5	5		
Group Units Type X		-	8	8			4	4		
Group Units Type Y		-	120	125						
Total		14	2,713	2,678		162	661	698		

FORM 47

Returns Under Insurance Companies Legislation  
Long Term Business: Analysis of new ordinary long term business  
Eagle Star Life Assurance Company Limited  
Global Business / ~~UK Branch Business~~ / ~~EEA Branch Business~~  
Non Linked  
Financial year ended 31st December 2000

TYPE OF INSURANCE		Company registration number		GL/UK/CM		Period ended		Units		NL/LN	
		R47	2456671	GL	Day	Month	Year	£'000		NL	
		SINGLE PREMIUM CONTRACTS			REGULAR PREMIUM CONTRACTS						
		No. of Contracts	Premiums	Sums assured, annuities per annum or other measures of benefit	No. of Contracts	Annual Premiums	Sums assured, annuities per annum or other measures of benefit				
1		2	3	4	5	6	7				
OVERSEAS DIRECT WRITTEN BUSINESS											
LIFE ASSURANCE AND GENERAL ANNUITY BUSINESS											
Non-Linked With-Profits Policies:											
Endowment Assurance		-	-	-	-	-	270	226			
Deferred Annuities (Cash Fund)		-	-	-	-	-	1	-			
Group Provident Fund		-	41	-	-	-	-	-			
Total		-	41	-	-	-	271	226			
Non-Linked Non-Profit Policies:											
Endowment Assurance		-	254	-	16,027	21,524	445,746				
Temporary Assurances		-	-	-	-	620	41,193				
Annuities in Payment		-	-	-	3,673	834	159,859				
Group Life		30	462	52 p.a.	-	24	14,773				
		-	-	-	-	-	-	2,524			
		-	-	-	-	1	665				
Total		30	716	-	19,700	23,008	664,759				
TOTAL		44	3,470	52 p.a.	19,862	23,940	665,684				

Returns Under Insurance Companies Legislation  
Long Term Business: Analysis of new ordinary long term business  
Eagle Star Life Assurance Company Limited  
Global Business / UK Branch Business / EEA Branch Business  
Linked  
Financial year ended 31st December 2000

FORM 47

TYPE OF INSURANCE	Company registration number		GL/UK/GM		Period ended		Units		NL/LN	
	R47	2456671	GL	Day Month Year	£'000	LN				
	SINGLE PREMIUM CONTRACTS		REGULAR PREMIUM CONTRACTS							
	No. of Contracts	Premiums	Sums assured, annuities per annum or other measures of benefit	No. of Contracts	Annual Premiums	Sums assured, annuities per annum or other measures of benefit				
	2	3	4	5	6	7				
1										
OVERSEAS DIRECT WRITTEN BUSINESS										
LIFE ASSURANCE AND GENERAL ANNUITY BUSINESS										
Other Linked Contracts:										
Unit Assurances:										
Type H		19	18							
Type L										
Bonds		151	140		1,037	1,408				
Miscellaneous										
Unit Pensions:										
Units Type M	12	862	816							
Units Type N		449	431							
		159	164							
Units Type P	32	533	510		91	206				
		132	134			61				
Units Type Q					1	5				
						1				
Corporate PP					1	4				
		19	19							
Group Units Type M	1	343	328			256				
		410	410			121				
Group Units Type N										
Group Units Type X	5	779	763		7	486				
		1,829	1,828			299				
Group Units Type Y		93	88							
		215	198							
Total	50	5,993	5,847		1,236	3,213			19,923	
TOTAL	50	5,993	5,847		1,236	3,213			19,923	
TOTAL OVERSEAS BUSINESS	94	9,463	8,525		21,098	27,153			685,607	
			52 p.a.							

**Long term business : Expected income from admissible assets not held to match liabilities in respect of linked benefits**

Name of company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

FORM 48

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

Financial year ended 31 December 2000

Company  
registration  
number

GL/UK/CM

Period ended  
day month year

Units

Category  
of  
AssetsFor  
official  
use

Category of assets: Total

R48	2456671	GL	31	12	2000	£000	10
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Type of asset			Value of admissible assets as shown on Form 13 1	Expected income from admissible assets 2	Yield % 3
Land & buildings		11	668,730	53,617	8.02
Fixed interest securities	Approved securities	12	2,999,156	150,776	5.03
	Other	13	1,666,793	115,265	6.92
Variable yield securities (excluding items shown at line 16)	Approved securities	14	-	-	-
	Other	15	14,630	664	4.54
Equity Shares and holdings in collective investment schemes		16	2,925,910	66,278	2.27
Loans secured by mortgages		17	298,627	25,556	8.56
All other assets	Producing income	18	478,799	39,010	8.15
	Not producing income	19	180,678		
Total (11 to 19)		29	9,233,323	451,166	4.89

**Long term business : Expected income from admissible assets not held to match liabilities in respect of linked benefits**

Name of company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

FORM 48

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

Financial year ended 31 December 2000

Company  
registration  
number

GL/UK/CM

Period ended

day month year

Units

Category  
of  
AssetsFor  
official  
use

Category of assets: Non Profit Sub Fund

R48	2456671	GL	31	12	2000	£000	10
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Type of asset			Value of admissible assets as shown on Form 13 1	Expected income from admissible assets 2	Yield % 3
Land & buildings		11	8,790	1,274	14.49
Fixed interest securities	Approved securities	12	2,261,216	113,739	5.03
	Other	13	1,505,166	104,910	6.97
Variable yield securities (excluding items shown at line 16)	Approved securities	14	-	-	-
	Other	15	10,231	664	6.49
Equity Shares and holdings in collective investment schemes		16	119,865	4,114	3.43
Loans secured by mortgages		17	298,627	25,556	8.56
All other assets	Producing income	18	302,437	26,286	8.69
	Not producing income	19	123,671		
Total (11 to 19)		29	4,630,003	276,543	5.97

**Long term business : Expected income from admissible assets not held to match liabilities in respect of linked benefits**

Name of company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

FORM 48

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

Financial year ended 31 December 2000

Company  
registration  
number

GL/UK/CM

Period ended  
day month year

Units

Category  
of  
AssetsFor  
official  
use

Category of assets: 90:10 With Profit Sub Fund

R48	2456671	GL	31	12	2000	£000	10
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Type of asset			Value of admissible assets as shown on Form 13 1	Expected income from admissible assets 2	Yield % 3
Land & buildings		11	502,943	39,946	7.94
Fixed interest securities	Approved securities	12	550,089	27,945	5.08
	Other	13	143,740	9,228	6.42
Variable yield securities (excluding items shown at line 16)	Approved securities	14	-	-	-
	Other	15	3,180	-	0.00
Equity Shares and holdings in collective investment schemes		16	1,878,317	40,859	2.18
Loans secured by mortgages		17	-	-	-
All other assets	Producing income	18	158,396	11,051	6.98
	Not producing income	19	55,808		
Total (11 to 19)		29	3,292,473	129,029	3.92

**Long term business : Expected income from admissible assets not held to match liabilities in respect of linked benefits**

Name of company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

FORM 48

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

Financial year ended 31 December 2000

Category of assets: 100:0 With Profit Sub Fund

Company registration number	GL/UK/CM	Period ended			Units	Category of Assets	For official use
		day	month	year			
R48	2456671	GL	31	12	2000	£000	10

Type of asset			Value of admissible assets as shown on Form 13 1	Expected income from admissible assets 2	Yield % 3
Land & buildings		11	156,997	12,397	7.90
Fixed interest securities	Approved securities	12	187,851	9,092	4.84
	Other	13	17,887	1,127	6.30
Variable yield securities (excluding items shown at line 16)	Approved securities	14	-	-	-
	Other	15	1,219	-	-
Equity Shares and holdings in collective investment schemes		16	927,728	21,305	2.30
Loans secured by mortgages		17	-	-	-
All other assets	Producing income	18	17,966	1,673	9.31
	Not producing income	19	1,199		
Total (11 to 19)		29	1,310,847	45,594	3.48



**Long Term Business: analysis of admissible Fixed Interest and Variable Interest and Variable Yield Securities not held to match liabilities in respect of linked benefits**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business

UK branch business

EEA branch business

Financial Year Ended 31st December 2000

Company  
registration  
numberPeriod ended  
Day Month YearUnits  
£'000Category of  
assets

Category of assets		TOTAL	R49	2456671	GL/UK/CM	31/12/2000	£'000	10
Redemption period in years		Value of admissible assets as shown on Form 13	Gross redemption yield %	Value of admissible higher yielding assets.	GL	Value of admissible assets as shown on Form 13	Gross redemption yield %	Value of admissible higher yielding assets.
one year or less	11	69,896	5.57%	445	Variable interest and variable yield approved securities excluding equities			
more than one year but not more than five years	12	670,442	5.10%					
more than five years but not more than 10	13	620,500	5.26%	844				
more than 10 years but not more than 15	14	304,820	5.06%	1,032				
more than 15 years but not more than 20	15	178,217	5.03%	13,136				
more than 20 years but not more than 25	16	688,658	4.79%	44,291				
more than 25 years	17	466,623	4.87%	7,289				
irredeemable	18							
Total (11 to 18)	19	2,999,156	5.03%	67,037				
one year or less	21	4,532	5.30%	3,070	Other variable interest and variable yield securities excluding equities			
more than one year but not more than five years	22	63,849	6.18%	2,850		5,032	0.68%	
more than five years but not more than 10	23	373,450	7.06%	7,872		2,067	5.46%	
more than 10 years but not more than 15	24	206,852	7.25%	9,702				
more than 15 years but not more than 20	25	502,021	6.72%	18,126				
more than 20 years but not more than 25	26	209,279	6.77%	12,598				
more than 25 years	27	143,976	6.71%	1,498				
irredeemable	28	162,833	7.44%	12,218		7,531	6.87%	
Total (21 to 28)	29	1,666,793	6.92%	67,933		14,630	4.54%	

**Long Term Business: analysis of admissible Fixed Interest and Variable Interest and Variable Yield Securities not held to match liabilities in respect of linked benefits**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business UK branch business EEA branch business

Financial Year Ended 31st December 2000

Financial Year Ended		31st December 2000		Company registration number		Period ended		Category of assets		
Category of assets		Non Profit Sub Fund		R49	2456671	GL/UK/CM	Day Month Year	Units	10	
						GL	31/12/2000	£'000		
Redemption period in years			Value of admissible assets as shown on Form 13	Gross redemption yield %	Value of admissible higher yielding assets.		Value of admissible assets as shown on Form 13	Gross redemption yield %	Value of admissible higher yielding assets.	
one year or less	11	Fixed interest approved securities	43,659	5.52%	186	Variable interest and variable yield approved securities excluding equities				
more than one year but not more than five years	12		451,731	5.21%						
more than five years but not more than 10	13		398,663	5.39%	590					
more than 10 years but not more than 15	14		203,174	5.16%	1,032					
more than 15 year but not more than 20	15		175,364	5.08%						
more than 20 years but not more than 25	16		601,388	4.68%	18,536					
more than 25 years	17		387,235	4.88%	1,521					
irredeemable	18									
Total (11 to 18)	19			2,261,216	5.03%		21,864			
one year or less	21		Other fixed interest securities	3,643	6.39%		134	Other variable interest and variable yield securities excluding equities		
more than one year but not more than five years	22	33,589		6.32%	2,670	632	5.41%			
more than five years but not more than 10	23	276,438		7.17%	87	2,067	5.46%			
more than 10 years but not more than 15	24	205,152		7.24%	9,254					
more than 15 year but not more than 20	25	495,525		6.73%	18,126					
more than 20 years but not more than 25	26	196,180		6.77%	11,707					
more than 25 years	27	137,193		6.73%						
irredeemable	28	157,446		7.64%	10,965	7,531	6.87%			
Total (21 to 28)	29		1,505,166	6.97%	52,943		10,231	6.49%		

**Long Term Business: analysis of admissible Fixed Interest and Variable Interest and Variable Yield Securities not held to match liabilities in respect of linked benefits**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business

UK branch business

EEA branch business

Financial Year Ended 31st December 2000

Company  
registration  
number

Period ended

Category of assets 90:10 With Profit Sub Fund

GL/UK/CM

Day Month Year

Units

Category of  
assets

Redemption period in years			Value of admissible assets as shown on Form 13	R49 Gross redemption yield %	2456671 Value of admissible higher yielding assets.	GL	31/12/2000 Value of admissible assets as shown on Form 13	£'000 Gross redemption yield %	10 Value of admissible higher yielding assets.
one year or less	11	Fixed interest approved securities	20,693	5.63%	259	Variable interest and variable yield approved securities excluding equities			
more than one year but not more than five years	12		157,497	4.93%					
more than five years but not more than 10	13		162,685	5.06%					
more than 10 years but not more than 15	14		74,577	4.86%	194				
more than 15 years but not more than 20	15		1,802	2.21%					
more than 20 years but not more than 25	16		75,024	5.68%	0				
more than 25 years	17		57,811	4.96%	5,769				
irredeemable	18								
Total (11 to 18)	19		550,089	5.08%	6,221				
one year or less	21	Other fixed interest securities	889	0.83%		Other variable interest and variable yield securities excluding equities			
more than one year but not more than five years	22		26,199	5.94%			3,180	0.00%	
more than five years but not more than 10	23		91,745	6.73%					
more than 10 years but not more than 15	24		1,253	8.94%					
more than 15 years but not more than 20	25		4,830	6.59%					
more than 20 years but not more than 25	26		9,989	6.72%	518				
more than 25 years	27		5,036	6.11%	2,933				
irredeemable	28		3,799	1.88%					
Total (21 to 28)	29		143,740	6.42%	3,451		3,180	0.00%	

**Long Term Business: analysis of admissible Fixed Interest and Variable Interest and Variable Yield Securities not held to match liabilities in respect of linked benefits**

Name of Company: EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business

UK branch business

EEA branch business

Financial Year Ended 31st December 2000

Company  
registration  
number

Period ended

Category of assets

100:0 With Profit Sub Fund

GL/UK/CM

Day Month Year

Units

Category of  
assets

Redemption period in years			R49	2456671	GL	31/12/2000	£'000	10
			Value of admissible assets as shown on Form 13	Gross redemption yield %	Value of admissible higher yielding assets.	Value of admissible assets as shown on Form 13	Gross redemption yield %	Value of admissible higher yielding assets.
one year or less	11	Fixed interest approved securities	5,544	5.84%	254			
more than one year but not more than five years	12		61,214	4.79%				
more than five years but not more than 10	13		59,152	4.94%				
more than 10 years but not more than 15	14		27,069	4.86%				
more than 15 years but not more than 20	15		1,051	2.21%				
more than 20 years but not more than 25	16		12,245	4.73%				
more than 25 years	17		21,576	4.59%				
irredeemable	18							
Total (11 to 18)	19		187,851	4.84%	254			
one year or less	21	Other fixed interest securities			179			
more than one year but not more than five years	22		4,061	6.61%		1,219	0.00%	0
more than five years but not more than 10	23		5,267	7.14%				
more than 10 years but not more than 15	24		448	8.94%				
more than 15 years but not more than 20	25		1,665	6.59%				
more than 20 years but not more than 25	26		3,110	6.78%				
more than 25 years	27		1,747	6.11%				
irredeemable	28		1,589	0.91%				
Total (21 to 28)	29		17,887	6.30%	179	1,219	0.00%	0

## Returns under Insurance Companies Legislation

## Long Term Business : Valuation summary of non-linked contracts (other than accumulating with-profit policies)

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business /UK-branch-business/EEA-branch-business

Net Global Total

Financial Year Ended 31<sup>ST</sup> DECEMBER 2000

Category of surplus : Total	Type of Insurance or name of contract	R51 Number of contracts	2456671		GL	31 12 2000		£'000	SUMMARY		11
			Amount of annual premiums			Value of sums assured or annuities per annum, including vested reversionary bonuses	Value of annual premiums				
			Office premiums	Net premiums	Office premiums		Net premiums	Amount of mathematical reserves			
1.		4.	6.	7.	9.	10.	11.	12.			
WITH PROFIT											
UNITED KINGDOM BUSINESS											
Life Assurance and General Annuity Business	175,555	90,752	65,554	1,742,010	824,376	588,962	1,153,048				
Pension Business	30,866	7,658	6,707	1,213,315	70,096	61,686	1,151,628				
OVERSEAS BUSINESS											
Life Assurance and General Annuity Business	11,332	4,043	2,484	93,331	44,001	26,072	67,260				
RESERVE FOR AIDS	-	-	-	160	-	-	160				
Global net with profit total	217,753	102,453	74,745	3,048,816	938,473	676,720	2,372,096				
WITHOUT PROFIT											
UNITED KINGDOM BUSINESS											
Life Assurance and General Annuity Business	81,659	12,788	-	312,858	123,593	108,702	204,156				
Pension Business	86,346	4,971	-	3,315,749	11,277	9,887	3,305,862				
Permanent Health Business	3,550	1,679	-	14,223	6,076	3,900	10,323				
Other Business	5	2	-	449	19	19	430				
OVERSEAS BUSINESS											
Life Assurance and General Annuity Business	100,283	76,242	2,567	174,454	34,218	20,646	153,807				
Permanent Health Business	81	3,914	-	4,013	114	77	3,936				
RESERVE FOR PENSION REDRESS	-	-	-	20,100	-	-	20,100				
RESERVE FOR RESILIENCE	-	-	-	345,000	-	-	345,000				
Global net without profit total	271,924	99,595	2,567	4,186,845	175,286	143,231	4,043,614				
GLOBAL NET GRAND TOTAL	489,677	202,048	77,312	7,235,661	1,113,769	819,951	6,415,711				

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of non-linked contracts (other than accumulating with- profit policies)  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business : UK-branch-business/EEA-branch-business  
 United Kingdom Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Life assurance and general annuity business - Direct written business

Category of surplus : Total

Category of surplus : Total														
Type of insurance or name of contract														
Valuation basis		Rate of interest	Mortality or morbidity table	Number of contracts	R51	Amount of annual premiums		Proportion of office premiums reserved for expenses and profits	Value of sums assured or annuities per annum, including vested reversionary bonuses	Value of annual premiums		Amount of mathematical reserves		
						Office premiums	Net premiums			Office premiums	Net premiums			
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.			
WITH-PROFIT POLICIES														
Whole Life Assurances	2.50%	85% AM80 / 95% AF80 Ult	1,600	18,999	294	164	0.443	11,279	3,747	1,969	9,311			
Endowment Assurances	2.50%	85% AM80 / 95% AF80 Ult	173,835	3,814,331	90,037	65,295	0.275	1,632,326	819,328	586,158	1,046,168			
Miscellaneous Assurances	2.50%	85% AM80 / 95% AF80 Ult	45	3,862	55	27	0.504	1,608	837	417	1,191			
Deferred Annuities	3.25%	97% PMA92 / 99% PFA92	1	16 p.a.	3	3	0.100	171	13	11	160			
Deferred Annuities	3.25%	97% PMA92 / 99% PFA92	52	52 p.a.	-	-	-	601	-	-	601			
Deferred Annuities (Cash Fund)	3.25%	97% PMA92 / 99% PFA92	4	64	1	-	-	64	-	-	64			
Miscellaneous Annuities	2.50%	85% AM80 / 95% AF80 Ult	-	1,084 p.a.	-	-	-	14,617	-	-	14,617			
Group Deferred Annuities	3.25%	97% PMA92 / 99% PFA92	16	1,588 p.a.	72	65	0.100	23,359	453	407	22,952			
Group Miscellaneous Assurances	2.50%	85% AM80 / 95% AF80 Ult	2	312	-	-	-	392	-	-	392			
Reserve For Options And Guarantees	-	-	-	-	-	-	-	65,016	-	-	65,016			
Extra Premiums	-	-	-	-	301	-	-	301	-	-	301			
TOTAL WITH-PROFIT POLICIES	-	-	175,555	3,837,568	90,763	65,554	-	1,749,734	824,377	588,962	1,160,772			
NON-PROFIT POLICIES														
Whole Life Assurances	3.25%	85% AM80 / 95% AF80 Ult	32,945	62,052	3,744	-	-	45,921	37,425	30,080	15,840			
Endowment Assurances	3.25%	85% AM80 / 95% AF80 Ult	4,514	145,345	5,174	-	-	112,945	32,564	31,295	81,650			
Pure Endowment	3.25%	85% AM80 / 95% AF80 Ult	1	1	-	-	-	1	-	-	1			
Pure Endowment	4.30%	Special Mortality	93	1,322 p.a.	-	-	-	4,235	-	-	4,235			
Temporary Assurances	3.25%	85% AM80 / 95% AF80 Ult	20,455	1,221,419	4,204	-	-	51,447	44,797	39,799	11,648			
Decreasing Temporary Assurances	3.25%	85% AM80 / 95% AF80 Ult	9,176	142,481	1,006	-	-	6,875	7,694	6,650	225			
Serious Illness Protection	3.25%	Special Mortality	1,145	259	11	-	-	155	121	121	34			
Endowment Bonds	5.00%	85% AM80 / 95% AF80 Ult	2	58	-	-	-	60	-	-	60			
Miscellaneous Assurances	-	-	3,331	54,307	215	-	-	825	-	-	825			
Miscellaneous Assurances	3.25%	85% AM80 / 95% AF80 Ult	352	10,620	70	-	-	1,923	836	734	1,190			
Deferred Annuities	4.15%	97% PMA92 / 99% PFA92	463	194 p.a.	1	-	-	975	2	2	973			
TOTAL CARRIED FORWARD	-	-	72,477	1,636,543	14,426	-	-	225,363	123,439	108,681	116,681			

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of non-linked contracts (other than accumulating with-profit policies)  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business : UK branch business/EEA branch business  
 United Kingdom Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Life assurance and general annuity business - Direct written business

Category of surplus : Total

Type of insurance or name of contract	Valuation basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses	Amount of annual premiums		Proportion of office premiums reserved for expenses and profits	Value of sums assured or annuities per annum, including vested reversionary bonuses	Value of annual premiums		Amount of mathematical reserves
	Rate of interest	Mortality or morbidity table			Office premiums	Net premiums			Office premiums	Net premiums	
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.
TOTAL BOUGHT FORWARD			72,477	1,636,543 1,516 p.a.	14,426	-	-	225,363	123,439	108,661	116,661
Annuities in Payment											
Single Life	5.50%	97% IM92 / 99% IF92	5,518	9,505 p.a.	-	-	-	47,973	-	-	47,973
Single Life	5.50%	97% PMA92 / 99% PFA92	2,102	1,876 p.a.	-	-	-	12,982	-	-	12,982
Last Survivor	5.50%	97% IM92 / 99% IF92	665	1,426 p.a.	-	-	-	12,229	-	-	12,229
Last Survivor	5.50%	97% PMA92 / 99% PFA92	196	515 p.a.	-	-	-	5,530	-	-	5,530
Temporary	5.50%	97% IM92 / 99% IF92	68	203 p.a.	-	-	-	347	-	-	347
Temporary	5.50%	97% PMA92 / 99% PFA92	1	2 p.a.	-	-	-	-	-	-	-
Miscellaneous Annuities	3.25%	85% AM80 / 95% AF80 Ult	39	62 p.a.	-	-	-	205	-	-	205
Group Deferred Annuities	4.15%	97% PMA92 / 99% PFA92	74	23 p.a.	-	-	-	587	-	-	587
Group Life	-	-	1	17,810	134	-	-	134	-	-	134
Group Life	3.25%	85% AM80 / 95% AF80 Ult	-	1,691	1	-	-	85	-	-	85
Group Annuities In Payment											
Single Life	5.50%	97% PMA92 / 99% PFA92	-	616 p.a.	-	-	-	4,555	-	-	4,555
Last Survivor	5.50%	97% PMA92 / 99% PFA92	-	159 p.a.	-	-	-	2,018	-	-	2,018
Group Miscellaneous Annuities	5.50%	97% PMA92 / 99% PFA92	-	- p.a.	-	-	-	1	-	-	1
Group Miscellaneous Assurances	3.25%	85% AM80 / 95% AF80 Ult	65	422	-	-	-	733	-	-	733
Reserve For Options And Guarantees	-	-	-	-	-	-	-	461	-	-	461
Extra Premiums	-	-	-	-	107	-	-	107	-	-	107
Reserve For Late New Business	-	-	-	-	-	-	-	1,842	-	-	1,842
TOTAL NON-PROFIT POLICIES			81,206	1,656,466 15,902 p.a.	14,668	-	-	315,152	123,439	108,661	206,471
TOTAL DIRECT WRITTEN BUSINESS			256,761	5,494,034 18,643 p.a.	105,431	65,554	-	2,064,886	947,816	697,644	1,367,242

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of non-linked contracts (other than accumulating with- profit policies)  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business /UK branch business/EEA branch business  
 United Kingdom Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Life assurance and general annuity business - Reassurance accepted

Category of surplus : Total

United Kingdom Business												
Financial Year Ended 31ST DECEMBER 2000												
Type of business : Life assurance and general annuity business - Reassurance accepted												
Category of surplus : Total												
Type of insurance or name of contract	Valuation basis		Number of contracts	R51	Company registration number		Period ended		Units £'000	Type of business		Category of surplus
	Rate of interest	Mortality or morbidity table			2456671	GL/UK/CM	Day Month Year	UK		L&GA		
				Amount of sums assured or annuities per annum, including vested reversionary bonuses	Amount of annual premiums		Proportion of office premiums reserved for expenses and profits	Value of sums assured or annuities per annum, including vested reversionary bonuses	Value of annual premiums	Office premiums	Net premiums	Amount of mathematical reserves
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	11
NON-PROFIT POLICIES												
Whole Life Assurances	3.00%	85% AM80 / 95% AF80 Ult	247	1,268	21	-	-	758	256	146	612	
Whole Life Assurances	3.25%	85% AM80 / 95% AF80 Ult	61	365	4	-	-	174	55	29	145	
Endowment Assurances	3.00%	85% AM80 / 95% AF80 Ult	15	101	6	-	-	89	-	-	89	
Endowment Assurances	3.25%	85% AM80 / 95% AF80 Ult	7	4	-	-	-	4	-	-	4	
Temporary Assurances	3.00%	85% AM80 / 95% AF80 Ult	10	93	-	-	-	2	-	-	2	
Temporary Assurances	3.25%	85% AM80 / 95% AF80 Ult	4	854	2	-	-	93	14	13	80	
Decreasing Temporary Assurances	3.00%	85% AM80 / 95% AF80 Ult	2	2	-	-	-	-	-	-	-	
Decreasing Temporary Assurances	3.25%	85% AM80 / 95% AF80 Ult	6	274	1	-	-	96	10	9	87	
Miscellaneous Assurances	-	-	91	2,560	14	-	-	15	-	-	15	
Miscellaneous Assurances	3.25%	85% AM80 / 95% AF80 Ult	1	18	-	-	-	7	-	-	7	
Deferred Annuities	4.15%	97% PMA92 / 99% PFA92	9	5	-	-	-	6	-	-	6	
Reserve For Options And Guarantees	-	-	-	-	-	-	-	2	-	-	2	
Extra Premiums	-	-	-	-	-	-	-	-	-	-	-	
TOTAL NON-PROFIT POLICIES	-	-	453	5,545	47	-	-	1,246	335	198	1,049	
TOTAL REASSURANCE ACCEPTED												
	-	-	453	5,545	47	-	-	1,246	335	198	1,049	
TOTAL DIRECT AND REASSURANCE ACCEPTED												
	-	-	257,214	5,498,578	105,478	65,554	-	2,066,132	948,151	697,842	1,368,291	
TOTAL REASSURANCE CEDED												
	-	-	12,848	632,961	1,939	-	-	11,264	182	178	11,086	
NET TOTAL												
	-	-	-	4,866,617	103,540	65,554	-	2,054,868	947,969	697,663	1,357,205	



Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of non-linked contracts (other than accumulating with-profit policies)  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business ~~UK branch business/EEA branch business~~

United Kingdom Business  
 Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Life assurance and general annuity business - Reassurance ceded  
 Category of surplus : Total

United Kingdom Business Financial Year Ended 31ST DECEMBER 2000				Company registration number 2456671				Period ended Day Month Year 31 12 2000		Units £'000		Type of business UK L&GA		Category of surplus 11
Type of insurance or name of contract				Valuation basis		Number of contracts	R51 Amount of sums assured or annuities per annum, including vested reversionary bonuses	GL/UK/CM Amount of annual premiums		Proportion of office premiums reserved for expenses and profits	Value of sums assured or annuities per annum, including vested reversionary bonuses	Value of annual premiums		Amount of mathematical reserves
Rate of interest		Mortality or morbidity table	Office premiums	Net premiums	Office premiums			Net premiums						
1.						3.			4.	5.	6.	7.	8.	9.
WITH-PROFIT POLICIES														
Whole Life Assurances				85% AM80 / 95% AF80 Ult		1	34	-	-	-	19	-	-	19
Endowment Assurances				85% AM80 / 95% AF80 Ult		7	121	-	-	-	106	-	-	106
Risk Premium				-		58	2,988	11	-	-	5	-	-	5
Deferred Annuities				97% PMA92 / 99% PFA92		-	- p.a.	-	-	-	19	-	-	19
Group Deferred Annuities				97% PMA92 / 99% PFA92		-	- p.a.	-	-	-	7,575	-	-	7,575
TOTAL WITH-PROFIT POLICIES				-		66	3,144	11	-	-	7,724	-	-	7,723
NON-PROFIT POLICIES														
Whole Life Assurances				85% AM80 / 95% AF80 Ult		16	84	2	-	-	68	9	9	59
Endowment Assurances				85% AM80 / 95% AF80 Ult		4	35	-	-	-	29	-	-	29
Pure Endowment				Special Mortality		83	864 p.a.	-	-	-	2,761	-	-	2,761
Temporary Assurances				85% AM80 / 95% AF80 Ult		30	5,958	42	-	-	199	157	153	46
Decreasing Temporary Assurances				85% AM80 / 95% AF80 Ult		11	514	2	-	-	15	13	13	2
Risk Premium				-		1,184	3,062	26	-	-	11	-	-	11
Guaranteed Risk Premium				-		759	38,713	161	-	-	-	-	-	-
Guaranteed Risk Premium				85% AM80 / 95% AF80 Ult		10,649	580,381	1,694	-	-	-	-	-	-
Miscellaneous Assurances				-		3	982	-	-	-	3	-	-	3
Miscellaneous Assurances				85% AM80 / 95% AF80 Ult		1	89	-	-	-	14	3	2	12
Deferred Annuities				97% PMA92 / 99% PFA92		34	7 p.a.	-	-	-	104	-	-	104
Annuities in Payment														
Single Life				97% IM92 / 99% IF92		5	24 p.a.	-	-	-	107	-	-	107
Single Life				97% PMA92 / 99% PFA92		2	- p.a.	-	-	-	4	-	-	4
Last Survivor				97% PMA92 / 99% PFA92		1	5 p.a.	-	-	-	17	-	-	17
Group Deferred Annuities				97% PMA92 / 98% PFA92		-	- p.a.	-	-	-	24	-	-	24
Group Annuities in Payment														
Single Life				97% PMA92 / 99% PFA92		-	12 p.a.	-	-	-	54	-	-	54
Last Survivor				97% PMA92 / 99% PFA92		-	38 p.a.	-	-	-	128	-	-	128
TOTAL NON-PROFIT POLICIES				-		12,782	629,617	1,928	-	-	3,540	181	178	3,363
TOTAL REASSURANCE CEDED				-		12,848	632,961	1,939	-	-	11,264	182	178	11,086

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of non-linked contracts (other than accumulating with-profit policies)  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business : UK-branch-business/SEA-branch-business  
 Overseas Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Life assurance and general annuity business - Direct written business

Category of surplus : Total

Category of surplus : Total														
Type of insurance or name of contract	Valuation basis		Number of contracts	R51	2456671		GL	31 12 2060	£'000	OS		L&GA		Amount of mathematical reserves
	Rate of interest	Mortality or morbidity table			Amount of annual premiums					Value of annual premiums	Office premiums	Net premiums		
					Amount of sums assured or annuities per annum, including vested reversionary bonuses	Proportion of office premiums reserved for expenses and profits							Value of sums assured or annuities per annum, including vested reversionary bonuses	
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	11		
WITH-PROFIT POLICIES														
Whole Life Assurances	2.50%	85% AM80 / 95% AF80 Ult	11	120	1	1	0.469	68	16	8	60			
Whole Life Assurances	3.00%	85% AM80 / 95% AF80 Ult	97	1,869	62	28	0.544	687	827	351	336			
Endowment Assurances	2.50%	85% AM80 / 95% AF80 Ult	599	22,716	563	417	0.259	9,582	5,094	3,705	5,877			
Endowment Assurances	3.00%	85% AM80 / 95% AF80 Ult	4,322	45,233	1,447	853	0.410	22,286	18,964	10,798	11,489			
Deferred Annuities	3.25%	97% PMA92 / 99% PFA92	1	2 p.a.	-	-	-	64	-	-	64			
Deferred Annuities	3.25%	97% PMA92 / 99% PFA92	19	75 p.a.	2	2	0.100	944	8	7	937			
Miscellaneous Annuities	2.50%	85% AM80 / 95% AF80 Ult	-	8 p.a.	-	-	-	108	-	-	108			
Deferred Annuities (Cash Fund)	3.25%	97% PMA92 / 99% PFA92	541	20,099	178	159	0.109	16,278	2,024	1,807	14,472			
Group Deferred Annuities	3.25%	97% PMA92 / 99% PFA92	8	1,182 p.a.	-	-	0.100	9,098	-	-	9,098			
Group Deferred Annuities (Cash Fund)	3.25%	97% PMA92 / 99% PFA92	17	5,365	47	43	0.100	5,862	406	365	5,497			
Reserve For Options And Guarantees	-	-	-	-	-	-	-	36	-	-	36			
Extra Premiums	-	-	-	-	4	-	-	4	-	-	4			
Reserve For Late New Business	-	-	-	-	-	-	-	1,290	-	-	1,290			
TOTAL WITH-PROFIT POLICIES														
	-	-	5,815	95,402	2,304	1,502	-	66,308	27,328	17,041	49,267			
				1,267 p.a.										
NON-PROFIT POLICIES														
Whole Life Assurances	3.00%	85% AM80 / 95% AF80 Ult	33	465	11	-	-	206	138	112	94			
Whole Life Assurances	3.25%	85% AM80 / 95% AF80 Ult	71	167	10	-	-	108	102	82	26			
Endowment Assurances	3.25%	85% AM80 / 95% AF80 Ult	3	48	1	-	-	29	16	14	15			
Endowment Assurances	4.25%	110% AM80/120%AF80 Ult	84,170	2,897,408	69,024	-	-	101,385	-	-	101,385			
Temporary Assurances	-	-	29	3,480	5	-	-	3	-	-	3			
Temporary Assurances	3.00%	85% AM80 / 95% AF80 Ult	458	9,429	57	-	-	364	445	360	4			
Temporary Assurances	3.25%	85% AM80 / 95% AF80 Ult	60	3,964	14	-	-	85	76	68	17			
Temporary Assurances	4.25%	110% AM80/120%AF80 Ult	13,544	631,926	4,029	-	-	30,458	32,075	18,934	11,523			
Decreasing Temporary Assurances	3.00%	85% AM80 / 95% AF80 Ult	31	354	2	-	0.364	12	17	11	1			
Decreasing Temporary Assurances	3.25%	85% AM80 / 95% AF80 Ult	22	419	2	-	-	20	22	19	1			
Decreasing Temporary Assurances	4.25%	150% OF 110% AM80/120%AF80 Ult	218	18,229	8	6	0.238	398	81	64	334			
Serious Illness Protection	3.25%	Special Mortality	15	6	-	-	-	4	3	3	1			
Endowment Bonds	-	-	1	5	-	-	-	5	-	-	5			
Miscellaneous Assurances	3.25%	85% AM80 / 95% AF80 Ult	18	783	4	-	-	62	21	17	45			
Deferred Annuities	4.15%	97% PMA92 / 99% PFA92	22	89 p.a.	-	-	-	824	-	-	824			
TOTAL CARRIED FORWARD														
	-	-	98,695	3,566,685	73,169	2,567	-	133,963	32,966	19,684	114,279			
				89 p.a.										

Returns under Insurance Companies Legislation  
**Long Term Business : Valuation summary of non-linked contracts (other than accumulating with- profit policies)**  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business ~~UK branch business/EEA branch business~~

Overseas Business  
 Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Life assurance and general annuity business - Direct written business  
 Category of surplus : Total

Overseas Business				Company registration number				Period ended		Type of business		Category of surplus	
Financial Year Ended 31ST DECEMBER 2000				2456671				Day Month Year		uk/OS		of surplus	
Type of business : Life assurance and general annuity business - Direct written business				GL/UK/CM				31 12 2000		Units		Type of business	
Category of surplus : Total				R51				GL		E'000		OS	
Type of insurance or name of contract				Valuation basis		Number of contracts		Amount of sums assured or annuities per annum, including vested reversionary bonuses		Amount of annual premiums		Value of annual premiums	
				Rate of interest		Mortality or morbidity table				Office premiums		Net premiums	
1.				2.		3.		4.		5.		6.	
TOTAL BOUGHT FORWARD								98,695		3,566,685		73,169	
										2,567		133,963	
Annuities in Payment													
Single Life				5.50%		97% IM92 / 99% IF92		61		313 p.a.		-	
Single Life				5.50%		97% PMA92 / 99% PFA92		165		342 p.a.		-	
Last Survivor				5.50%		97% IM92 / 99% IF92		9		19 p.a.		-	
Last Survivor				5.50%		97% PMA92 / 99% PFA92		52		241 p.a.		-	
Temporary				5.50%		97% IM92 / 99% IF92		3		22 p.a.		-	
Group Deferred Annuities				4.15%		97% PMA92 / 99% PFA92		1		3 p.a.		-	
Group Life				-		-		71		57,405		92	
Group Life				3.25%		85% AM80 / 95% AF80 Ult		-		455		17	
Group Annuities In Payment								2				17	
Single Life				5.50%		97% PMA92 / 99% PFA92		-		46 p.a.		576	
Last Survivor				5.50%		97% PMA92 / 99% PFA92		-		142 p.a.		1,795	
Reserve For Late New Business				-		-		-		-		10,523	
Reserve For Options And Guarantees				-		-		-		-		36	
Reserve For Performance Guarantee				-		-		-		-		11,278	
Exchange Reserve				-		-		-		-		1,893	
Extra Premiums				-		-		1		-		1	
TOTAL NON-PROFIT POLICIES				-		-		99,057		3,624,544		73,332	
										1,218 p.a.		2,567	
TOTAL DIRECT WRITTEN BUSINESS				-		-		104,672		3,719,946		75,636	
										2,484 p.a.		4,069	
												36,741	
												199,530	

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of non-linked contracts (other than accumulating with- profit policies)  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business : UK-branch-business/EEA-branch-business  
 Overseas Business

Financial Year Ended 31ST DECEMBER 2000

Type of Business : Life assurance and general annuity business - Reassurance accepted

Category of surplus : Total

Category of surplus : Total																
Type of insurance or name of contract	Valuation basis		Number of contracts	R51	Amount of sums assured or annuities per annum, including vested reversionary bonuses		Amount of annual premiums		Proportion of office premiums reserved for expenses and profits	Value of sums assured or annuities per annum, including vested reversionary bonuses	Value of annual premiums		Amount of mathematical reserves			
	Rate of interest	Mortality or morbidity table			6.	7.	8.	9.			10.	11.		12.		
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.					
WITH-PROFIT POLICIES																
Whole Life Assurances	3.00%	85% AM80 / 95% AF80 Ult	354	9,021	176	78	0.559	3,167	2,213	909	2,258	909	2,258			
Endowment Assurances	3.00%	85% AM80 / 95% AF80 Ult	5,363	63,875	1,560	904	0.420	33,506	14,459	8,122	25,384	8,122	25,384			
Reserve For Options And Guarantees	-	-	-	-	-	-	-	65	-	-	65	-	65			
Extra Premiums	-	-	-	-	3	-	-	3	-	-	3	-	3			
TOTAL WITH-PROFIT POLICIES	-	-	5,717	72,896	1,739	982	-	36,741	16,672	9,031	27,711	16,672	27,711			
NON-PROFIT POLICIES																
Whole Life Assurances	3.00%	85% AM80 / 95% AF80 Ult	177	2,717	54	-	-	1,399	587	484	916	587	916			
Endowment Assurances	3.00%	85% AM80 / 95% AF80 Ult	4	30	1	-	-	23	3	3	21	3	21			
Temporary Assurances	3.00%	85% AM80 / 95% AF80 Ult	878	15,911	83	-	-	562	578	443	119	578	443			
Decreasing Temporary Assurances	3.00%	85% AM80 / 95% AF80 Ult	160	1,053	8	-	-	24	36	16	8	36	16			
Miscellaneous Assurances	-	-	4	816,537	2,624	-	-	2,624	-	-	2,624	-	2,624			
Group Life	-	-	3	83,831	139	-	-	139	-	-	139	-	139			
Reserve For Options And Guarantees	-	-	-	-	-	-	-	71	-	-	71	-	71			
Extra Premiums	-	-	-	-	2	-	-	2	-	-	2	-	2			
TOTAL NON-PROFIT POLICIES	-	-	1,226	920,079	2,912	-	-	4,845	1,205	946	3,899	1,205	3,899			
TOTAL REASSURANCE ACCEPTED																
	-	-	6,943	992,974	4,651	982	-	41,586	17,877	9,977	31,610	17,877	31,610			
TOTAL DIRECT AND REASSURANCE ACCEPTED																
	-	-	111,615	4,712,921	80,287	5,051	-	277,858	78,218	46,718	231,140	78,218	231,140			
TOTAL REASSURANCE CEDED																
	-	-	59,157	1,849,372	3	-	-	10,073	-	-	10,073	-	10,073			
NET TOTAL																
	-	-	-	2,863,549	80,285	5,051	-	267,785	78,218	46,718	221,067	78,218	221,067			

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of non-linked contracts (other than accumulating with- profit policies)  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business /UK-branch-business/EEA-branch-business

Company  
 registration  
 number

Overseas Business

Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Life assurance and general annuity business - Reassurance ceded  
 Category of surplus : Total

Period ended  
 Day Month Year

Type of  
 business

Category  
 of surplus

Type of insurance or name of contract	Valuation basis		Number of contracts	R51 Amount of sums assured or annuities per annum, including vested reversionary bonuses	GL/UK/CM		Proportion of office premiums reserved for expenses and profits	Units £'000	Value of annual premiums		Amount of mathematical reserves
	Rate of interest	Mortality or morbidity table			Amount of annual premiums	Net premiums			OS Office premiums	L&GA Net premiums	
1	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.
<b>WITH-PROFIT POLICIES</b>											
Deferred Annuities	3.25%	97% PMA92 / 99% PFA92	-	- p.a.	-	-	-	243	-	-	243
Deferred Annuities (Cash Fund)	3.25%	97% PMA92 / 99% PFA92	-	-	-	-	-	5,048	-	-	5,048
Group Deferred Annuities	3.25%	97% PMA92 / 99% PFA92	-	- p.a.	-	-	-	1,913	-	-	1,913
Group Deferred Annuities (Cash Fund)	3.25%	97% PMA92 / 99% PFA92	-	-	-	-	-	2,514	-	-	2,514
<b>TOTAL WITH-PROFIT POLICIES</b>								9,718			9,718
<b>NON-PROFIT POLICIES</b>											
Whole Life Assurances	3.25%	85% AM80 / 95% AF80 Ult	1	5	-	-	-	-	-	-	-
Endowment Assurances	4.25%	110% AM80/120%AF80 Ult	45,778	1,298,433	-	-	-	-	-	-	-
Temporary Assurances	-	-	29	3,132	-	-	-	-	-	-	-
Temporary Assurances	3.25%	85% AM80 / 95% AF80 Ult	1	350	-	-	-	2	-	-	2
Temporary Assurances	4.25%	110% AM80/120%AF80 Ult	13,048	522,700	-	-	-	12	-	-	12
Decreasing Temporary Assurances	4.25%	150% OF 110% AM80/120%AF80 Ult	218	16,406	-	-	-	285	-	-	285
Deferred Annuities	4.15%	97% PMA92 / 99% PFA92	15	- p.a.	-	-	-	39	-	-	39
Risk Premium	-	-	8	5	-	-	-	-	-	-	-
Guaranteed Risk Premium	3.25%	85% AM80 / 95% AF80 Ult	8	810	2	-	-	16	-	-	16
Group Deferred Annuities	4.15%	97% PMA92 / 99% PFA92	59	7,531	-	-	-	-	-	-	-
<b>TOTAL NON-PROFIT POLICIES</b>			59,157	1,849,372	3	-	-	365			365
<b>TOTAL REASSURANCE CEDED</b>			59,157	1,849,372	3	-	-	10,073			10,073

Returns under Insurance Companies Legislation  
**Long Term Business : Valuation summary of non-linked contracts (other than accumulating with- profit policies)**  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business ~~AJK-branch-business/EEA-branch-business~~  
 United Kingdom Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Pension business - Direct written business

Category of surplus : Total

Category of surplus : Total													
Type of insurance or name of contract	Valuation basis		Number of contracts	R51 Amount of sums assured or annuities per annum, including vested reversionary bonuses	2456671 Amount of annual premiums		31 12 2000 Proportion of office premiums reserved for expenses and profits	£'000 Value of sums assured or annuities per annum, including vested reversionary bonuses	UK Value of annual premiums		PENS Value of annual premiums	Amount of mathematical reserves	
	Rate of interest	Mortality or morbidity table			Office premiums	Net premiums			Office premiums	Net premiums			
1. <b>WITH-PROFIT POLICIES</b>	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.		
Miscellaneous Assurances	3.25%	85% AM80 / 95% AF80 Ult	-	583	-	-	-	19	-	-	19		
Deferred Annuities	3.25%	97% PMA92 / 99% PFA92	2,150	2,346 p.a.	1	1	0.100	26,446	4	4	26,442		
Deferred Annuities	3.25%	97% PMA92 / 99% PFA92	1,882	3,170 p.a.	80	72	0.100	28,407	723	651	27,756		
Additional Capital Sum	-	-	-	9,511	-	-	-	-	-	-	-		
Deferred Annuities (Cash Fund)	3.25%	97% PMA92 / 99% PFA92	25,324	792,237	2,881	2,521	0.125	784,319	32,225	28,172	756,146		
Group Deferred Annuities	3.25%	97% PMA92 / 99% PFA92	595	47,827 p.a.	1,650	1,485	0.100	438,087	15,119	13,607	424,480		
Group Deferred Annuities (Cash Fund)	3.25%	97% PMA92 / 99% PFA92	915	278,293	3,045	2,628	0.137	287,858	22,025	19,253	268,606		
Reserve For Late New Business	-	-	-	-	-	-	-	12,282	-	-	12,282		
<b>TOTAL WITH-PROFIT POLICIES</b>	-	-	30,866	1,080,624 53,344 p.a.	7,658	6,707	-	1,577,418	70,096	61,686	1,515,732		
<b>NON-PROFIT POLICIES</b>													
Miscellaneous Assurances	-	-	-	20,780	43	-	-	22	-	-	22		
Miscellaneous Assurances	4.15%	85% AM80 / 95% AF80 Ult	7,241	306,776	1,277	-	-	19,888	10,046	8,696	11,192		
Deferred Annuities	4.15%	97% PMA92 / 99% PFA92	21,429	48,063 p.a.	-	-	-	423,872	1	-	423,872		
Deferred Annuities	4.15%	97% PMA92 / 99% PFA92	41	224 p.a.	24	-	-	3,049	122	110	2,939		
Additional Capital Sum	-	-	-	673	-	-	-	-	-	-	-		
Deferred Annuities (Cash Fund)	4.15%	97% PMA92 / 99% PFA92	19	32,349	-	-	-	47,027	-	-	47,027		
Annuities in Payment	-	-	-	-	-	-	-	-	-	-	-		
Single Life	5.50%	97% PMA92 / 99% PFA92	38,601	77,459 p.a.	-	-	-	770,303	-	-	770,303		
Last Survivor	5.50%	97% PMA92 / 99% PFA92	18,493	71,302 p.a.	-	-	-	933,106	-	-	933,106		
Temporary	5.50%	97% PMA92 / 99% PFA92	138	219 p.a.	-	-	-	384	-	-	384		
Group Deferred Annuities	4.15%	97% PMA92 / 99% PFA92	314	4,147 p.a.	-	-	-	72,543	-	-	72,543		
Group Life	-	-	36	1,536,549	3,397	-	-	3,059	-	-	3,059		
Group Life	4.15%	85% AM80 / 95% AF80 Ult	33	48,043	264	-	-	1,452	1,167	1,138	314		
Group Annuities in Payment	-	-	-	-	-	-	-	-	-	-	-		
Single Life	5.50%	97% PMA92 / 99% PFA92	-	48,370 p.a.	-	-	-	479,696	-	-	479,696		
Last Survivor	5.50%	97% PMA92 / 99% PFA92	-	53,480 p.a.	-	-	-	640,917	-	-	640,917		
Group Miscellaneous Annuities	5.50%	97% PMA92 / 99% PFA92	-	59 p.a.	-	-	-	273	-	-	273		
Group Miscellaneous Assurances	4.15%	85% AM80 / 95% AF80 Ult	-	1,002	-	-	-	1,410	-	-	1,410		
Reserve For Options And Guarantees	-	-	-	-	-	-	-	8	-	-	8		
Reserve For Late New Business	-	-	-	-	-	-	-	4,715	-	-	4,715		
<b>TOTAL NON-PROFIT POLICIES</b>	-	-	86,345	1,946,172 304,324 p.a.	5,006	-	-	3,401,724	11,335	9,943	3,391,781		
<b>TOTAL DIRECT WRITTEN BUSINESS</b>	-	-	117,211	3,026,796 357,668 p.a.	12,664	6,707	-	4,979,142	81,431	71,630	4,907,513		

Returns under Insurance Companies Legislation  
Long Term Business : Valuation summary of non-linked contracts (other than accumulating with-profit policies)

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business : UK-branch-business/EEA-branch-business

United Kingdom Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Pension business - Reassurance accepted

Category of surplus : Total

Type of insurance or name of contract	Valuation basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses	Amount of annual premiums		Proportion of office premiums reserved for expenses and profits	Value of sums assured or annuities per annum, including vested reversionary bonuses	Value of annual premiums		of mathematical reserves					
					Office premiums	Net premiums			Office premiums	Net premiums						
	Rate of interest	Mortality or morbidity table										2.	3.	4.	5.	6.
1.																
NON-PROFIT POLICIES																
Miscellaneous Assurances	4.15%	85% AM80 / 95% AF80 Ult	1	32	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL NON-PROFIT POLICIES	-	-	1	32	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL REASSURANCE ACCEPTED	-	-	1	32	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL DIRECT AND REASSURANCE ACCEPTED	-	-	117,212	3,026,828	12,664	6,707	-	4,979,142	81,431	71,830	4,907,513					
TOTAL REASSURANCE CEDED	-	-	88	357,668 p.a.	35	-	-	450,079	58	56	450,023					
NET TOTAL	-	-	-	3,017,776	12,629	6,707	-	4,529,064	81,373	71,573	4,457,490					

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of non-linked contracts (other than accumulating with- profit policies)  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business : UK branch business/EEA branch business  
 United Kingdom Business

Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Pension business - Reassurance ceded

Type of business : Pension business - Reassurance ceded															
Category of surplus : Total															
Type of insurance or name of contract	Valuation basis			Number of contracts	Registration number			Period ended		Units		uk/os		Type or business	Category of surplus
	Rate of interest	Mortality or morbidity table	R51		2456671		31 12 2000		£'000	UK	PENS				
					Amount of sums assured or annuities per annum, including vested reversionary bonuses	Amount of annual premiums	GL/UK/CM	Proportion of office premiums reserved for expenses and profits			Value of sums assured or annuities per annum, including vested reversionary bonuses	Value of annual premiums	Office premiums		
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.				
WITH-PROFIT POLICIES															
Deferred Annuities	3.25%	97% PMA92 / 99% PFA92	-	- p.a.	-	-	-	4,331	-	-	-	4,331	-	-	11
Deferred Annuities (Cash Fund)	3.25%	97% PMA92 / 99% PFA92	-	-	-	-	-	169,206	-	-	-	169,206	-	-	of
Group Deferred Annuities	3.25%	97% PMA92 / 99% PFA92	-	- p.a.	-	-	-	108,476	-	-	-	108,476	-	-	mathematical
Group Deferred Annuities (Cash Fund)	3.25%	97% PMA92 / 99% PFA92	-	-	-	-	-	82,090	-	-	-	82,090	-	-	reserves
TOTAL WITH-PROFIT POLICIES	-	-	-	- p.a.	-	-	-	364,103	-	-	-	364,103	-	-	12.
NON-PROFIT POLICIES															
Miscellaneous Assurances	4.15%	85% AM80 / 95% AF80 Ult	10	1,359	7	-	-	71	55	54	17	-	-	-	17
Deferred Annuities	4.15%	97% PMA92 / 99% PFA92	-	- p.a.	-	-	-	19,215	-	-	-	19,215	-	-	19,215
Guaranteed Risk Premium	4.15%	85% AM80 / 95% AF80 Ult	52	3,036	12	-	-	-	-	-	-	-	-	-	-
Annuities in Payment															
Single Life	5.50%	97% PMA92 / 99% PFA92	6	186 p.a.	-	-	-	1,665	-	-	-	1,665	-	-	1,665
Last Survivor	5.50%	97% PMA92 / 99% PFA92	8	388 p.a.	-	-	-	6,968	-	-	-	6,968	-	-	6,968
Group Deferred Annuities	4.15%	97% PMA92 / 99% PFA92	-	- p.a.	-	-	-	2,075	-	-	-	2,075	-	-	2,075
Group Life	-	-	8	1,744	8	-	-	3	-	-	3	-	-	-	3
Group Life	4.15%	85% AM80 / 95% AF80 Ult	4	2,913	8	-	-	153	3	2	151	-	-	-	151
Group Annuities in Payment															
Single Life	5.50%	97% PMA92 / 99% PFA92	-	2,405 p.a.	-	-	-	27,342	-	-	-	27,342	-	-	27,342
Last Survivor	5.50%	97% PMA92 / 99% PFA92	-	2,252 p.a.	-	-	-	28,483	-	-	-	28,483	-	-	28,483
TOTAL NON-PROFIT POLICIES	-	-	88	9,053	35	-	-	85,976	58	56	85,919	-	-	-	85,919
TOTAL REASSURANCE CEDED	-	-	88	9,053	35	-	-	450,079	58	56	450,023	-	-	-	450,023



Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of non-linked contracts (other than accumulating with- profit policies)  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business ~~UK branch business~~ ~~EEA branch business~~

United Kingdom Business  
 Financial Year Ended 31ST DECEMBER 2000

Type of business : Permanent Health Business - Direct written business  
 Category of surplus : Total

Category of surplus : Total														
Type of insurance or name of contract	Valuation basis		Number of contracts	R51 Amount of sums assured or annuities per annum, including vested reversionary bonuses	GL/UK/CM		31 12 2000	Units		PHI		Amount of mathematical reserves		
					2456671	GL		Value of sums assured or annuities per annum, including vested reversionary bonuses	Value of annual premiums					
									Office premiums	Net premiums				
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.			
PERMANENT HEALTH BUSINESS	4.15%	50% AM80 / 50% AF80 ULT & CMIR	3,505	18,033 p.a.	472	-	-	5,532	4,461	2,523	3,010			
Permanent Health Insurance	-	-	-	-	-	-	-	4,464	-	-	4,464			
Reserve for Continuing Payment of Current Claims	3.25%	Special Mortality	-	45,748	242	-	-	2,598	2,629	2,304	293			
Serious Illness Protection	-	-	-	- p.a.	142	-	-	142	-	-	142			
Miscellaneous	-	-	1	83,845 p.a.	950	-	-	79	-	-	79			
Group Current Cost	-	-	-	-	-	-	-	295	-	-	295			
Reserve for Lump Sum Accident Benefits	-	-	-	-	26	-	-	26	-	-	26			
Extra Premiums	-	-	-	-	-	-	-	-	-	-	-			
TOTAL DIRECT WRITTEN BUSINESS	-	-	3,506	45,748 101,878 p.a.	1,833	-	-	13,136	7,089	4,827	8,309			

Returns under Insurance Companies Legislation  
**Long Term Business : Valuation summary of non-linked contracts (other than accumulating with- profit policies)**  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business ~~UK branch business~~ ~~EEA branch business~~  
 United Kingdom Business  
 Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Permanent Health Business - Reassurance accepted  
 Category of surplus : Total

Category of surplus : Total																
1. Type of insurance or name of contract	Valuation basis		Number of contracts	R51 Amount of sums assured or annuities per annum, including vested reversionary bonuses	2456671 Amount of annual premiums		31 12 2000 Proportion of office premiums reserved for expenses and profits	£'000 Value of sums assured or annuities per annum, including vested reversionary bonuses	UK Value of annual premiums		PHI Net premiums	Amount of mathematical reserves				
	Rate of Interest	Mortality or morbidity table			Office premiums	Net premiums			Office premiums	Net premiums						
1. PERMANENT HEALTH BUSINESS	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.					
Permanent Health Insurance	4.15%	50% AM80 / 50% AF80 ULT & CMIR	39	110 p.a.	3	-	-	41	17	5	36					
Reserve for Continuing Payment of Current Claims	-	-	-	-	-	-	-	2,720	-	-	2,720					
Miscellaneous	-	-	-	- p.a.	-	-	-	-	-	-	-					
Miscellaneous	4.15%	-	5	11 p.a.	-	-	-	3	1	-	3					
Reserve for Lump Sum Accident Benefits Extra Premiums	-	-	-	-	-	-	-	-	-	-	-					
TOTAL REASSURANCE ACCEPTED	-	-	44	122 p.a.	3	-	-	2,764	18	5	2,759					
TOTAL DIRECT AND REASSURANCE ACCEPTED	-	-	3,550	45,748	1,836	-	-	15,900	7,107	4,832	11,068					
TOTAL REASSURANCE CEDED	-	-	639	34,311	157	-	-	1,677	1,031	932	745					
NET TOTAL	-	-	-	2,652 p.a.	1,679	-	-	14,223	6,076	3,900	10,323					

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of non-linked contracts (other than accumulating with- profit policies)  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business : UK-branch-business/EEA-branch-business

Company  
 registration  
 number

2465671

United Kingdom Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Permanent Health Business - Reassurance ceded

Category of surplus : Total

Category of surplus : Total														
Type of insurance or name of contract	Valuation basis			Number of contracts	R51	GL/UK/CM		Day month year 31 12 2000	Units £'000	Value of annual premiums		PHI	Amount of mathematical reserves	
	Rate of interest	Mortality or morbidity table	Amount of annual premiums											
			Office premiums			Net premiums								
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.			
PERMANENT HEALTH BUSINESS														
Permanent Health Insurance	4.15%	50% AM80 / 50% AF80 ULT & CMIR	639	2,652 p.a.	83	-	-	1,175	1,031	932	242			
Reserve for Continuing Payment of Current Claims	-	-	-	-	-	-	-	500	-	-	500			
Risk Premium	-	-	-	34,311	72	-	-	-	-	-	-			
Extra Premiums	-	-	-	-	3	-	-	3	-	-	3			
TOTAL REASSURANCE CEDED	-	-	639	34,311 2,652 p.a.	157	-	-	1,677	1,031	932	745			

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of non-linked contracts (other than accumulating with- profit policies)  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business ~~UK branch business/EEA branch business~~  
 Overseas Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Permanent Health Business - Direct written business

Category of surplus : Total

Category of surplus : Total Type of insurance or name of contract	Valuation basis		Number of contracts	R51 Amount of sums assured or annuities per annum, including vested reversionary bonuses	2456671		31 12 2000	£'000 Value of sums assured or annuities per annum, including vested reversionary bonuses	OS		PHI Value of annual premiums	Amount of mathematical reserves
	Rate of interest	Mortality or morbidity table			Amount of annual premiums				Value of annual premiums			
					Office premiums	Net premiums			Office premiums	Net premiums		
1. PERMANENT HEALTH BUSINESS Permanent Health Insurance  Reserve for Continuing Payment of Current Claims Serious Illness Protection Miscellaneous Reserve for Lump Sum Accident Benefits Extra Premiums  TOTAL DIRECT WRITTEN BUSINESS	2. 4.15%  - 3.25% - - - -	3. 50% AM80 / 50% AF80 ULT & CMIR  Special Mortality - - - -	4. 22 - - - - - 22	5. 103 p.a. - - 1,070 259,943 p.a. - - 1,070	6. 2 - 6 2,962 - - 2,970	7. - - - - - -	8. - - - - - -	9. - 100 62 1,585 3 1,772	10. 17 - 59 - - 75	11. 9 - 53 - - 61	12. 12 100 10 1,585 3 1,711	

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of non-linked contracts (other than accumulating with- profit policies)  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business : UK branch business / IEA branch business  
 Overseas Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Permanent Health Business - Reassurance accepted

Category of surplus : Total

Type of insurance or name of contract	Valuation basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses	Amount of annual premiums		Proportion of office premiums reserved for expenses and profits	Value of sums assured or annuities per annum, including vested reversionary bonuses	Value of annual premiums		Amount of mathematical reserves
	Rate of interest	Mortality or morbidity table			Office premiums	Net premiums			Office premiums	Net premiums	
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.
PERMANENT HEALTH BUSINESS Permanent Health Insurance	4.15%	50% AM80 / 50% AF80 ULT & CMIR	57	211 p.a.	5	-	-	80	40	17	62
Reserve for Continuing Payment of Current Claims	-	-	-	-	-	-	-	1,400	-	-	1,400
Miscellaneous	-	-	2	21,475 p.a.	387	-	-	198	-	-	198
Group Current Cost	-	-	-	23,324 p.a.	554	-	-	560	-	-	560
Reserve for Lump Sum Accident Benefits	-	-	-	-	-	-	-	3	-	-	3
Reserve for Group Lump Sum	-	-	-	-	-	-	-	1	-	-	1
Accident Benefits	-	-	-	-	-	-	-	-	-	-	-
Extra Premiums	-	-	-	-	-	-	-	-	-	-	-
TOTAL REASSURANCE ACCEPTED	-	-	59	45,010 p.a.	946	-	-	2,243	40	17	2,225
TOTAL DIRECT AND REASSURANCE ACCEPTED	-	-	81	1,070	3,916	-	-	4,015	115	79	3,936
TOTAL REASSURANCE CEDED	-	-	4	802	2	-	-	2	2	2	-
NET TOTAL	-	-	-	184,021 p.a. 267	3,914	-	-	4,013	114	77	3,936
				121,035 p.a.							

## Returns under Insurance Companies Legislation

Long Term Business : Valuation summary of non-linked contracts (other than accumulating with- profit policies)

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business ~~/UK-branch-business/EEA-branch-business~~

Overseas Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Permanent Health Business - Reassurance ceded

Category of surplus : Total

Company  
registration  
number

2456671

Period ended  
Day Month Year

31 12 2000

GL/UK/CM

GL

Units

£'000

uk/os

OS

Type of  
business

PHI

Category  
of surplus

11

1. Type of insurance or name of contract	Valuation basis		Number of contracts	R51 Amount of sums assured or annuities per annum, including vested reversionary bonuses	Amount of annual premiums		Proportion of office premiums reserved for expenses and profits	Value of sums assured or annuities per annum, including vested reversionary bonuses	Value of annual premiums		Type of business	Category of surplus
	Rate of interest	Mortality or morbidity table			Office premiums	Net premiums			Office premiums	Net premiums		
1. PERMANENT HEALTH BUSINESS Permanent Health Insurance	2. 4.15%	3. 50% AM80 / 50% AF80 ULT & CMIR	4. 4	5. 10 p.a.	6. -	7. -	8. -	9. 2	10. 2	11. 2	PHI	11 Amount of mathematical reserves
Miscellaneous Risk Premium	-	-	-	184,010 p.a. 802	2	-	-	-	-	-	-	-
TOTAL REASSURANCE CEDED	-	-	4	802 184,021 p.a.	2	-	-	2	2	2	2	-

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of non-linked contracts (other than accumulating with- profit policies)  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business ~~UK branch business/EEA branch business~~

United Kingdom Business  
 Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Other Business - Direct written business  
 Category of surplus : Total

Company  
 registration  
 number  
 2456671

Period ended  
 Day Month Year  
 31 12 2000

Type of  
 business  
 OTHER

Category  
 of surplus  
 11

Type of insurance or name of contract	Valuation basis		Number of contracts	RS1 Amount of sums assured or annuities per annum, including vested reversionary bonuses	GL/UK/CM Amount of annual premiums		Units £'000 Value of sums assured or annuities per annum, including vested reversionary bonuses	uk/os Value of annual premiums		Category of surplus 11
	Rate of Interest	Mortality or morbidity table			Office premiums	Net premiums		Office premiums	Net premiums	
1.	2.	3.	4.	5.	6.	7.	8.	10.	11.	12.
Capital Redemption Business	2.00%	-	4	94	2	-	-	19	19	54
Annuities Certain	4.30%	-	1	50 p.a.	-	-	-	-	-	378
TOTAL DIRECT WRITTEN BUSINESS	-	-	5	94 50 p.a.	2	-	-	19	19	430

## Returns under Insurance Companies Legislation

## Long Term Business : Valuation summary of accumulating with-profit policies

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business ~~UK branch business/EEA branch business~~ Company registration number

Net Global Total 2456671

Financial Year Ended 31ST DECEMBER 2000

Category of surplus : Total

Category of surplus : Total		R52		2456671	GL	31 12 2000	£'000	UK/OS	SUMMARY		Amount of surplus or surplus
Type of insurance or name of contract	Number of contracts	Amount of annual premiums		Liability in respect of current benefits including vested bonuses	Other liabilities		Options and guarantees other than investment performance guarantees	Amount of mathematical reserves			
		Office premiums	Net premiums		Current benefit value	Discounted value			Mortality and expenses	14.	15.
1.	4.	8.	9.	11.	12.	13.	14.	15.			
WITH PROFIT UNITED KINGDOM BUSINESS Life Assurance and General Annuity Business Pension Business	55,855	17,058	-	906,027	910,388	-	-	910,388			
	62,779	54,355	-	951,679	946,336	-	-	946,336			
	33,283	19,624	-	242,283	222,401	1,028	-	223,429			
OVERSEAS BUSINESS Life Assurance and General Annuity Business	151,917	91,037	-	2,099,989	2,079,125	1,028	-	2,080,153			



Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of accumulating with-profit policies  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business/UK branch business/EEA branch business

United Kingdom Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Life assurance and general annuity business - Direct written business

Category of surplus : Total

1. Type of insurance or name of contract	Valuation Basis		4. Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			GLU/KCM GL		Period ended Day Month Year		Units £'000	Type of business		Category of surplus
	Rate of interest	Mortality or morbidity table		Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	Amount of annual premiums	Proportion of office premiums reserved for expenses and profits	Liability in respect of current benefits including vested bonuses	Current benefit value	Discounted value	Mortality and expenses	Options and guarantees other than investment performance guarantees	Amount of mathematical reserves
WITH-PROFIT POLICIES														
Endowment Assurances	4.00%	AM80/AF80 Ult	21	392	395	598	52	-	401	401	401	-	-	401
Endowment Assurances	4.25%	110% AM80/120% AF80 Ult	6	30	92	113	3	-	89	87	87	-	-	87
Unit Assurances														
Units Type H	3.00%	85% AM80 / 95% AF80 Ult	26,798	817,915	852,418	-	-	-	609,817	810,403	810,403	-	-	810,403
Units Type L	3.00%	85% AM80 / 95% AF80 Ult	22,591	601,816	602,054	118,131	14,009	-	89,139	91,524	91,524	-	-	91,524
Miscellaneous	3.00%	85% AM80 / 95% AF80 Ult	6,439	218,736	218,982	-	2,994	-	6,581	7,872	7,872	-	-	7,872
TOTAL WITH-PROFIT POLICIES	-	-	55,855	1,638,889	1,673,941	118,842	17,058	-	906,027	910,388	910,388	-	-	910,388
TOTAL DIRECT WRITTEN BUSINESS	-	-	55,855	1,638,889	1,673,941	118,842	17,058	-	906,027	910,388	910,388	-	-	910,388

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of accumulating with-profit policies  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global BusinessUK branch businessEEA branch business  
 Overseas Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Life assurance and general annuity business - Direct written business

Category of surplus : Total

Category of surplus : Total	Type of insurance or name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			R52		2456671		GL		31 12 2000		£'000		OS		Other business liabilities		Amount of mathematical reserves																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																														
		Rate of interest	Mortality or morbidity table		Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	Amount of annual premiums	Office premiums	Net premiums	Proportion of office premiums reserved for expenses and profits	Liability in respect of current benefits including vested bonuses	Discounted value	Mortality and expenses	Options and guarantees other than investment performance guarantees																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																					

145.

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of accumulating with-profit policies  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business Unit - branch business / ISA branch business  
 United Kingdom Business  
 Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Pension business - Direct written business  
 Category of surplus : Total

Category of surplus : Total																	
Type of insurance or name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.				R52		2456671	GL	31 12 2000		£'000	UK	PENS	Amount of mathematical reserves
				Rate of interest	Mortality or morbidity table	Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	Amount of annual premiums	Proportion of office premiums reserved for expenses and profits	Current benefit value	Discounted value	Mortality and expenses	Options and guarantees other than investment performance guarantees			
	2.	3.													4.	5.	
1. WITH-PROFIT POLICIES																	
Unit Pensions																	
Units Type M	4.00%	85% AM80 / 95% AF80 Ult	224	1,350	1,564	1,544	-	-	-	-	-	1,564	1,646	-	-	-	1,646
Units Type M	3.50%	85% AM80 / 95% AF80 Ult	116	1,358	1,472	1,358	-	-	-	-	-	1,358	1,364	-	-	-	1,364
Units Type N - Accumulation	4.00%	85% AM80 / 95% AF80 Ult	667	4,896	6,063	4,943	198	-	-	-	-	6,518	5,649	-	-	-	5,649
Units Type N - Capital levy												588	159	-	-	-	159
Units Type N - Accumulation	3.50%	85% AM80 / 95% AF80 Ult	153	392	404	392	140	-	-	-	-	475	489	-	-	-	489
Units Type P - Accumulation	4.00%	85% AM80 / 95% AF80 Ult	41,279	273,212	299,039	386,456	6,191	-	-	-	-	278,368	268,733	-	-	-	268,733
Units Type P - Capital levy												12,318	10,935	-	-	-	10,935
Units Type P - Accumulation	3.50%	85% AM80 / 95% AF80 Ult	9,086	98,381	102,834	85,742	6,267	-	-	-	-	85,085	86,617	-	-	-	86,617
Units Type P - Capital levy												1,287	937	-	-	-	937
Units Type Q - Accumulation	4.00%	85% AM80 / 95% AF80 Ult	1,975	11,482	11,794	15,401	768	-	-	-	-	9,774	9,795	-	-	-	9,795
Units Type Q - Capital levy												1,334	770	-	-	-	770
Units Type Q - Accumulation	3.50%	85% AM80 / 95% AF80 Ult	380	1,639	1,738	1,595	333	-	-	-	-	1,497	1,520	-	-	-	1,520
Units Type Q - Capital levy												99	68	-	-	-	68
Units Type X	4.00%	85% AM80 / 95% AF80 Ult	28	405	409	476	-	-	-	-	-	409	437	-	-	-	437
Units Type Y - Accumulation	4.00%	85% AM80 / 95% AF80 Ult	94	318	318	373	-	-	-	-	-	229	306	-	-	-	306
Units Type Y - Capital levy												89	89	-	-	-	89
Units Type Y - Accumulation	3.50%	85% AM80 / 95% AF80 Ult	18	62	62	62	-	-	-	-	-	62	67	-	-	-	67
Units Type Y - Capital levy												21,991	21,991	-	-	-	21,991
Corporate PP	3.50%	85% AM80 / 95% AF80 Ult	5,166	21,437	21,437	21,437	4,369	-	-	-	-	-	-	-	-	-	-
Group Unit Pensions																	
Units Type M	4.00%	85% AM80 / 95% AF80 Ult	36	50,937	53,763	52,044	-	-	-	-	-	64,216	64,627	-	-	-	64,627
Units Type M	3.50%	85% AM80 / 95% AF80 Ult	7	40,004	40,004	40,004	-	-	-	-	-	41,863	41,863	-	-	-	41,863
Units Type N - Accumulation	4.00%	85% AM80 / 95% AF80 Ult	711	63,220	71,069	66,147	4,918	-	-	-	-	64,123	64,123	-	-	-	64,123
Units Type N - Capital levy												11,624	10,978	-	-	-	10,978
Units Type N - Accumulation	3.50%	85% AM80 / 95% AF80 Ult	69	77,502	77,502	77,502	24,703	-	-	-	-	79,295	79,295	-	-	-	79,295
Units Type X	4.00%	85% AM80 / 95% AF80 Ult	202	13,812	13,839	16,069	-	-	-	-	-	13,839	14,610	-	-	-	14,610
Units Type X	3.50%	85% AM80 / 95% AF80 Ult	1,504	149,979	159,269	149,979	-	-	-	-	-	149,979	154,192	-	-	-	154,192
Units Type Y - Accumulation	4.00%	85% AM80 / 95% AF80 Ult	583	15,494	15,559	19,509	1,380	-	-	-	-	12,818	13,081	-	-	-	13,081
Units Type Y - Capital levy												2,416	2,416	-	-	-	2,416
Units Type Y - Accumulation	3.50%	85% AM80 / 95% AF80 Ult	480	28,893	30,107	23,285	5,088	-	-	-	-	23,072	23,766	-	-	-	23,766
Units Type Y - Capital levy												641	534	-	-	-	534
Group Income Drawdown	3.50%	85% AM80 / 95% AF80 Ult	1	65,566	66,017	65,566	-	-	-	-	-	65,566	68,085	-	-	-	68,085
TOTAL WITH-PROFIT POLICIES	-	-	62,779	920,339	974,263	1,029,886	54,355	-	-	-	-	952,484	947,141	-	-	-	947,141
TOTAL DIRECT WRITTEN BUSINESS	-	-	62,779	920,339	974,263	1,029,886	54,355	-	-	-	-	952,484	947,141	-	-	-	947,141
TOTAL REASSURANCE CEDED	-	-	-	-	-	-	-	-	-	-	-	805	805	-	-	-	805
NET TOTAL	-	-	-	920,339	974,263	1,029,886	54,355	-	-	-	-	951,679	946,336	-	-	-	946,336

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of accumulating with-profit policies  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global BusinessUK-branch-businessIEEA-branch-business  
 United Kingdom Business  
 Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Pension business - Reassurance ceded

Category of surplus : Total																		
Type of insurance or name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.				Amount of annual premiums		Proportion of office premiums reserved for expenses and profits	Liability in respect of current benefits including vested bonuses		UK	PENS	Amount of mathematical reserves			
				Guaranteed on death		Current on death / current payable per annum	Guaranteed on maturity	Office premiums	Net premiums		Current benefit value	Discounted value				Mortality and expenses	Options and guarantees other than investment performance guarantees	
	Rate of Interest	Mortality or morbidity table		5.	6.	7.	8.			9.			10.	11.				12.
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	13.	14.	15.				
WITH-PROFIT POLICIES																		
Group Unit Pensions																		
Units Type M	-	-	-	-	-	-	-	-	-	278	278	-	-	278	278			
Units Type N	-	-	-	-	-	-	-	-	-	527	527	-	-	527	527			
TOTAL WITH-PROFIT POLICIES	-	-	-	-	-	-	-	-	-	805	805	-	-	805	805			
TOTAL REASSURANCE CEDED	-	-	-	-	-	-	-	-	-	805	805	-	-	805	805			

Long Term Business : Valuation summary of property linked contracts  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business/UK branch business/EEA branch business  
 Net Global Total  
 Financial Year Ended 31ST DECEMBER 2000  
 Category of surplus : Total

Company  
registration  
number

Category of surplus : Total											
Type of insurance	Number of contracts	R53		GL/UK/CM	Day month year		Units		uk/os		Amount of surplus
		2456671		GL	31 12 2000		£'000		SUMMARY		
		Amount of annual premiums		Category of unit link	Unit Liability		Non-unit liabilities		Options and guarantees other than investment performance guarantees	Amount of mathematical reserves	
		Office premiums	Net premiums		Current benefit value	Discounted value	Mortality and expenses	14.			11
1.	4.	8.	9.	10.	11.	12.		13.		15.	
WITH PROFIT											
UNITED KINGDOM BUSINESS											
Linked Assurance Business	95	4	-	-	1,143	1,143		129	-	1,273	
OVERSEAS BUSINESS											
Linked Assurance Business	1	-	-	-	9	9		1	-	10	
Global Net With-Profit Total	96	4	-	-	1,152	1,152		130	-	1,282	
WITHOUT PROFIT											
UNITED KINGDOM BUSINESS											
Linked Assurance Business	39,076	15,880	-	-	566,234	566,163		43,517	-	610,148	
Linked Pension Business	37,361	44,291	-	-	757,645	744,313		29,218	-	778,913	
Permanent Health Business	-	373	-	-	-	-		211	-	211	
OVERSEAS BUSINESS											
Linked Assurance Business	4,877	9,564	-	-	96,344	95,211		1,510	-	97,166	
Global Net Non-Profit Total	81,314	70,108	-	-	1,420,223	1,405,687		74,455	-	1,486,438	
GLOBAL NET GRAND TOTAL	81,410	70,113	-	-	1,421,376	1,406,839		74,585	-	1,487,720	

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of property linked contracts  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business /UK-branch-business/EEA-branch-business

United Kingdom Business  
 Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Life assurance and general annuity business - Direct written business  
 Category of surplus : Total

Company  
 registration  
 number

Period ended  
 Day Month Year

Units

uk/os

Type of  
 business

Category  
 of surplus

Name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			Amount of annual premiums		GL/UK/CM	Unit Liability		Units	uk/os	Type of business		Category of surplus
	Rate of interest	Mortality or morbidity table		Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	Office premiums	Net premiums		Current benefit value	Discounted value					
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	13.	14.	15.	16.	17.
<b>WITH-PROFIT POLICIES</b>																
Unit Assurances																
Miscellaneous	1.50%	85% AM80 / 95% AF80 Ult	45	68	516	68	2	-	Internal Fund	379	379	57	-	-	-	437
Miscellaneous	2.00%	85% AM80 / 95% AF80 Ult	49	-	995	-	2	-	Authorised Trust	759	759	71	-	-	-	830
Group Unit Assurances																
Miscellaneous	2.00%	85% AM80 / 95% AF80 Ult	1	-	6	-	-	-	Authorised Trust	6	6	-	-	-	-	6
<b>TOTAL WITH-PROFIT POLICIES</b>	-	-	95	68	1,517	68	4	-	-	1,143	1,143	129	-	-	-	1,273
<b>NON-PROFIT POLICIES</b>																
Unit Assurances																
Units Type H	3.25%	85% AM80 / 95% AF80 Ult	18,925	45,444	474,146	-	-	-	Internal Fund	464,983	464,912	4,109	-	-	-	469,020
Units Type L	3.25%	85% AM80 / 95% AF80 Ult	8,392	403,115	403,143	3,702	9,255	-	"	66,670	66,670	35,766	-	-	-	103,435
Units Type S	4.00%	A45 / 52 Ult	23	293	313	25	39	-	"	305	305	-	-	-	-	306
Miscellaneous	1.50%	85% AM80 / 95% AF80 Ult	9	1	22	1	-	-	"	18	18	1	-	-	-	19
Miscellaneous	3.25%	85% AM80 / 95% AF80 Ult	11,703	437,695	454,864	551	7,411	-	"	33,991	33,991	2,631	-	-	-	36,622
Miscellaneous	2.00%	85% AM80 / 95% AF80 Ult	21	-	245	-	-	-	Authorised Trust	189	189	8	-	-	-	197
Maturity and Investment Guarantees																
Unpaid Premiums	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	127
Group Unit Assurances																
Miscellaneous	2.00%	85% AM80 / 95% AF80 Ult	3	-	81	-	-	-	Authorised Trust	78	78	3	-	-	-	81
<b>TOTAL NON-PROFIT POLICIES</b>	-	-	39,076	886,549	1,332,815	4,279	16,704	-	-	566,234	566,163	43,517	-	-	-	610,148
<b>TOTAL DIRECT WRITTEN BUSINESS</b>	-	-	39,171	886,617	1,334,332	4,346	16,709	-	-	567,378	567,306	43,547	-	-	-	611,420
<b>TOTAL REASSURANCE CEDED</b>	-	-	-	438,447	438,447	-	824	-	-	-	-	-	-	-	-	-
<b>NET TOTAL</b>	-	-	-	448,170	895,885	4,346	15,885	-	-	567,378	567,306	43,547	-	-	-	611,420

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of property linked contracts  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business UK branch business/EEA branch business  
 United Kingdom Business  
 Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Life assurance and general annuity business - Reassurance ceded  
 Category of surplus : Total

United Kingdom Business																		
Financial Year Ended 31ST DECEMBER 2000																		
Type of business : Life assurance and general annuity business - Reassurance ceded																		
Category of surplus : Total																		
Name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			Company registration number		GL/UK/CM	Period ended		Units	Type of business		Category of surplus			
										Day	Month Year							
																£'000	UK	L&GA
	Rate of Interest	Mortality or morbidity table		Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	R53	2456871	GL	Category of unit link	Amount of annual premiums	Office premiums	Net premiums	Current benefit value	Discounted value	Mortality and expenses	Options and guarantees other than investment performance guarantees	
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.					11.	12.	13.	14.	15.
NON-PROFIT POLICIES																		
Risk Premium	-	-	-	438,447	438,447	-	824	-	Internal Fund	-	-	-	-	-	-	-	-	-
TOTAL NON-PROFIT POLICIES	-	-	-	438,447	438,447	-	824	-	-	-	-	-	-	-	-	-	-	-
TOTAL REASSURANCE CEDED	-	-	-	438,447	438,447	-	824	-	-	-	-	-	-	-	-	-	-	-



Returns under Insurance Companies Legislation  
Long Term Business : Valuation summary of property linked contracts  
Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
Global Business ~~Auk-branch-business/ISA-branch-business~~  
Overseas Business

Financial Year Ended 31ST DECEMBER 2000  
Type of business : Life assurance and general annuity business - Direct written business  
Category of surplus : Total

Company  
registration  
number

GL/UK/CM

Period ended  
Day Month Year  
31 12 2000

Units  
£'000

uk/os

Type of  
business

Category  
of surplus

Name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			Amount of annual premiums		Category of unit link	Unit Liability		Other liabilities		Type of business	Category of surplus
	Rate of Interest	Mortality or morbidity table		Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	Office premiums	Net premiums		Current benefit value	Discounted value	Mortality and expenses	Options and guarantees other than investment performance guarantees		Amount of mathematical reserves
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	13.	14.		15.
WITH-PROFIT POLICIES															
Unit Assurances															
Miscellaneous	2.00%	85% AM80 / 95% AF80 Ult	1	-	12	-	-	-	Authorised Trust	9	9	1	-	-	10
TOTAL WITH-PROFIT POLICIES	-	-	1	-	12	-	-	-	-	9	9	1	-	-	10
NON-PROFIT POLICIES															
Unit Assurances															
Units Type H	3.25%	85% AM80 / 95% AF80 Ult	26	32	839	-	-	-	Internal Fund	823	823	5	-	-	827
Units Type L	3.25%	85% AM80 / 95% AF80 Ult	24	2,228	2,228	9	59	-	"	330	330	29	-	-	359
Units Type S	4.00%	A45 / 52 Ult	1,559	29,134	49,985	6,928	2,488	-	"	48,721	48,721	63	-	-	48,784
Unit Assurance - Bond (HK)	4.25%	HKGRD81	21	140	140	-	-	-	"	138	138	-	-	-	138
Unit Assurance - Regular (HK)	4.25%	HKGRD81	1,037	19,163	19,163	-	1,408	-	"	84	84	140	-	-	224
Miscellaneous	3.25%	85% AM80 / 95% AF80 Ult	57	2,662	2,931	-	52	-	"	410	410	2	-	-	411
Exchange Reserve	-	-	-	-	-	-	-	-	"	-	-	-	-	-	6
Maturity and Investment Guarantees	-	-	-	-	-	-	-	-	"	-	-	-	-	-	347
Unit Pensions															
Units Type M	4.15%	85% AM80 / 95% AF80 Ult	123	172	3,943	172	-	-	Internal Fund	3,908	3,908	13	-	-	3,921
Units Type N - Accumulation	4.15%	85% AM80 / 95% AF80 Ult	1,302	1,011	19,820	619	2,155	-	"	17,842	17,842	246	-	-	18,088
Units Type N - Capital levy	4.15%	85% AM80 / 95% AF80 Ult	542	1,233	7,977	267	815	-	"	6,959	6,959	187	-	-	7,146
Units Type P - Accumulation	4.15%	85% AM80 / 95% AF80 Ult	23	-	95	-	34	-	"	208	96	12	-	-	96
Units Type P - Capital levy	4.15%	85% AM80 / 95% AF80 Ult	40	10	382	10	96	-	"	378	378	-	-	-	378
Corporate PP	-	-	-	-	-	-	-	-	"	-	-	-	-	-	3
Maturity and Investment Guarantees	-	-	-	-	-	-	-	-	"	-	-	-	-	-	88
Unpaid Premiums	-	-	-	-	-	-	-	-	"	-	-	-	-	-	-
Group Unit Pensions															
Units Type M	4.15%	85% AM80 / 95% AF80 Ult	2	6	2,376	6	-	-	Internal Fund	2,353	2,353	29	-	-	2,382
Units Type N - Accumulation	4.15%	85% AM80 / 95% AF80 Ult	16	19	2,151	19	1,357	-	"	2,030	2,030	109	-	-	2,139
Units Type N - Capital levy	4.15%	85% AM80 / 95% AF80 Ult	12	391	6,303	391	-	-	"	100	46	66	-	-	46
Units Type X	4.15%	85% AM80 / 95% AF80 Ult	93	487	4,622	63	1,098	-	"	4,003	4,003	608	-	-	6,313
Units Type Y - Accumulation	4.15%	85% AM80 / 95% AF80 Ult	-	-	-	-	-	-	"	249	96	-	-	-	4,611
Units Type Y - Capital levy	-	-	-	-	-	-	-	-	"	-	-	-	-	-	96
Maturity and Investment Guarantees	-	-	-	-	-	-	-	-	"	-	-	-	-	-	1
TOTAL NON-PROFIT POLICIES	-	-	4,877	56,546	122,954	8,485	9,564	-	-	96,344	95,211	1,510	-	-	97,166
TOTAL DIRECT WRITTEN BUSINESS	-	-	4,878	56,546	122,966	8,485	9,564	-	-	96,353	95,220	1,511	-	-	97,176
TOTAL REASSURANCE CEDED	-	-	1	35	35	-	-	-	-	-	-	-	-	-	-
NET TOTAL	-	-	-	56,512	122,931	8,485	9,564	-	-	96,353	95,220	1,511	-	-	97,176

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of property linked contracts  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business : UK branch business / EEA branch business  
 Overseas Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Life assurance and general annuity business - Reassurance ceded

Category of surplus : Total

Overseas Business																
Financial Year Ended 31ST DECEMBER 2000																
Type of business : Life assurance and general annuity business - Reassurance ceded																
Category of surplus : Total																
Name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			Company registration number		GL/UK/CM	Period ended		Units £'000	uk/OS		Type of business	Category of surplus
										Day Month Year						
	1.	2.		3.	4.	5.	6.	7.		8.	9.		10.	11.		
	Rate of interest	Mortality or morbidity table		Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	Office premiums	Net premiums	Category of unit link	Unit Liability		Discounted value	Mortality and expenses	Options and guarantees other than investment performance guarantees	Amount of mathematical reserves	
NON-PROFIT POLICIES																
Unit Assurance - Regular (HK)	4.25%	HKGRD81	1	35	35	-	-	-	Internal Fund	-	-	-	-	-	-	
TOTAL NON-PROFIT POLICIES	-	-	1	35	35	-	-	-	-	-	-	-	-	-	-	
TOTAL REASSURANCE CEDED	-	-	1	35	35	-	-	-	-	-	-	-	-	-	-	

Returns under Insurance Companies Legislation  
**Long Term Business : Valuation summary of property linked contracts**  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business ~~UK branch business~~ ~~EEA branch business~~  
 United Kingdom Business  
 Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Pension business - Direct written business  
 Category of surplus : Total

Category of surplus : Total																
Name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			Amount of annual premiums		GL	Unit Liability		Units		PENS		Amount of mathematical reserves
	Rate of interest	Mortality or morbidity table		5.	6.	7.	Office premiums	Net premiums		Category of unit link	Current benefit value	Discounted value	Mortality and expenses	Options and guarantees other than investment performance guarantees		
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	13.	14.	15.		
NON-PROFIT POLICIES																
Unit Pensions																
Units Type M	4.15%	5% AM80 / 95% AF80 U	220	272	3,208	272	-	-	Internal Fund	3,178	3,178	60	-	3,238	-	-
Units Type N - Accumulation	4.15%	5% AM80 / 95% AF80 U	901	1,615	15,890	801	526	-	"	14,148	14,148	1,460	-	15,608	-	-
Units Type N - Capital levy	4.15%	5% AM80 / 95% AF80 U	28,447	87,868	418,852	38,697	18,520	-	"	1,298	355,773	723	-	723	-	-
Units Type P - Accumulation	4.15%	5% AM80 / 95% AF80 U	1,926	2,970	18,302	1,422	1,844	-	"	17,720	7,949	16,646	-	372,418	-	-
Units Type P - Capital levy	4.15%	5% AM80 / 95% AF80 U	21	30	385	30	-	-	"	14,959	14,959	326	-	7,949	-	-
Units Type Q - Accumulation	4.15%	5% AM80 / 95% AF80 U	51	21	495	21	-	-	"	2,009	974	-	-	15,285	-	-
Units Type Q - Capital levy	4.15%	5% AM80 / 95% AF80 U	4,349	572	33,801	572	8,778	-	"	33,475	33,475	498	-	974	-	-
Units Type X	4.15%	5% AM80 / 95% AF80 U	-	-	-	-	-	-	"	381	381	25	-	407	-	-
Units Type Y - Accumulation	4.15%	5% AM80 / 95% AF80 U	-	-	-	-	-	-	"	336	331	83	-	414	-	-
Units Type Y - Capital levy	4.15%	5% AM80 / 95% AF80 U	-	-	-	-	-	-	"	154	75	-	-	75	-	-
Corporate PP - Accumulation	4.15%	5% AM80 / 95% AF80 U	-	-	-	-	-	-	"	33,475	33,475	-	-	33,973	-	-
Maturity and Investment Guarantees	-	-	-	-	-	-	-	-	"	-	-	-	-	103	-	-
Unpaid Premiums	-	-	-	-	-	-	-	-	"	-	-	-	-	1,463	-	-
Group Unit Pensions																
Units Type M	4.15%	5% AM80 / 95% AF80 U	10	2,320	33,551	2,320	-	-	Internal Fund	33,228	33,228	1,723	-	34,951	-	-
Units Type N - Accumulation	4.15%	5% AM80 / 95% AF80 U	144	1,646	26,012	1,444	5,258	-	"	23,981	23,981	3,246	-	27,227	-	-
Units Type N - Capital levy	4.15%	5% AM80 / 95% AF80 U	825	5,576	65,659	5,576	-	-	"	1,683	977	-	-	977	-	-
Units Type X	4.15%	5% AM80 / 95% AF80 U	467	10,417	34,055	4,979	9,365	-	"	65,088	26,937	1,801	-	66,889	-	-
Units Type Y - Accumulation	4.15%	5% AM80 / 95% AF80 U	-	20,121	162,351	20,121	-	-	"	2,288	1,128	-	-	28,722	-	-
Units Type Y - Capital levy	4.15%	5% AM80 / 95% AF80 U	-	-	-	-	-	-	"	161,011	161,011	1,562	-	1,128	-	-
Group Income Drawdown	-	-	-	-	-	-	-	-	"	-	-	-	-	162,573	-	-
Maturity and Investment Guarantees	-	-	-	-	-	-	-	-	"	-	-	-	-	3,818	-	-
TOTAL NON-PROFIT POLICIES																
	-	-	37,361	133,428	812,560	76,255	44,291	-	-	757,645	744,313	29,216	-	778,913	-	-
TOTAL DIRECT WRITTEN BUSINESS																
	-	-	37,361	133,428	812,560	76,255	44,291	-	-	757,645	744,313	29,216	-	778,913	-	-

Returns under Insurance Companies Legislation  
**Long Term Business : Valuation summary of property linked contracts**  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business ~~UK branch business~~ ~~EEA branch business~~

United Kingdom Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Permanent Health Business - Direct written business

Category of surplus : Total

Company  
 registration  
 number

Period ended  
 Day Month Year

Units

uk/os

Type of  
 business

Category  
 of surplus

Type of business : Permanent Health Business - Direct written business																
Category of surplus : Total																
Name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			R63		2456671	GL	31 12 2000		Unit Liability	UK	PHI	Amount of mathematical reserves
	Rate of interest	Mortality or morbidity table		Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	Amount of annual premiums		Current benefit value	Discounted value	Mortality and expenses	Options and guarantees other than investment performance guarantees				
							Office premiums	Net premiums								
1. PERMANENT HEALTH BUSINESS																
Permanent Health Insurance	-	-	-	-	7,319 p.a.	-	66	-	Internal Fund	-	-	1	-	-	-	1
Serious Illness Protection	-	-	-	245,353	245,353	-	596	-	"	-	-	12	-	-	-	12
Miscellaneous	-	-	-	18,974	18,974	-	315	-	"	-	-	29	-	-	-	29
SADB	-	-	-	-	-	-	-	-	"	-	-	168	-	-	-	168
TOTAL DIRECT WRITTEN BUSINESS	-	-	-	245,353	245,353	-	977	-	-	-	-	211	-	-	-	211
TOTAL REASSURANCE CEDED	-	-	-	191,024	191,024	-	605	-	-	-	-	-	-	-	-	-
NET TOTAL	-	-	-	54,329	54,329	-	373	-	-	-	-	211	-	-	-	211

Name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			Company registration number		GL/UK/CM	Period ended			Type of business		Category of surplus
										Day Month Year		Units	uk/ps	PHI	
	Rate of interest	Mortality or morbidity table		R63	2456671	GL	31 12 2000	£'000	UK	Other liabilities	Amount of mathematical reserves				
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	13.	14.	15.	
PERMANENT HEALTH BUSINESS															
Permanent Health Insurance	-	-	-	-	5,489 p.a.	-	49	-	Internal Fund	-	-	-	-	-	
Risk Premium	-	-	-	191,024	191,024	-	555	-	"	-	-	-	-	-	
TOTAL REASSURANCE CEDED	-	-	-	191,024	191,024	-	605	-	-	-	-	-	-	-	

Returns under Insurance Companies Legislation  
**Long Term Business : Valuation summary of index linked contracts**  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business ~~UK-branch-business/EEA-branch-business~~

Net Global Total

Financial Year Ended 31ST DECEMBER 2000

Category of surplus : Total												
Type of insurance	Number of contracts	Company registration number		GL	Day month Year		Units £'000	UK/OS		business SUMMARY	of surplus 11	
		R54	2456671		31 12 2000	Investment Liability		Other liabilities				
						Category of unit link		Amount of annual premiums	Office premiums			Net premiums
1.	4.	8.	9.	10.	11.	12.	13.	14.	15.			
WITHOUT PROFIT												
UNITED KINGDOM BUSINESS												
Life Assurance and General Annuity Business	137	20	-	-	6,455	6,455	-	-	-	-	6,455	
Pension Business	2,319	-	-	-	353,765	353,765	-	-	-	-	353,765	
Permanent Health Business	-	3	-	-	2,800	2,800	-	-	-	-	2,800	
OVERSEAS BUSINESS												
Life Assurance and General Annuity Business	1	-	-	-	23	23	-	-	-	-	23	
Permanent Health Business	-	-	-	-	3,000	3,000	-	-	-	-	3,000	
GLOBAL NET GRAND TOTAL	2,457	23	-	-	366,042	366,042	-	-	-	-	366,043	

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of Index linked contracts  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business/UK-branch-business/EEA-branch-business  
 United Kingdom Business  
 Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Life assurance and general annuity business - Direct written business  
 Category of surplus : Total

Type of business : Life assurance and general annuity business * Direct Written Business														
Category of surplus : Total														
Name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			Amount of annual premiums		GL Name of index link	31.12.2000		UK	L&GA	Amount of mathematical reserves
	Rate of Interest	Mortality or morbidity table		Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	Office premiums	Net premiums		Investment	Liability			
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	13.	14.	15.
NON-PROFIT POLICIES Unit Assurances Temporary Assurances Temporary Assurances (Cashback)  Annuities in Payment Single Life Single Life Last Survivor Last Survivor	1.10%	85% AM80 / 95% AF80 Ult	40	2,513	2,513	-	8	-	RPI	15	15	-	-	15
	1.10%	85% AM80 / 95% AF80 Ult	55	2,225	2,225	-	12	-	RPI	2	2	-	-	2
	2.25%	97% IM92 / 99% IF92	29	-	416 p.a.	-	-	-	RPI	5,067	5,067	-	-	5,067
	2.25%	97% PMA92 / 99% PFA92	1	-	2 p.a.	-	-	-	RPI	9	9	-	-	9
	2.25%	97% IM92 / 99% IF92	8	-	81 p.a.	-	-	-	RPI	1,010	1,010	-	-	1,010
	2.25%	97% PMA92 / 99% PFA92	4	-	23 p.a.	-	-	-	RPI	351	351	-	-	351
TOTAL DIRECT WRITTEN BUSINESS			137	4,738	4,738	-	20	-	-	6,455	6,455	-	-	6,455

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of index linked contracts  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business/~~UK branch business/EEA branch business~~  
 Overseas Business  
 Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Life assurance and general annuity business - Direct written business  
 Category of surplus : Total

Category of surplus : Total															
Name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			Amount of annual premiums		GL Name of index link	Investment Liability		OS	Other liabilities	L&GA	Amount of mathematical reserves
	Rate of interest	Mortality or morbidity table		Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	Office premiums	Net premiums							
1. NON-PROFIT POLICIES Annuities in Payment Single Life	2. 2.25%	3. 97% PMA92 / 99% PFA92	4. 1	5. -	6. 1 p.a.	-	8. -	9. -	10. RPI	11. 23	12. 23	-	-	-	23
TOTAL DIRECT WRITTEN BUSINESS	-	-	1	-	1 p.a.	-	-	-	-	23	23	-	-	-	23



Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of Index linked contracts  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business/UK branch-business/ESA branch-business  
 United Kingdom Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Pension business - Direct written business

Category of surplus : Total

Category of surplus : Total																
Name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			Amount of annual premiums		Name of index link	Investment Liability		Other liabilities		Amount of mathematical reserves		
	Rate of interest	Mortality or morbidity table		Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	Office premiums	Net premiums		Discounted value	Mortality and expenses	Options and guarantees other than investment performance guarantees				
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	13.	14.	15.		
NON-PROFIT POLICIES	1.50%	97% PMA92 / 99% PFA92	384	-	2,409 p.a.	-	-	-	RPI	27,700	27,700	-	-	27,700		
Deferred Annuities																
Annuities in Payment																
Single Life	2.25%	97% PMA92 / 99% PFA92	719	-	6,181 p.a.	-	-	-	RPI	72,940	72,940	-	-	72,940		
Last Survivor	2.25%	97% PMA92 / 99% PFA92	1,213	-	10,760 p.a.	-	-	-	RPI	155,320	155,320	-	-	155,320		
Temporary	2.25%	97% PMA92 / 99% PFA92	3	-	9 p.a.	-	-	-	RPI	21	21	-	-	21		
Group Annuities in Payment																
Single Life	2.25%	97% PMA92 / 99% PFA92	-	-	1,059 p.a.	-	-	-	RPI	13,450	13,450	-	-	13,450		
Last Survivor	2.25%	97% PMA92 / 99% PFA92	-	-	6,267 p.a.	-	-	-	RPI	96,666	96,666	-	-	96,666		
Temporary	2.25%	97% PMA92 / 99% PFA92	-	-	1 p.a.	-	-	-	RPI	-	-	-	-	-		
TOTAL DIRECT WRITTEN BUSINESS	-	-	2,319	-	26,685 p.a.	-	-	-	-	366,097	366,097	-	-	366,097		
TOTAL REASSURANCE CEDED	-	-	12	-	768 p.a.	-	-	-	-	12,332	12,332	-	-	12,332		
NET TOTAL	-	-	-	-	25,917 p.a.	-	-	-	-	353,765	353,765	-	-	353,765		

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of Index linked contracts  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business/UK branch business/EEA branch business  
 United Kingdom Business  
 Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Pension business - Reassurance ceded  
 Category of surplus : Total

United Kingdom Business																
Financial Year Ended 31ST DECEMBER 2000																
Type of business : Pension business - Reassurance ceded																
Category of surplus : Total																
Name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.				Company registration number		GL/UK/CM		Period ended		Type of business	Category of surplus	
												Day Month Year				
	Rate of interest	Mortality or morbidity table		Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	Amount of annual premiums	Office premiums	Net premiums	Name of index link	Investment	Liability	UK	PENS	Amount of mathematical reserves	
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	13.	14.	15.		
NON-PROFIT POLICIES																
Deferred Annuities	1.50%	97% PMA92 / 99% PFA92	-	-	- p.a.	-	-	9.	RPI	1,420	1,420	-	-	1,420		
Annuities in Payment	2.25%	97% PMA92 / 99% PFA92	4	-	353 p.a.	-	-		RPI	4,318	4,318	-	-	4,318		
Single Life	2.25%	97% PMA92 / 99% PFA92	8	-	415 p.a.	-	-		RPI	6,594	6,594	-	-	6,594		
Last Survivor																
TOTAL REASSURANCE CEDED	-	-	12	-	768 p.a.	-	-	-	-	12,332	12,332	-	-	12,332		

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of Index linked contracts  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business:UK branch-business/EEA-branch-business  
 United Kingdom Business  
 Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Permanent Health Business - Direct written business  
 Category of surplus : Total

1. Name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			Company registration number		GL/UK/CM		Period ended Day Month Year		Units £'000		Type of business		Category of surplus
	Rate of Interest	Mortality or morbidity table		Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	R44	2456671	GL	Name of Index link	Investment Liability	Current benefit value	Discounted value	UK	Other liabilities	PH	
PERMANENT HEALTH BUSINESS	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	13.	14.	15.			
Permanent Health Insurance	-	-	-	- p.a.	876 p.a.	- p.a.	8	-	RPI	-	-	-	-	-	-	-	-
Serious Illness Protection	-	-	-	1,317	1,317	-	3	-	RPI	-	-	-	-	-	-	-	-
Reserve for Continuing Payment of Current Claims	-	-	-	- p.a.	- p.a.	- p.a.	-	-	RPI	2,800	2,800	2,800	2,800	-	-	-	2,800
TOTAL DIRECT WRITTEN BUSINESS	-	-	-	1,317	1,317	-	11	-	-	-	2,800	2,800	2,800	-	-	-	2,800
TOTAL REASSURANCE CEDED	-	-	-	987	987	-	8	-	-	-	-	-	-	-	-	-	-
NET TOTAL	-	-	-	329	329	-	3	-	-	-	2,800	2,800	2,800	-	-	-	2,800

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of Index linked contracts  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business:UK-branch-business/EEA-branch-business

United Kingdom Business

Financial Year Ended 31ST DECEMBER 2000

Type of business : Permanent Health Business - Reassurance ceded

Category of surplus : Total

Name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			Company registration number		GL/UK/CM	Period ended		Units	Type of business		Category of surplus
										Day Month Year	Investment Liability				
	Rate of Interest	Mortality or morbidity table		Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	R54	2456671	GL	31 12 2000	Investment Liability	UK	PHI	11	Amount of mathematical reserves
1. PERMANENT HEALTH BUSINESS	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	13.	14.	15.	
Permanent Health Insurance Risk Premium	-	-	-	- p.a. 987	657 p.a. 987	- p.a.	6 2	-	RPI RPI	-	-	-	-	-	
TOTAL REASSURANCE CEDED	-	-	-	987 - p.a.	987 657 p.a.	- p.a.	8	-	-	-	-	-	-	-	

Returns under Insurance Companies Legislation  
 Long Term Business : Valuation summary of Index linked contracts  
 Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED  
 Global Business ~~UK branch business~~ ~~EEA branch business~~  
 Overseas Business  
 Financial Year Ended 31ST DECEMBER 2000  
 Type of business : Permanent Health Business - Reassurance accepted  
 Category of surplus : Total

Type of business: Permanent Health Business - Reassurance accepted															
Category of surplus: Total															
Name of contract	Valuation Basis		Number of contracts	Amount of sums assured or annuities per annum, including vested reversionary bonuses.			Amount of annual premiums		GL Name of Index link	31 12 2000 Investment Liability	£'000	OS	PHI	Amount of mathematical reserves	
	Rate of interest	Mortality or morbidity table		Guaranteed on death	Current on death / current payable per annum	Guaranteed on maturity	Amount of annual premiums	Office premiums							Net premiums
1. PERMANENT HEALTH BUSINESS	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	13.	14.	15.	
Reserve for Continuing Payment of Current Claims	-	-	-	- p.a.	- p.a.	- p.a.	-	-	RPI	3,000	3,000	-	-	3,000	
TOTAL REASSURANCE ACCEPTED	-	-	-	- p.a.	- p.a.	- p.a.	-	-	-	3,000	3,000	-	-	3,000	

## Returns under Insurance Companies Legislation

## Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits

Name of Company EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business / ~~UK branch business~~ / ~~EEA branch business~~United Kingdom business / ~~Overseas~~

Financial Year Ended 31st December 2000

Category of surplus: Total

Internal linked fund / ~~Directly held assets~~

Financial Year Ended 31st December 2000

Category of surplus: Total

Internal linked fund / Directly-held assets

Name of fund link or directly held asset	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	Value of total actual units in force or directly held assets	Value of actual units held by other internal linked funds	Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Value of units or directly held assets deemed allocated to contracts				Value of surplus units or directly held assets (7-8+9)
							Value of units or directly held assets deemed allocated to contracts		Reinsurance ceded		
							Gross				
1	2	3	4	5	6	7	8	9	10		
Adventurous	LIFE	3,438,237	2,507,367	8,621	-	8,621	6,868	-	-	1,753	
	LIFE 2	2,862,963	984,407	2,818	-	2,818	2,818	-	-	-	
	LIFE 3	1,785,487	597,495	1,067	-	1,067	1,067	-	-	-	
	PENSION	3,077,565	9,861,304	29,570	-	29,570	29,570	-	-	-	
	PENSION 2	1,932,834	4,579,815	8,852	-	8,852	8,852	-	-	-	
	PENSION 3	3,106,487	460,812	1,432	-	1,432	1,432	-	-	1,753	
	TOTAL			52,360	-	52,360	50,607	-	-	20	
Adventurous Managed	LIFE	1,277,929	3,136,421	4,008	-	4,008	3,988	-	-	18	
Balanced Managed	LIFE	1,076,409	7,980,709	8,591	-	8,591	8,573	-	-	30	
Cautious Managed	LIFE	1,055,867	4,122,045	4,352	-	4,352	4,322	-	-	507	
Eagle Midland	LIFE	5,417,000	166,897	904	-	904	397	-	-	512	
	LIFE	3,175,902	1,338,464	4,251	-	4,251	3,739	-	-	-	
	LIFE 2	1,843,363	3,528,822	6,505	-	6,505	6,505	-	-	-	
Environmental Opportunities	PENSION	3,895,954	1,588,138	5,868	-	5,868	5,868	-	-	-	
	PENSION 2	2,049,716	965,988	1,980	-	1,980	1,980	-	-	512	
	TOTAL			18,604	-	18,604	18,092	-	-		

**Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits**

Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

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

United Kingdom business /~~Overseas~~

Financial Year Ended 31st December 2000

Category of surplus: Total

Internal linked fund / **Directly held assets**

Category of surplus: Total													
Internal linked fund / Directly held assets													
Name of fund link or directly held asset	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	Value of total actual units in force or directly held assets	Value of actual units held by other internal linked funds	Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Period ended				UKOS	Category Surplus	ILDH
							year			Units			
							day	month	year		2000	£000	UK
1	2	3	4	5	6	7	Value of units or directly held assets deemed allocated to contracts		Reinsurance ceded		Value of surplus units or directly held assets (7-8+9)		
							Gross						
Equity Managed	LIFE	4,029,768	10,816,661	43,588	-	43,588	39,857	8	9	-	10	3,731	
	LIFE 2	2,866,165	26,035,580	74,622	-	74,622	74,622			-		-	
	LIFE 3	1,740,209	5,844,908	10,171	-	10,171	10,171			-		-	
	PENSION	3,539,218	29,212,717	100,442	-	100,442	100,442			-		-	
	PENSION 2	1,870,297	8,939,080	16,719	-	16,719	16,719			-		-	
	PENSION 3	3,577,501	933,530	3,340	-	3,340	3,340			-		-	
	TOTAL			248,882	-	248,882	245,151			-		3,731	
European	LIFE	4,636,139	1,891,989	8,772	-	8,772	7,790			-		982	
	LIFE 2	2,395,231	5,333,110	12,774	-	12,774	12,774			-		-	
	PENSION	5,791,432	2,980,125	16,532	-	16,532	16,532			-		-	
	PENSION 2	2,734,476	11,043,733	30,199	-	30,199	30,199			-		-	
	TOTAL			68,277	-	68,277	67,295			-		982	
Growth Managed	LIFE	1,127,379	12,717,988	14,338	-	14,338	14,319			-		19	
	LIFE	1,064,768	1,078,665	1,149	-	1,149	985			-		164	
Japanese	LIFE 2	0,907,613	993,351	902	-	902	902			-		-	
	PENSION	1,233,964	2,402,184	2,864	-	2,864	2,864			-		-	
	PENSION 2	0,954,136	2,181,489	2,081	-	2,081	2,081			-		-	
	TOTAL			6,996	-	6,996	6,832			-		164	

**Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits**

Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

Global business **/UK branch business/EEA branch business**

United Kingdom business **/Overseas**

Financial Year Ended **31st December 2000**

Category of surplus: **Total**

Internal linked fund / **Directly held assets**

Category of surplus: Total																														
Internal linked fund / <b>Directly held assets</b>																														
Name of fund link or directly held asset	1	Name of unit type	2	Valuation price per unit or asset	3	Total actual number of units in force or directly held assets	4	Value of total actual units in force or directly held assets	5	Value of actual units held by other internal linked funds	6	Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Period ended				UKOS	Category Surplus	ILDH											
													year																	
													day	month	year	Units														
R55													GL	31	12	2000	£000	UK	11	ILH										
Long Dated Gifts		2											7	8	9															
		PENSION		1,282,365	7,933,763	10,174	-	10,174	10,175	-	-	-	183	10,358	36,459	158,236	57,428	185,566	72,502	4,489	523,031	514,680	2,780	2,939	5,405	10,188	21,312	21,791	479	
		PENSION 2		1,175,644	155,719	183	-	183																						
		TOTAL				10,357																								
		LIFE		3,975,736	11,270,664	44,810	-	44,810																						
Managed		LIFE 2		2,767,153	57,208,537	158,236	-	158,236																						
		LIFE 3		1,731,933	33,158,274	57,428	-	57,428																						
		PENSION		4,440,640	43,182,913	185,566	-	185,566																						
		PENSION 2		1,831,617	39,583,735	72,502	-	72,502																						
		PENSION 3		4,487,747	1,000,321	4,489	-	4,489																						
North American		TOTAL				523,031		523,031																						
		LIFE		5,956,575	547,069	3,259	-	3,259																						
		LIFE 2		2,849,861	1,031,211	2,939	-	2,939																						
		PENSION		7,498,003	752,582	5,405	-	5,405																						
		PENSION 2		3,244,349	3,140,331	10,188	-	10,188																						
		TOTAL						21,791		-	-	21,791		21,312	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	479



Name of Company	EAGLE STAR LIFE ASSURANCE COMPANY LIMITED
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United Kingdom business / Overseas

Category of surplus: Total

Internal linked fund / Directly held assets

167.

Returns under Insurance Companies Legislation

Form 55

Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits

Name of Company EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business /UK branch business/EEA branch business

United Kingdom business /Overseas

Financial Year Ended 31st December 2000

Category of surplus: Total

Internal linked fund / Directly held assets

Name of fund link or directly held asset	1	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	Value of total actual units in force or directly held assets	Value of actual units held by other internal linked funds	Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Period ended				Units		UK/OS		Category of Surplus	
								day	month	year	GL	£000	£000	UK	UK	11	ILH
UK Equity	2	LIFE	3.1628044	3,419,589	10,814	-	10,814	31	12	2000	2456671	9,833	-	-	-	-	981
		LIFE 2	1.8874436	4,205,083	7,937	-	7,937	31	12	2000	2456671	7,937	-	-	-	-	-
		PENSION	3.8659134	5,551,110	20,669	-	20,669	31	12	2000	2456671	20,669	-	-	-	-	-
		PENSION 2	1.9861099	10,516,105	20,886	-	20,886	31	12	2000	2456671	20,886	-	-	-	-	-
		TOTAL			60,306	-	60,306	31	12	2000	2456671	59,325	-	-	-	-	981
UK Index Tracker	2	LIFE	1.0196838	1,188,195	1,212	-	1,212	31	12	2000	2456671	1,180	-	-	-	-	32
		PENSION	1.2837997	5,281,524	6,780	-	6,780	31	12	2000	2456671	6,780	-	-	-	-	-
		PENSION 2	1.0278276	209,253	215	-	215	31	12	2000	2456671	215	-	-	-	-	-
		TOTAL			8,207	-	8,207	31	12	2000	2456671	8,175	-	-	-	-	32
					12,666	-	12,666	31	12	2000	2456671	12,364	-	-	-	-	302
UK Preference & Fixed Interest	2	LIFE 2	1.6024746	4,179,616	6,698	-	6,698	31	12	2000	2456671	6,698	-	-	-	-	-
		PENSION	2.5132712	2,627,580	6,513	-	6,513	31	12	2000	2456671	6,513	-	-	-	-	-
		PENSION 2	1.6771298	3,871,149	6,492	-	6,492	31	12	2000	2456671	6,492	-	-	-	-	-
		TOTAL			32,369	-	32,369	31	12	2000	2456671	32,067	-	-	-	-	302
					59	-	59	31	12	2000	2456671	43	-	-	-	-	16
Bristol & West Deposit		LIFE	1.6515885	35,835	59	-	59	31	12	2000	2456671	43	-	-	-	-	16
Bristol & West Pension		PENSION	2.0648860	901,538	1,862	-	1,862	31	12	2000	2456671	1,620	-	-	-	-	242

**Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits**

Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

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

United Kingdom business / ~~Overseas~~

Financial Year Ended 31st December 2000

Category of surplus: Total

Internal linked fund / ~~Directly held assets~~

Category of surplus: Total														
Internal linked fund / Directly held assets														
Name of fund link or directly held asset	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	Value of total actual units in force or directly held assets	Value of actual units held by other internal linked funds	Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Period ended				Units	UKOS	Category Surplus	ILDH
							day	month	year	£000				
1	2	3	4	5	6	7	Value of units or directly held assets deemed allocated to contracts		Reinsurance ceded		UK	11	1LH	
							Gross							
ES Adventurous Managed	PENSION	1.1465213	2,428,733	2,785	-	2,785	8	2,774	9	-	-	10		
ES American Select Growth	PENSION	1.4983937	2,101,932	3,150	-	3,150		3,135		-	-		15	
ES American Smaller Co's	PENSION	1.7178549	344,282	591	-	591		575		-	-		16	
ES Balanced Managed	PENSION	1.0893293	6,090,950	6,635	-	6,635		6,626		-	-		9	
ES Barings Managed	PENSION	0.9787045	46,087	45	-	45		37		-	-		8	
ES Cautious Managed	PENSION	1.0564880	2,043,759	2,159	-	2,159		2,149		-	-		10	
ES Equity Income	PENSION	1.0775133	346,164	373	-	373		365		-	-		8	
ES European Select Growth	PENSION	1.3627291	4,457,663	6,074	-	6,074		6,062		-	-		12	
ES European Smaller Co's	PENSION	1.6653151	526,284	876	-	876		861		-	-		15	
ES Far East & Japan Growth	PENSION	0.9788853	1,177,481	1,153	-	1,153		1,144		-	-		9	
ES Fidelity Managed	PENSION	1.2599752	948,275	1,195	-	1,195		1,182		-	-		13	
ES Foreign & Colonial	PENSION	1.2232650	118,964	145	-	145		134		-	-		11	
ES Framlington Managed	PENSION	1.1867243	249,518	296	-	296		285		-	-		11	
ES Gartmore Managed	PENSION	1.1566608	365,093	422	-	422		411		-	-		11	
ES Global Bond	PENSION	1.0768082	232,198	250	-	250		239		-	-		11	
ES Henderson Managed	PENSION	1.2209852	390,520	477	-	477		466		-	-		11	
ES HSBC Managed	PENSION	1.1506806	322,089	371	-	371		360		-	-		11	
ES Japanese Smaller Growth	PENSION	1.1720911	288,092	337	-	337		326		-	-		11	
ES Latin American Growth	PENSION	1.3159894	82,134	108	-	108		95		-	-		13	
ES Lazard Managed	PENSION	1.0437744	25,306	27	-	27		20		-	-		7	
ES Managed Income	PENSION	1.0400556	318,595	332	-	332		321		-	-		11	
ES Mercury Managed	PENSION	1.0386655	151,460	157	-	157		147		-	-		10	
ES Morgan Grenfell	PENSION	1.0865628	94,273	103	-	103		93		-	-		10	

**Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits**

Name of Company	EAGLE STAR LIFE ASSURANCE COMPANY LIMITED
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Global business / UK branch business/EEA branch business

United Kingdom business / Overseas

Financial Year Ended 31st December 2000

Category of surplus: Total

Internal linked fund / ~~Directly held assets~~

Internal linked fund / <b>Directly held assets</b>													Company registration number	GL	Period ended			Units	UKOS	Category	ILOH	
													R55	2456671	GL	31	12	2000	£000	UK	11	ILH
Name of fund link or directly held asset	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	Value of total actual units in force or directly held assets	Value of actual units held by other internal linked funds	Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Value of units or directly held assets deemed allocated to contracts		Value of surplus units or directly held assets (7-8+9)													
							Gross	Reinsurance ceded														
1	2	3	4	5	6	7	8	9	10													
ES Perpetual Managed	PENSION	1.0719544	292,007	313	-	313	306	-	7													
ES Schroders Managed	PENSION	1.0584701	96,374	102	-	102	96	-	6													
ES Sterling Bond	PENSION	1.0777414	58,885	64	-	64	52	-	12													
ES UK Corporate Bond	PENSION	1.1024669	2,447,949	2,698	-	2,698	2,688	-	10													
ES UK Growth	PENSION	1.0706404	784,027	840	-	840	833	-	7													
ES UK Growth & Income	PENSION	1.0528607	256,391	270	-	270	260	-	10													
ES UK Money Security	PENSION	1.0898678	564,877	615	-	615	604	-	11													
ES UK Monthly Income	PENSION	1.0536726	77,881	82	-	82	67	-	15													
ES UK Select Growth	PENSION	1.1259485	1,344,969	1,515	-	1,515	1,505	-	10													
ES UK Smaller Companies	PENSION	1.3744235	681,477	937	-	937	923	-	14													

**Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits**

Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

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

United Kingdom business / ~~Overseas~~

Financial Year Ended 31st December 2000

Category of surplus: Total

Internal linked fund / **Directly held assets**

Category of surplus: Total															
Internal linked fund / Directly held assets															
Name of fund link or directly held asset	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	Value of total actual units in force or directly held assets	Value of actual units held by other internal linked funds	Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Period ended					UK/OS	Category of Surplus	ILH	
							day			year					Units
							31	12	month	2000	£000				
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	
Eagle Secure	IOM	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sterling Secure	IOM	2.2985013	10,687	25	-	25	25	-	-	-	-	-	-	-	
Eagle Blue Chip	IOM	16.3714140	3,215	53	-	53	53	-	-	-	-	-	-	-	
Sterling Blue Chip	IOM	2.9041036	19,801	57	-	57	57	-	-	-	-	-	-	-	
Eagle Performance	IOM	17.4624521	2,683	47	-	47	47	-	-	-	-	-	-	-	
Sterling Performance	IOM	3.1231205	18,839	59	-	59	59	-	-	-	-	-	-	-	
Eagle Adventurous	IOM	16.7333615	2,684	45	-	45	45	-	-	-	-	-	-	-	
Sterling Adventurous	IOM	2.9519145	6,749	20	-	20	20	-	-	-	-	-	-	-	
	TOTAL			306	-	306	306	-	-	-	-	-	-	-	
Total UK Funds				1,592,879	99,203	1,493,676	1,310,588	-	-	-	-	-	-	183,088	

**Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits**

Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

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

~~United Kingdom business~~ / Overseas

Financial Year Ended 31st December 2000

Category of surplus: Total

R55	Company registration number	Global/UK/CM	Period			Units	UK/OS	Surplus	ILH
			da	mont	yea				
	2456671	GL	31	12	2000	£000	OS	11	ILH

**Internal linked fund / ~~Directly held assets~~**

1	Name of fund link or directly held asset	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	5	6	Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Value of units or directly held assets deemed allocated to contracts		Value of surplus units or directly held assets (7-8+9)
								Gross	Reinsurance ceded	
Adventurous		LIFE	3.4382372	9,813	33	-	33	33	-	-
		LIFE 2	2.8629634	14,420	41	-	41	41	-	-
		PENSION	3.0775650	380,849	1,115	-	1,115	1,115	-	-
		PENSION 2	1.9328341	132,833	257	-	257	257	-	-
		TOTAL			1,446	-	1,446	1,446	-	10
Environmental Opportunities		LIFE	3.1759023	2,849	9	-	9	9	-	-
		PENSION	3.8959542	128,945	465	-	465	465	-	-
		PENSION 2	2.0497186	108,369	222	-	222	222	-	-
		TOTAL			696	-	696	696	-	-
Equity Managed		LIFE	4.0297686	36,372	147	-	147	147	-	-
		LIFE 2	2.8661653	41,919	120	-	120	120	-	-
		LIFE 3	1.7402094	112,929	197	-	197	197	-	-
		PENSION	3.5392182	1,517,308	5,172	-	5,172	5,172	-	-
		PENSION 2	1.8702970	1,006,914	1,883	-	1,883	1,883	-	-
		TOTAL			7,519	-	7,519	7,519	-	-

Returns under Insurance Companies Legislation

Form 55

Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits

Name of Company EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business /UK branch business/EEA branch business

United Kingdom business / Overseas

Financial Year Ended 31st December 2000

Category of surplus: Total

Category of surplus: Total													
Internal linked fund /Directly held assets													
Name of fund link or directly held asset	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	Value of total actual units in force or directly held assets	Value of actual units held by other internal linked funds	Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Period				UKOS	Surplus	ILH
							da	mont	yea	Units			
1	2	3	4	5	6	7	Value of units or directly held assets deemed allocated to contracts		8	9	OS	11	11H
European	LIFE	4.6361396	2,421	11	-	11	Gross		11	-	-	-	-
	LIFE 2	2.3952319	4,837	12	-	12	Reinsurance ceded		12	-	-	-	-
	PENSION	5.7914324	287,061	1,577	-	1,577			1,577	-	-	-	-
	PENSION 2	2.7344764	508,675	1,391	-	1,391			1,391	-	-	-	-
	TOTAL			2,991	-	2,991			2,991	-	-	-	10
Japanese	LIFE	1.0647685	4,690	5	-	5	Gross		5	-	-	-	-
	PENSION	1.2339641	483,639	572	-	572	Reinsurance ceded		572	-	-	-	-
	PENSION 2	0.9541361	388,876	371	-	371			371	-	-	-	-
	TOTAL			948	-	948			948	-	-	-	-
Long Dated Gifts	PENSION	1.2823657	17,382	22	-	22	Gross		22	-	-	-	-
	PENSION 2	1.1756444	4,807	6	-	6	Reinsurance ceded		6	-	-	-	-
	TOTAL			28	-	28			28	-	-	-	-
	LIFE	3.9757368	26,407	104	-	104			104	-	-	-	-
Managed	LIFE 2	2.7671533	162,077	448	-	448	Gross		448	-	-	-	-
	LIFE 3	1.7319333	111,154	193	-	193	Reinsurance ceded		193	-	-	-	-
	PENSION	4.4406408	2,223,232	9,375	-	9,375			9,375	-	-	-	-
	PENSION 2	1.8316177	4,924,966	9,021	-	9,021			9,021	-	-	-	-
	TOTAL			19,141	-	19,141			19,141	-	-	-	-

Returns under Insurance Companies Legislation

Form 55

**Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits**

Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

Global business **UK branch business/EEA branch business**

~~United Kingdom business~~ / Overseas

Financial Year Ended 31st December 2000

Category of surplus: Total

Company reference number	Global/ UWOS	Period			Units	UWOS	Category of Surplus	
		da	month	year			OS	ILH
R55	2456671	GL	31	12	2000	£000	OS	11 ILH

**Internal linked fund /Directly held assets**

Name of fund link or directly held asset	1	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	Value of total actual units in force or directly held assets	Value of actual units held by other internal linked funds	Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Value of units or directly held assets deemed allocated to contracts		Value of surplus units or directly held assets (7-8+9)
								Gross	Reinsurance ceded	
North American		2	3	4	5	6	7	8	9	10
	LIFE		5.9565775	1,313	8	-	8	8	-	-
	LIFE 2		2.8498618	4,947	14	-	14	14	-	-
	PENSION		7.4983003	109,287	778	-	778	778	-	-
	PENSION 2		3.2443349	232,573	755	-	755	755	-	-
		TOTAL			1,555	-	1,555	1,555	-	-
Oriental Opportunities		LIFE		8,407	16	-	16	16	-	-
	LIFE 2		0.8904965	29,382	26	-	26	26	-	-
	PENSION		2.1240912	385,171	780	-	780	780	-	-
	PENSION 2		0.9007035	457,422	412	-	412	412	-	-
		TOTAL			1,234	-	1,234	1,234	-	-
Property 2		LIFE		1,284	3	-	3	3	-	-
	PENSION		2.3848379	79,055	180	-	180	180	-	-
	PENSION 2		1.9918691	155,256	309	-	309	309	-	-
		TOTAL			492	-	492	492	-	-



**Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits**

Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

Global business **UK branch business/EEA branch business**

**United Kingdom business / Overseas**

Financial Year Ended 31st December 2000

Category of surplus: Total

Category of surplus: Total														
Internal linked fund /Directly held assets														
Name of fund link or directly held asset	1	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	Value of total actual units in force or directly held assets	Value of actual units held by other internal linked funds	Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Value of units or directly held assets deemed allocated to contracts		Value of surplus units or directly held assets (7-8+9)				
								Gross	Reinsurance ceded					
											31	12		
										2000	£000	OS	11	ILH
R55 2456671 GL 6 5 4 3 2 1 10														
Secure	LIFE		2.2225132	11,274	25	-	25	25	-	-				
	LIFE 2		1.2993528	17,317	23	-	23	23	-	-				
	PENSION		2.7851483	329,544	890	-	890	890	-	-				
	PENSION 2		1.3634144	451,306	615	-	615	615	-	-				
	TOTAL				1,553	-	1,553	1,553	-	-				
UK Equity	LIFE		3.1628044	25,350	80	-	80	80	-	-				
	LIFE 2		1.8874436	1,969	4	-	4	4	-	-				
	PENSION		3.8659134	425,794	1,543	-	1,543	1,543	-	-				
	PENSION 2		1.9861099	491,478	976	-	976	976	-	-				
	TOTAL				2,603	-	2,603	2,603	-	-				
UK Index Tracker	PENSION		1.2837997	3,347,205	4,297	-	4,297	4,297	-	-				
	PENSION 2		1.0278276	11,369	12	-	12	12	-	-				
	TOTAL				4,309	-	4,309	4,309	-	-				
	LIFE		2.2357925	18,265	42	-	42	42	-	-				
	LIFE 2		1.6024746	872	1	-	1	1	-	-				
UK Preference & Fixed Interest	PENSION		2.5132712	202,290	495	-	495	495	-	-				
	PENSION 2		1.6771298	146,904	246	-	246	246	-	-				
	TOTAL				784	-	784	784	-	-				

Returns under Insurance Companies Legislation

Form 55

Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits

Name of Company EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

~~United Kingdom business~~ / Overseas

Financial Year Ended 31st December 2000

Category of surplus: Total

Company registration number	Global/UKCM	Period			Units	UKOS	Category of surplus	
		da	mont	yea			OS	ILH
R55	2456671	GL	31	12	2000	£000	OS	11 ILH

Internal linked fund / ~~Directly held assets~~

Name of fund link or directly held asset	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	Value of total actual units in force or directly held assets	Value of actual units held by other internal linked funds	Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Value of units or directly held assets deemed allocated to contracts		Value of surplus units or directly held assets (7-8+9)
							Gross	Reinsurance ceded	
1	2	3	4	5	6	7	8	9	10
ES Adventurous Managed	PENSION	1.1465213	35,788	41	-	41	41	-	-
ES American Select	PENSION	1.4983937	104,327	156	-	156	156	-	-
ES American Smaller	PENSION	1.7178549	13,887	24	-	24	24	-	-
ES Balanced Managed	PENSION	1.0893293	31,497	34	-	34	34	-	-
ES Equity Income	PENSION	1.0775133	1,991	2	-	2	2	-	-
ES European Select	PENSION	1.3627291	88,562	121	-	121	121	-	-
ES Far East & Japan	PENSION	0.9788853	24,927	24	-	24	24	-	-
ES Fidelity Managed	PENSION	1.2599752	44,237	56	-	56	56	-	-
ES Henderson Managed	PENSION	1.2209852	49,860	61	-	61	61	-	-
ES Lazard Management	PENSION	1.0437744	1,066	1	-	1	1	-	-
ES Managed Income	PENSION	1.0400556	2,313	2	-	2	2	-	-
ES Mercury Managed	PENSION	1.0386655	40,595	42	-	42	42	-	-
ES Morgan Grenfell	PENSION	1.0865628	24,298	26	-	26	26	-	-
ES Perpetual Managed	PENSION	1.0719544	2,750	3	-	3	3	-	-
ES Schroders Managed	PENSION	1.0584701	4,335	5	-	5	5	-	-
ES UK Corporate Bond	PENSION	1.1024669	454	1	-	1	1	-	-
ES UK Growth	PENSION	1.0706404	5,681	6	-	6	6	-	-
Cautious Managed	PENSION	1.0564880	76	-	-	-	-	-	-
UK Money Securities	PENSION	1.0898678	76,539	84	-	84	84	-	-

## Returns under Insurance Companies Legislation

## Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits

Name of Company EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business / ~~UK branch business~~ / ~~EEA branch business~~~~United Kingdom business~~ / Overseas

Financial Year Ended 31st December 2000

Category of surplus: Total

Internal linked fund /Directly held assets														
Name of fund link or directly held asset	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	Value of total actual units in force or directly held assets	Value of actual units held by other internal linked funds	Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Period				UK/OS	Category of Surplus		
							da	month	yes	Units		OS	ILH	
1	2	3	4	5	6	7	31	12	2000	£000	8	9	10	11
UK Growth & Income	PENSION	1.0528607	247	-	-	-	-	-	-	-	-	-	-	-
UK Select Growth	PENSION	1.1259485	74,083	83	-	83	83	83	-	-	-	-	-	-
UK Smaller Companies	PENSION	1.3744235	4,522	6	-	6	6	6	-	-	-	-	-	-
European Smaller Co.	PENSION	1.6653151	19,596	33	-	33	33	33	-	-	-	-	-	-
Japan Smaller Co.	PENSION	1.1720911	51,584	61	-	61	61	61	-	-	-	-	-	-
Latin America Growth	PENSION	1.3159894	22,252	29	-	29	29	29	-	-	-	-	-	-
Global Bond	PENSION	1.0768082	73	-	-	-	-	-	-	-	-	-	-	-
Sterling Bond	PENSION	1.0777414	224	-	-	-	-	-	-	-	-	-	-	-
Baring Managed	PENSION	0.9787045	1,004	1	-	1	1	1	-	-	-	-	-	-
Foreign & Colonial Managed	PENSION	1.2232650	1,305	2	-	2	2	2	-	-	-	-	-	-
Framlington Managed	PENSION	1.1867243	52,048	62	-	62	62	62	-	-	-	-	-	-
Gartmore Managed	PENSION	1.1566608	1,807	2	-	2	2	2	-	-	-	-	-	-
HSBC Managed	PENSION	1.1506806	1,151	1	-	1	1	1	-	-	-	-	-	-

Internal linked fund / ~~Directly held assets~~

Returns under Insurance Companies Legislation

Form 55

Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits

Name of Company EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business LUK branch business/EEA branch business

United Kingdom business / Overseas

Financial Year Ended 31st December 2000

Category of surplus: Total

Company registration number	Global/UKCM	Period			Units	UKOS	Categor Surplus	ILH
		da	mont	ya				
R55	2456671	GL	31	12	2000	£000	OS	11 ILH

Internal linked fund / ~~Directly held assets~~

1 Name of fund link or directly held asset	2 Name of unit type	3 Valuation price per unit or asset	4 Total actual number of units in force or directly held assets	5 Value of total actual units in force or directly held assets	6 Value of actual units held by other internal linked funds	7 Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Value of units or directly held assets deemed allocated to contracts		10 Value of surplus units or directly held assets (7-8+9)
							Gross	Reinsurance ceded	
Eagle Secure	IOM	9.8342246	345,615	3,399	-	3,399	3,344	-	55
Sterling Secure	IOM	2.2984476	1,775,690	4,081	526	3,555	3,509	-	46
Dollar Secure	IOM	1.1475672	673,975	773	706	67	67	-	-
Eagle Blue Chip	IOM	16.3715250	771,840	12,636	-	12,636	12,633	-	3
Sterling Blue Chip	IOM	2.9040607	1,884,795	5,474	-	5,474	5,471	-	3
Dollar Blue Chip	IOM	2.0472249	414,978	850	-	850	844	-	6
Eagle Performance	IOM	17.4627862	531,571	9,283	-	9,283	9,279	-	4
Sterling Performance	IOM	3.1231132	1,676,271	5,235	-	5,235	5,234	-	1
Dollar Performance	IOM	1.9778953	359,531	711	-	711	703	-	8
Eagle Adventurous	IOM	16.7339554	302,207	5,057	-	5,057	5,055	-	2
Sterling Adventurous	IOM	2.9518780	753,892	2,225	-	2,225	2,225	-	-
Dollar Adventurous	IOM	1.6457903	217,015	357	-	357	357	-	-
	TOTAL			50,081	1,232	48,849	48,721	-	128
Total Overseas Funds				96,349	1,232	95,117	94,989	-	128

**Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits**

Name of Company EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global business / ~~UK branch business~~ / ~~EEA branch business~~~~United Kingdom business~~ / Overseas

Financial Year Ended 31st December 2000

Category of surplus: Total

Company registration number	Global UKCM	Period ended				Units	UKOS	Surplus	Category IL/DH
		day	month	year					
R55 2456671	GL	31	12	2000	£000	OS	11	DHA	

~~Internal linked fund~~ / Directly held assets

Name of fund link or directly held asset	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	Value of total actual units in force or directly held assets	Value of actual units held by other internal linked funds	Value of directly held assets and actual units in force excluding those held by other internal linked funds (5-6)	Value of units or directly held assets deemed allocated to contracts		Value of surplus units or directly held assets (7-8+9)
							Gross	Reinsurance ceded	
1	2	3	4	5	6	7	8	9	10
International Equity	Hong Kong	0.7031953	288,006	203	-	203	170		33
International Bond	Hong Kong	0.6251756	52,840	33	-	33	28		5
US Money Securities	Hong Kong	0.7068280	40,271	28	-	28	24		4
<b>Total Hong Kong Funds</b>	-			<b>264</b>	-	<b>264</b>	<b>222</b>	-	<b>42</b>

**Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits**Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**Global business / ~~UK branch business~~ / ~~EEA branch business~~United Kingdom business / ~~Overseas~~

Financial Year Ended 31st December 2000

Category of surplus: Total

~~Internal linked fund~~ / Directly held assets

Company registration number	Global/UKCM	Period ended			Units	£000	UK	11	DHA
		day	month	year					
R55	2456671	GL	31	12	2000				

Category IL/DH  
Surplus

Name of fund link or directly held asset	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	Value of total actual units in force or directly held assets	Value of actual units held by other internal linked funds	Value of directly held assets and actual units in force excluding those held by other internal linked funds	Value of units or directly held assets deemed allocated to contracts		Value of surplus units or directly held assets (7-8+9)
							Gross	Reinsurance ceded	
1	2	3	4	5	6	(5-6) 7	8	9	10
HSIT	-	4.6380000	544,780	2,527	-	2,527	1,032		1,495

Returns under Insurance Companies Legislation

Form 55

Long term business: Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits

Name of Company EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

~~United Kingdom business~~ / Overseas

Financial Year Ended 31st December 2000

Category of surplus: Total

~~Internal linked fund~~ / Directly held assets

Company registration number	Global/UKCM	Period ended			Units	UKOS	OS	11	DHA
		day	month	year					
R55/2456671	GL	31	12	2000					

Name of fund link or directly held asset	Name of unit type	Valuation price per unit or asset	Total actual number of units in force or directly held assets	Value of total actual units in force or directly held assets	Value of actual units held by other internal linked funds	Value of directly held assets and actual units in force excluding those held by other internal linked funds	Value of units or directly held assets deemed allocated to contracts		Value of surplus units or directly held assets (7-8+9)
							Gross	Reinsurance ceded	
1	2	3	4	5	6	(5-6) 7	8	9	10
HSIT	-	4.6380000	4,764	22	-	22	9		13

**Long term business: Analysis of assets matching investment liabilities in respect of index linked benefits**Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**Global business / ~~UK branch business~~ / ~~EEA branch business~~United Kingdom business / ~~Overseas business~~

Financial year ended 31 DECEMBER 2000

Category of surplus **Total**

Company registration number	Global/ UK/CM	Period ended			Units	UK/OS	Category of Surplus	
		day	month	year				
R56	2456671	GL	31	12	2000	£000	UK	11

Type of assets and liabilities	Name of index link	Value of assets or liabilities	Gross derivative value
	1	2	3
Index Linked British Government	Retail Price Index	351,229	
Index Linked Non Government	Retail Price Index	43,193	
Total assets		394,422	
Total liabilities			
Net total assets		394,422	



**Long term business: Analysis of assets matching investment liabilities in respect of index linked benefits**Name of Company **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**Global business / ~~UK branch business~~ / ~~EEA branch business~~~~United Kingdom business~~ / Overseas business

Financial year ended 31 DECEMBER 2000

Category of surplus **Total**

Company registration number	Global/ UK/CM	Period ended			Units	Category of Surplus	
		day	month	year		UK/OS	
R56	2456671	GL	31	12	2000	£000	OS 11

Type of assets and liabilities	Name of index link	Value of assets or liabilities	Gross derivative value
	1	2	3
Index Linked British Government	Retail Price Index	3,023	
Total assets		3,023	
Total liabilities			
Net total assets		3,023	

## Long Term Business : Matching rectangle

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31ST DECEMBER 2000

Sterling liabilities

Valuation rate(s) of interest : 2.5%

Type of business : Life assurance and general annuity business

With profit

Company  
registration  
number

Period ended

Stg/  
NonSt  
g  
Rate of  
Interest  
L&GA/Pens  
PHI/Other  
WP/NP  
Category  
of assets

Category of assets : Total

Category of assets : Total												
R57	2456671	GL	31	12	2000	£000	Stg	2.5	L&GA	WP	10	
The valuation												
The resilience scenario												
Type of asset notionally allocated												
Value of asset notionally allocated												
Risk adjusted yield %												
Value of assets notionally allocated												
On original allocation												
Increase or decrease												
Total under resilience scenario												
Risk adjusted yield %												
6												
Land and buildings												
11	140,000				8.02	112,000			112,000		10.03	
Fixed interest securities												
12	445,000				5.03	454,520			454,520		4.49	
Other												
13												
Variable interest and variable yield securities (excluding items shown at line 16)												
14												
Other												
15												
Equity shares and holdings in collective investment schemes												
16	505,703				2.07	427,869		42,000	469,869		2.76	
Loans secured by mortgages												
17												
All other assets												
18												
Producing income												
19												
Not producing income												
29	1,090,703				4.04	994,389		42,000	1,036,389		4.30	
Total (11 to 19)												
31					3.00						3.85	
Gross valuation interest rate %												
32					2.50						3.25	
Net valuation interest rate % (where appropriate)												
33	1,090,703								1,036,182			
Mathematical reserve or other liability, net of reinsurance												

## Long Term Business : Matching rectangle

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31ST DECEMBER 2000

Sterling liabilities

Valuation rate(s) of interest : 3.25%

Type of business : Life assurance and general annuity business

Non profit

Company  
registration  
number

Period ended

GL/UK/CM day month year

Units

Stg/  
NonStRate of  
InterestL&GA/Pens  
PHI/OtherCategory  
of assets

Category of assets : Total

R57

2456671

GL

31

12

2000

£000

Stg

3.25

L&amp;GA

NP

10

Type of asset notionally allocated	The valuation		The resilience scenario			
	Value of asset notionally allocated	Risk adjusted yield %	Value of assets notionally allocated			Risk adjusted yield %
			On original allocation	Increase or decrease	Total under resilience scenario	
	1	2	3	4	5	6
Land and buildings	11					
Fixed interest securities	12	144,482	147,573		147,573	4.49
Other	13					
Variable interest and variable yield securities (excluding items shown at line 16)	14					
Other	15					
Equity shares and holdings in collective investment schemes	16					
Loans secured by mortgages	17					
Producing income	18					
Not producing income	19					
Total (11 to 19)	29	144,482	147,573		147,573	4.49
Gross valuation interest rate %	31					4.17
Net valuation interest rate % (where appropriate)	32					3.25
Mathematical reserve or other liability, net of reinsurance	33	144,482			144,482	

## Returns under Insurance Companies Legislation

## Long Term Business : Matching rectangle

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31ST DECEMBER 2000

Sterling liabilities

Rate of interest : 5.5%

Type of business : Life assurance and general annuity business

Non profit

Company  
registration  
number

Period ended

Stg/  
NonStRate of  
InterestL&GA/Pens  
PHI/OtherCategory  
of assets

WP/NP

Category of assets : Total	R57	2456671	GL	31			2000	£000	Units	Stg/ NonSt	Rate of Interest	L&GA/Pens PHI/Other	WP/NP	10
				day	month	year								

Type of asset notionally allocated	11	The valuation						The resilience scenario					
		Value of asset notionally allocated	Risk adjusted yield %	Value of assets notionally allocated			Increase or decrease	Total under resilience scenario	Risk adjusted yield %	6			
				1	2	3							
Land and buildings	11												
Fixed interest securities	12	44,000	5.03			44,941	1,000	45,941					4.49
Other	13												
Variable interest and variable yield securities (excluding items shown at line 16)	14												
Other	15												
Equity shares and holdings in collective investment schemes	16												
Loans secured by mortgages	17	53,685	6.26			54,644		54,644				5.67	
Producing income	18												
Not producing income	19												
Total (11 to 19)	29	97,685	5.71			99,585		100,585				5.13	
Gross valuation interest rate %	31		5.50									5.00	
Net valuation interest rate % (where appropriate)	32												
Mathematical reserve or other liability, net of reinsurance	33	97,685						100,524					

**Long Term Business : Matching rectangle**  
**Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

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## Long Term Business : Matching rectangle

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business ~~UK-branch-business/EEA-branch-business~~

Financial year ended 31ST DECEMBER 2000

Sterling liabilities

Rate of interest : 3.25%

Type of business : Pension business

With profit

Company  
registration  
number

Period ended

Rate of  
InterestL&GA/Pens  
PHI/OtherCategory  
of assetsStg/  
NonSt

g

Stg

Pens

WP

10

Units

£000

2000

31

12

2000

GL/UK/CM

day

month

year

GL

2456671

R57

Category of assets : Total

Type of asset notionally allocated	The valuation				The resilience scenario			
	Value of asset notionally allocated	Risk adjusted yield %	Value of assets notionally allocated			Risk adjusted yield %		
			On original allocation	Increase or decrease	Total under resilience scenario			
1	2	3	4	5	6			
Land and buildings	11	123,730	8.02	98,984	98,984	10.03		
Fixed interest securities	12	582,000	5.03	594,451	(314,000)	280,451	4.49	
Other	13				290,000	290,000	6.09	
Variable interest and variable yield securities (excluding items shown at line 16)	14							
Other	15							
Equity shares and holdings in collective investment schemes	16	418,607	2.07	362,547	362,547	2.76		
Loans secured by mortgages	17							
Producing income	18							
Not producing income	19							
Total (11 to 19)	29	1,124,337	4.26	1,055,982	(24,000)	1,031,982	4.86	
Gross valuation interest rate %	31		3.25				4.15	
Net valuation interest rate % (where appropriate)	32		-				-	
Mathematical reserve or other liability, net of reinsurance	33	1,124,337				1,031,670		

**Long Term Business : Matching rectangle**

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31ST DECEMBER 2000

Sterling liabilities

Rate of interest : 4.15%

Type of business : Pension business

Non profit

Category of assets : Total	R57	2456671	GL	31	Period ended			Units	Stg/ NonSt	Rate of Interest	L&GA/Pens PHI/Other	WP/NP	Category of assets
					day	month	year						
					12	2000		£000					10

Type of asset notionally allocated		The valuation		The resilience scenario				
		Value of asset notionally allocated	Risk adjusted yield %	Value of assets notionally allocated			Risk adjusted yield %	
				On original allocation	Increase or decrease	Total under resilience scenario		
1		2	3	4	5	6		
Land and buildings	11							
	12	572,274	5.03	584,517	(150,000)	434,517		
	13				140,000	140,000		
	14							
	15							
	16							
	17							
	18							
	19							
	29	572,274	5.03	584,517	(10,000)	574,517		
31						4.88		
32						4.15		
33		572,274				572,274		

Returns under Insurance Companies Legislation

Long Term Business : Matching rectangle

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31ST DECEMBER 2000

Sterling liabilities

Rate of interest : 5.5%

Type of business : Pension business

Non profit

Company  
registration  
number

Period ended

Stg/  
NonStRate of  
InterestL&GA/Pens  
PHI/OtherCategory  
of assets

Category of assets : Total

Category of assets : Total												
R57	2456671	GL	31	12	2000	£000	Stg	5.5	Pens	NP	10	
Type of asset notionally allocated												
		The valuation				The resilience scenario						
		Value of asset notionally allocated	1	2		Value of assets notionally allocated	On original allocation	Increase or decrease	Total under resilience scenario	Risk adjusted yield %		
Land and buildings		11				3		4	5		6	
Fixed interest securities		12	592,490		5.03	605,165		430,000	1,035,165		4.49	
Other		13	1,573,570		6.42	1,597,258		(430,000)	1,167,258		6.09	
Variable interest and variable yield securities (excluding items shown at line 16)		14										
Other		15										
Equity shares and holdings in collective investment schemes		16						95,000	95,000		3.83	
Loans secured by mortgages		17	244,942		6.26	249,319			249,319		5.67	
All other assets		18	412,510		5.80	399,887			399,887		5.23	
Not producing income		19										
Total (11 to 19)		29	2,823,512		6.02	2,851,629		95,000	2,946,629		5.30	
Gross valuation interest rate %		31			5.50						5.00	
Net valuation interest rate % (where appropriate)		32			-						-	
Mathematical reserve or other liability, net of reinsurance		33	2,823,512						2,945,628			



## Long Term Business : Matching rectangle

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31ST DECEMBER 2000

Sterling liabilities

Rate of interest : 3.5%

Type of business : Pension business

With profit

Company  
registration  
number

Period ended

Stg/  
NonStRate of  
InterestL&GA/Pens  
PHI/OtherCategory  
of assets

WP/NP

WP

Category of assets : Total

R57	2456671	GL	31	12	2000	£000	Units	Stg	3.5	Pens	WP	10
-----	---------	----	----	----	------	------	-------	-----	-----	------	----	----

Type of asset notionally allocated	The valuation						The resilience scenario					
	Value of asset notionally allocated	Risk adjusted yield %	Value of assets notionally allocated			Risk adjusted yield %	Value of assets notionally allocated					Risk adjusted yield %
			1	2	3		On original allocation	Increase or decrease	Total under resilience scenario	5	6	
Land and buildings	11	80,000	8.02	64,000	10.03							
Fixed interest securities	12	75,000	5.03	76,604	4.49							
Other	13											
Variable interest and variable yield securities (excluding items shown at line 16)	14											
Other	15											
Equity shares and holdings in collective investment schemes	16	298,572	2.07	223,929	2.76							
Loans secured by mortgages	17											
All other assets	18											
Producing income	19											
Not producing income	19											
Total (11 to 19)	29	453,572	3.61	364,533	4.41							
Gross valuation interest rate %	31		3.50		4.30							
Net valuation interest rate % (where appropriate)	32											
Mathematical reserve or other liability, net of reinsurance	33	453,572							426,661			

## Long Term Business : Matching rectangle

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31ST DECEMBER 2000

Sterling liabilities

Rate of interest : 4%

Type of business : Pension business

With profit

Category of assets : Total														
R57	2456671	GL	31	12	2000	£000	Stg	4	Pens	WP	10			
Type of asset notionally allocated						The valuation					The resilience scenario			
						Value of asset notionally allocated  1	Risk adjusted yield %  2	Value of assets notionally allocated			Risk adjusted yield %  6			
								On original allocation  3	Increase or decrease  4	Total under resilience scenario  5				
Land and buildings						11	130,000		8.02	104,000		104,000		10.03
Fixed interest securities						12	50,000		5.03	51,069	22,000	73,069		4.49
Other						13								
Variable interest and variable yield securities (excluding items shown at line 16)						14								
Other						15								
Equity shares and holdings in collective investment schemes						16	269,801		2.07	202,351		202,351		2.76
Loans secured by mortgages						17								
All other assets						18								
Not producing income						19								
Total (11 to 19)						29	449,801		4.12	357,420	22,000	379,420		5.09
Gross valuation interest rate %						31			4.00					4.90
Net valuation interest rate % (where appropriate)						32			-					-
Mathematical reserve or other liability, net of reinsurance						33	449,801					379,020		

## Long Term Business : Matching rectangle

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

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

Financial year ended 31ST DECEMBER 2000

Non sterling liabilities

Rate of interest : 4.25%

Type of business : Life assurance and general annuity business

With profit

Company  
registration  
number

Period ended

Units

Stg/  
NonStgRate of  
InterestL&GA/Pens  
PHI/OtherCategory  
of assets

Category of assets : Total		R57	2456671	GL	31	12	2000	£000	Non Stg	4.25	L&GA	WP	10
		The valuation				The resilience scenario							
		Value of asset notionally allocated		Risk adjusted yield %		Value of assets notionally allocated		Increase or decrease		Total under resilience scenario		Risk adjusted yield %	
		1		2		3		4		5		6	
Type of asset notionally allocated													
Land and buildings		11											
Fixed interest securities	Approved securities	12	106,735	5.03		109,018				109,018		4.49	
	Other	13											
Variable interest and variable yield securities (excluding items shown at line 16)	Approved securities	14											
	Other	15											
Equity shares and holdings in collective investment schemes		16											
Loans secured by mortgages		17											
All other assets	Producing income	18											
	Not producing income	19											
Total (11 to 19)		29	106,735	5.03		109,018				109,018		4.49	
Gross valuation interest rate %		31		4.25								4.25	
Net valuation interest rate % (where appropriate)		32											
Mathematical reserve or other liability, net of reinsurance		33	106,735							106,735			

## Long Term Business : Matching rectangle

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business : ~~UK branch-business/EEA branch-business~~

Financial year ended 31ST DECEMBER 2000

Balance

Rate of interest : Balance

Type of business : Balance

Balance

Category of assets : Total													
R57	2456671	GL	31	12	2000	£000	98	Balance	10				
Type of asset notionally allocated						The valuation				The resilience scenario			
						Value of asset notionally allocated	Risk adjusted yield %	Value of assets notionally allocated			Risk adjusted yield %		
								On original allocation	Increase or decrease	Total under resilience scenario			
		1	2	3	4	5	6						
Land and buildings	11												
Fixed interest securities	12	154,249		5.03		157,549	(54,000)	103,549	4.49				
Other	13	51,611		6.42		52,388		52,388	6.09				
Variable interest and variable yield securities (excluding items shown at line 16)	14												
Other	15	10,252		4.04		10,472		10,472	3.64				
Equity shares and holdings in collective investment schemes	16	512,117		3.21		424,731	(199,000)	225,731	3.04				
Loans secured by mortgages	17												
Producing income	18	33,370		5.80		32,349		32,349	5.23				
Not producing income	19	88,502		-		74,385		74,385	-				
Total (11 to 19)	29	850,101		3.51		751,874	(253,000)	498,874	3.36				
Gross valuation interest rate %	31			-					-				
Net valuation interest rate % (where appropriate)	32			-					-				
Mathematical reserve or other liability, net of reinsurance	33	850,101						497,246					

**Long Term Business : Matching rectangle**

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business ~~UK branch-business/EEA branch-business~~

Financial year ended 31ST DECEMBER 2000

Total

Rate of interest : Total

Type of business : Total

Total

Category of assets : Total

Company registration number		GL/UK/CM		day month year		Units		Stg/ NonSt		Rate of Interest		L&GA/Pens PHI/Other		WP/NP		Category of assets	
R57		2456671		GL		31 12 2000		£000		g		99		Total		10	
Category of assets : Total		The valuation										The resilience scenario					
Type of asset notionally allocated		Value of asset notionally allocated		Risk adjusted yield %		Value of assets notionally allocated			Risk adjusted yield %								
						On original allocation	Increase or decrease	Total under resilience scenario									
Land and buildings		11	668,730		8.02	534,984		534,984									10.03
Fixed interest securities		12	2,929,230		5.03	2,991,894		2,991,894									4.49
Other		13	1,625,181		6.42	1,649,646		1,649,646									6.09
Variable interest and variable yield securities (excluding items shown at line 16)		14															
Other		15	10,252		4.04	10,472		10,472									3.64
Equity shares and holdings in collective investment schemes		16	2,559,335		2.30	2,057,328		2,057,328									2.84
Loans secured by mortgages		17	298,627		6.26	303,963		303,963									5.67
All other assets		18	445,880		5.80	432,236		432,236									5.23
Producing income		19	88,502		-	74,385		74,385									-
Not producing income		29	8,625,737		4.74	8,054,908		8,054,908									4.81
Total (11 to 19)		31			-												-
Gross valuation interest rate %		32			-												-
Net valuation interest rate % (where appropriate)		33	8,625,737		-												-
Mathematical reserve or other liability, net of reinsurance																	

Long Term Business : Valuation result and distribution of surplus

Name of Company : EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

Global Business/UK branch business/EEA branch business

Financial Year Ended 31ST DECEMBER 2000

Category of surplus : Total

		Company registration		Period ended			Category of surplus	
		number	GL/UK/CM	Day	Month	Year	Units	of surplus
		R58	2456671	GL	31	12	2000	11
					NON-PROFIT		WITH-PROFIT	TOTAL
Valuation result	Fund carried forward		11	5,896,095	4,502,525	10,398,619		
	Bonus payments made to policyholders in anticipation of a surplus		12	-	121,183	121,183		
	Transfers out of fund/parts of fund	Transfer to non-technical account	13	37,341	10,859	48,200		
		Transfer to other funds/parts of funds	14	-	-	-		
	Net transfer out of funds/parts of funds (13 + 14)		15	37,341	10,859	48,200		
	Total (11 + 12 + 15)		16	5,933,436	4,634,566	10,568,002		
	Mathematical reserves for accumulating with profit policies		17	-	2,080,153	2,080,153		
	Mathematical reserves for other non linked contracts		18	4,043,614	2,372,096	6,415,711		
	Mathematical reserves for property linked contracts		19	1,486,438	1,282	1,487,720		
	Mathematical reserves for index linked contracts		20	366,043	-	366,043		
	Total (17 to 20)		21	5,896,095	4,453,532	10,349,626		
	Surplus including contingency and other reserves held towards the solvency margin (deficiency) (16-21)		29	37,341	181,034	218,376		
Composition of surplus	Balance of surplus brought forward unappropriated from last valuation		31	-	-	-		
	Transfers into fund/part of fund	Transfer from non-technical account	32	-	-	-		
		Transfer from other funds/parts of fund	33	-	-	-		
	Net transfer into fund/part of fund (32 + 33)		34	-	-	-		
	Surplus arising since the last valuation		35	37,341	181,034	218,376		
	Total (31 + 34 + 35)		39	37,341	181,034	218,376		
Distribution of surplus	Bonus payments made to policyholders in anticipation of a surplus		41	-	121,183	121,183		
	Allocated to policyholders by way of	Cash bonuses	42	-	-	-		
		Reversionary bonuses	43	-	48,993	48,993		
		Other bonuses	44	-	-	-		
		Premium reductions	45	-	-	-		
	Total allocated to policyholders (41 to 45)		46	-	170,176	170,176		
	Net transfer out of fund/part of fund		47	37,341	10,859	48,200		
	Total distributed surplus (46 + 47)		48	37,341	181,034	218,376		
	Balance of surplus (including contingency and other reserves held towards the solvency margin) carried forward unappropriated		49	-	-	-		
	Total (48 + 49)		59	37,341	181,034	218,376		
Percentage of distributed surplus allocated to policyholders of fund/part of fund		61	-	-	77.9			
Corresponding percentage at three immediately previous valuations	latest (year of valuation 31.12.1999)	62	-	-	78.4			
	earlier (year of valuation 31.12.1998)	63	-	-	78.9			
	earliest (year of valuation 31.12.1997)	64	-	-	79.0			

Relevant factor	CLASS	Classes I, II and IX				Class III business with relevant factor of				Class VII and VIII business with relevant factor of				Classified additional mathematical reserves with relevant factor of				Total for all classes	
		4%	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
Mathematical reserves before deduction of reinsurance	11	7,037,393	2,502,653	455,393	818,199	3,776,244	5,618	15,433	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618
Mathematical reserves after deduction of reinsurance	12	47,212	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773
Mathematical reserves before deduction of reinsurance	13	7,084,606	2,505,426	455,393	818,199	3,779,017	5,618	15,433	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618
Mathematical reserves after deduction of reinsurance	14	6,586,212	2,489,515	455,393	818,199	3,763,107	5,618	14,689	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618
Mathematical reserves before deduction of reinsurance	15	47,210	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773	2,773
Mathematical reserves after deduction of reinsurance	16	6,613,422	2,492,288	455,393	818,199	3,765,880	5,618	14,689	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618	5,618
Ratio of 16 to 13, or 0.85 if greater (see instruction 2)	17	0.9335					0.9965	0.9517											
Required margin of solvency - first result (see instruction 2)	19	264,539					104,404	588											
Non negative capital at risk before reinsurance (see instruction 3)	21	1,692,171																	
Non negative capital at risk before reinsurance (see instruction 3)	22	4,993																	
Non negative capital at risk before reinsurance (see instruction 3)	23	10,182,594					1,619,255												
Non negative capital at risk before reinsurance (see instruction 3)	29	11,878,758					1,619,255												
Non negative capital at risk before reinsurance (see instruction 3)	31	8,835,533					1,180,773												
Non negative capital at risk before reinsurance (see instruction 3)	32	0.7437					0.7282												
Non negative capital at risk before reinsurance (see instruction 3)	39	23,982					3,542												
Non negative capital at risk before reinsurance (see instruction 3)	49	288,522					107,947	588											
Non negative capital at risk before reinsurance (see instruction 3)	51																		
Non negative capital at risk before reinsurance (see instruction 3)	59																		
Non negative capital at risk before reinsurance (see instruction 3)	61																		
Non negative capital at risk before reinsurance (see instruction 3)	69																		

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## NOTES TO SCHEDULES 1, 3 AND 4

Following discussions with the FSA and to aid clarity of Policyholder Reasonable Expectations, separate Forms 13,14,17,40,41,42,48 and 49 have been shown for the non profit sub fund, 90:10 with profit sub fund and 100:0 with profit sub fund. However, the fund has been treated as a single fund for the purpose of the actuarial valuation.

### 1001 - Reconciliation to Capital and Reserves in the Accounts

	2000 £000's	1999 £000's
Form 13 line 99	1,391,336	1,467,756
Form 15 line 59	76,287	190,800
Total	1,315,049	1,276,956
Total per Capital and Reserves in the Accounts	1,315,049	1,276,956

### 1003 & 1403 - Subordinated Loan Capital

The Secretary of State for Trade and Industry, on the application of the Company, issued to the Company in December 1994 an Order under section 68 of the Insurance Companies Act 1982 allowing the Company not to take into account any liability to repay the total of a subordinated loan made to it by Eagle Star Holdings plc under the terms of a loan agreement dated 16 December 1994 for the purposes of calculating the Company's margin of solvency up to a maximum of 50% of its required minimum margin. Notwithstanding the foregoing, the Company is only allowed not to take into account any liability to repay that part of the aforesaid subordinated loan repayable in the year 2005 for the purposes of calculating the Company's margin of solvency up to a maximum of 25% of its required minimum margin.

Any liability that has not been left out of account in accordance with the above is included in Form 14, Line 35.

### 1301 - Aggregate Value – Other Than Long Term

	2000 £000's	1999 £000's
(i) Unlisted Investments	-	108,152

### 1308 - Aggregate Value – Long Term

	2000 £000's	1999 £000's
Unlisted Investments		
0:100 fund	172,225	
90:10 fund	31,349	
100:0 fund	-	
	203,574	199,648



### 1309 - Aggregate Value – Long Term

Hybrid Securities	2000 £000's	1999 £000's
0:100 fund	62,079	
90:10 fund	7,921	
100:0 fund	482	
	70,482	75,733

### 1310 - Amount Receivable and Payable

Amounts due to and from any one person have been offset where appropriate in accordance with generally accepted accounting principles.

### 1311 - Maximum Permitted Counterparty Limits

The maximum permitted exposure by internal guidelines for each counterparty at the end of the year was:

	£000's
Deposits - approved	160,000
Corporate Bonds - approved and non approved	75,000
Equities - approved and non approved	205,000

During February 2000 the equity limit of £180m was breached by Vodafone on four occasions, with a maximum breach of approximately £43m. The limit was subsequently raised to £190m.

During March 2000 the equity limit of £190m was breached once by Vodafone, with a maximum breach of approximately £57m.

During June 2000 there were five breaches of the equity limit. The maximum breach in this period was approximately £4m by BP Amoco. As a result of these breaches the equity limit was raised to £205m.

The company's exposure to any one counterparty did not exceed 5% of the long-term business amount during the year.

The Treasury, on the application of the Company, issued to the Company in December 2000 an Order under section 68 of the Insurance Companies Act 1982. The effect of the Order was to modify the provisions of Schedule 12 to the Insurance Companies Regulations 1994 by increasing the permitted asset exposure limit in respect of the Company's holding in a FTSE-100 company.

### 1401 & 1501 - Provision for Adverse Changes

No provision was thought necessary for the following reasons, which take account of open financial futures, forward currency exchange deals, swaps and traded options:-

- Overall derivative contracts were immaterial in the context of total asset values (less than 1%).
- Financial futures positions were open in September and December 2000 resulting in an immaterial maximum loss provision of £1,121,760. The financial futures held at the end of the year were closed in January, realising a gain of £31,286. No new positions have been opened in the first three months of 2001.

- (c) Forward currency exchange were open throughout 2000 resulting in a year-end gain provision of £2,669,167. As at 31st March 2001 there was an immaterial provisional gain of £605,806.
- (d) Open swaps positions remained in overall profit throughout 2000 and during the first three months of 2001.
- (e) Traded options showed an unrealised gain of £11,665,877 at the end of 2000. Due to the favourable market conditions the options were exercised in March 2001 realising a gain of £9,007,026. As at 31st March 2001, traded options showed an unrealised gain of £10,016,991.

#### **1402 & 1502 - Liabilities**

- (a) There are no charges over assets.
- (b) Form 14, line 21 includes £45,637,000 (1999: £74,276,000) which represents the provision for capital gains tax which might arise if the long term business assets were disposed of at the value stated in this return.

Form 15, line 21 included £1,363,000 for 1999 which represented the provisions for capital gains tax which might arise if the other than long term business assets were disposed of at the values stated in this return. There was no such provision for 2000.

- (c) There are no contingent liabilities.
- (d) The Company has no guarantees, indemnities or other contractual commitments effected other than in the ordinary course of insurance business in respect of related companies.
- (e) The Company is not aware of any fundamental uncertainties affecting its business.

#### **1601 - Basis of Conversion of Foreign Currency**

Assets and liabilities in overseas currencies are translated into sterling at rates of exchange ruling on 31st December and balances brought forward have been adjusted accordingly.

Items in the profit and loss account for the year are translated using average rates of exchange.

#### **1603 - Other charges**

The total of other charges appearing on line 21 is made up of:

	2000 £000's	1999 £000's
Other expenses – Gift aid	(975)	-

#### **1700 - Other than Long Term Business**

All amounts required to be shown on Form 17 for Other than Long Term Business would be zero and so no Form 17 has been prepared.

#### **4001 - Brought Forward Amounts**

The fund at the beginning of the year has been revalued in respect of overseas liabilities and includes an exchange adjustment of £20,495,000.

## **4002 - Other Expenditure**

Other expenditure shown on line 25 relates to bonuses in reduction of premiums.

## **4006 - Apportionment of items between different long term business funds**

### **Premiums, claims and commission**

All premiums, claims and commission expenses are allocated across funds on a product-type basis. All product types are assigned to a relevant sub-fund, and the income and expense flows associated with these products are allocated to that fund.

### **Investment income**

The allocation of assets to sub-funds has been refined during the year to identify the specific assets within each sub-fund. Investment income has been allocated to each sub-fund according to the allocation of the assets producing the income.

### **Increase or decrease in the value of assets brought into account**

The value of assets brought into account is determined by reference to the liabilities of the relevant fund. The assets available are individually designated to the relevant fund.

### **Expenses**

All expenses are examined to identify those directly attributable to a particular fund. Those not directly attributable are apportioned pro rata to the work carried out for the fund.

### **Taxation**

The taxation charge for the group is allocated between funds based on the taxation of each sub fund as computed.

## **4008 - Provision of Management Services**

During the financial year ended 31st December 2000, arrangements were in force for the provision of management services by staff employed by Zurich Employment Services Limited (formerly Zurich Financial Services (UK Life) Limited), whose main employment is for Eagle Star Life Assurance Company Limited, to the following subsidiary or associated companies :-

- Eagle Star Insurance Company Limited
- City of London Insurance Company Limited
- Eagle Star Unit Managers Limited
- Eagle Star ISA Managers Limited
- Eagle Star Trust Company Limited
- Eagle Star Trust Company ( Guernsey ) Limited
- Eagle Star Loans Limited
- Towers Perrin Eagle Star Share Plan Services Limited (sold on 1<sup>st</sup> July 2000)
- Grovewood Engineering Limited

In addition, arrangements were in force for the provision of various services to Eagle Star Life Assurance Company Limited by the following connected companies :-

Management and Personnel services

Zurich Employment Services Limited (formerly Zurich Financial Services UK Life Limited)  
Zurich Financial Services (UKISA) Limited

(ii) Investment and property management services

Zurich Scudder Investments Limited (formerly Scudder Threadneedle Investments Limited)  
Threadneedle Property Investments Limited (formerly Scudder Threadneedle Property Investments Limited)

(iii) Information technology services

Zurich Financial Services Group Services Limited  
Eagle Star Group Services Limited

**4015 – Other Income**

Other income represents switches between the internal funds of Eagle Star Life Assurance Company Limited.

**4301 -Basis of Valuation**

Assets shown in this form have been valued as follows:

- (i) freehold and leasehold properties have been valued at open market value.
- (ii) listed investments have been valued at middle market value , less accrued interest.
- (iii) investments in collective investment schemes have been valued at middle market value (average of offer and bid prices).
- (iv) interest bearing deposits and other assets have been stated at cost .

**4302 & 4303 - Derivatives**

There are no derivatives held in the internal linked funds.

**4402 - Other Income and Expenditure**

Other expenditure shown on line 26 relates to bank interest paid.

**4601 - Group Business**

There are 158 life assurance and general annuity contracts, 5,486 pensions business contracts and 1 permanent health contract in force within the UK non-linked table; 340 life assurance and general annuity contracts in force within the overseas non-linked table; 4 life assurance and general annuity contracts and 1446 pensions business contracts in force within the UK linked table; 123 life assurance and general annuity contracts in force within the overseas linked table.

**4602**

The number of contracts in force is as shown in columns 1, 3, 5 and 7.

**4603**

The aggregate start year in force count differs from the previous year's end year in force count because a small number of policies were double counted in the previous year.  
Index linked policies are now shown as linked rather than non-linked.

All premium differences are caused by exchange rate movements.

**4701**

The number of contracts in force is as shown in columns 2 and 5.

**4801 - Accrued Interest**

The amounts of accrued interest included in the value of admissible assets is as follows:-

	2000 £000's	1999 £000's
Fixed interest securities – Approved securities	31,654	31,340
Fixed interest securities – Other	39,649	34,712
Variable yield securities - Other	4,660	6
Holdings in collective investment schemes	4,353	137
Loans secured by mortgages	1,570	1,601

**5101**

The number of contracts in force is as shown in column 4.

**5102**

Where contracts contain benefits of more than one type, the contract count has been included only once, in the following order of priority:

- accumulating with-profits
- non-linked with-profits
- non-linked non-profit
- index linked
- other linked.

If this is inconclusive, the contract count will be included in its primary component.

**5201**

The number of contracts in force is as shown in column 4.

**5202**

Where contracts contain benefits of more than one type, the contract count has been included only once, in the following order of priority:

- accumulating with-profits
- non-linked with-profits
- non-linked non-profit
- index linked
- other linked.

If this is inconclusive, the contract count will be included in its primary component.

**5203**

Non linked benefits on linked contracts are included in Form 53. The mortality and expense reserves for Unitised With Profits series 4 - 6 are included in Form 53 as they are held in the non profit fund.

**5301**

The number of contracts in force is as shown in column 4.

**5302**

Where contracts contain benefits of more than one type, the contract count has been included only once, in the following order of priority:

- accumulating with-profits
- non-linked with-profits
- non-linked non-profit
- index linked
- other linked.

If this is inconclusive, the contract count will be included in its primary

**5303**

Mortality and expense reserves include reserves held in respect of Unitised With Profits series 4 - 6. Permanent Health business includes benefits funded or partly funded by monthly deductions from accumulating with profits benefits.

**5401**

The number of contracts in force is as shown in column 4.

**5402**

Where contracts contain benefits of more than one type, the contract count has been included only once, in the following order of priority:

- accumulating with-profits
- non-linked with-profits
- non-linked non-profit
- index linked
- other linked.

If this is inconclusive, the contract count will be included in its primary component.

**5501**

Form 13 line 59 includes all assets held in property linked funds with the exception that, where a significant surplus exists in any one fund, the surplus assets have been included in the appropriate line on Form 13.

**5701**

The balance consists of Eagle Living contracts except those detailed on the non sterling form, all other contracts denominated in currencies other than sterling, the contingency reserves shown in Form 51 and a number of other minor contract types.

**5801**

Lines 12 and 41 include £72,447,914 in respect of Series 4-6 Accumulating With Profits business, which do not generate a net transfer from the With Profits fund.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## STATEMENT PURSUANT TO REGULATION 23 OF THE INSURANCE COMPANIES (ACCOUNTS AND STATEMENTS) REGULATIONS 1996

### A) Investment guidelines

The use of derivative contracts is permitted in all parts of the long term business fund of the company but only for the purpose of reduction in investment risk or efficient portfolio management.

### B) No such cases

### C) Refer to above

### D) Assumed exercise of derivative contracts

Changes in the amounts recorded in Form 13 for long term business from exercising rights or meeting obligations under derivative contracts as at 31 December 2000, assuming in the case of options, only those which it would have been prudent to assume would be exercised had been so acquired or disposed of, are as follows:

#### Total long term business assets

	£000 from	£000 to
Line 44.1	18,810	16,141
Line 81.1	48,652	51,321

#### Non profit sub-fund

Line 44.1	1,848	820
Line 81.1	22,263	23,291

#### 90:10 With profit sub-fund

Line 44.1	15,942	14,896
Line 81.1	26,389	27,435

#### 100:0 With profit sub-fund

Line 44.1	1,020	425
Line 81.1	-	595

### **E) Assumed exercise of derivative contracts**

Changes in the amounts recorded in Form 13 for long term business from exercising rights or meeting obligations under derivative contracts as at 31 December 2000, assuming in the case of options that they would have been exercised, are as follows:

#### **Total long term business assets**

	£000 from	£000 to
Line 44.1	18,810	2,024
Line 81.1	48,652	6,026

#### **Non profit sub-fund**

Line 44.1	1,848	820
Line 81.1	22,263	23,291

#### **90:10 With profit sub-fund**

Line 44.1	15,942	779
Line 81.1	26,389	(17,860)

#### **100:0 With profit sub-fund**

Line 44.1	1,020	425
Line 81.1	-	595

### **F) Derivative contracts exposure during the financial year**

If the figures in (D) above had been prepared as at the dates in 2000 which produce the maximum aggregate changes in asset values, the following results would have been produced:

#### **Total long term business assets**

	£000 from	£000 to
Line 44.1	18,810	12,364
Line 81.1	48,652	55,098

#### **Non profit sub-fund**

Line 44.1	1,848	1,471
Line 81.1	22,263	22,640

#### **90:10 With profit sub-fund**

Line 44.1	15,942	10,128
Line 81.1	26,389	32,203



100:0 With profit sub-fund

Line 44.1	1,020	765
Line 81.1	-	255

If the figures in (E) above had been prepared as at the dates in 2000 which produce the maximum aggregate changes in asset values, the following results would have been produced:

Total long term business assets

	£000 from	£000 to
Line 44.1	18,810	(276)
Line 81.1	48,652	(54,139)

Non profit sub-fund

Line 44.1	1,848	2,664
Line 81.1	22,263	21,447

90:10 With profit sub-fund

Line 44.1	15,942	(4,311)
Line 81.1	26,389	(75,235)

100:0 With profit sub-fund

Line 44.1	1,020	1,371
Line 81.1	-	(351)

**G) Exposure under derivative contracts**

The exposure of the company in the event of failure by any one other person to fulfil its obligations under derivative contracts outstanding at 31st December 2000 under existing market conditions is £6,660,394. The greatest exposure of the company throughout the financial year would have been £13,917,008.

**H) Use of derivative contracts**

No investments were made during the year in any investment which was (wholly or in part) a derivative contract having an effect and which did not fall within Regulation 55 (3) of the Insurance Companies Regulations 1994.

## **I) Granting of rights under derivative contracts**

Premiums of £1,715,672 were paid by the company during the financial year in return for granting and receiving rights under FTSE 100 Collar Option Contracts.

The contracts which were open at 31 December 1999 ran until close to their expiry date at which time they were rolled over in exchange for the premium above. The new contracts, which all remained open at year end, were cash settled FTSE 100 Collar Options, some of which consisted of FTSE 5800 Puts exercisable at any time until 16 March 2001 and FTSE 7325, FTSE 7425 and FTSE 7525 Calls exercisable only on 16 March 2001. Other contracts consisted of FTSE 5800 Puts exercisable at any time until 15 June 2001, and FTSE 7425 Calls exercisable only on 15 June 2001.

**EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

**Returns under Insurance Companies Legislation**

**ADDITIONAL INFORMATION ON SHAREHOLDER CONTROLLERS REQUIRED BY  
REGULATION 24 OF THE INSURANCE COMPANIES (ACCOUNTS AND STATEMENTS)  
REGULATIONS 1996**

Financial year ended 31 December 2000

- (a) The shareholder controller for the year was Zurich Financial Services ( UKISA ) Limited.
- (b) At the end of the year Zurich Financial Services ( UKISA ) Limited owned 100% of the voting power at any general meeting of the Company.

# EAGLE STAR LIFE ASSURANCE COMPANY LIMITED

## Returns under Insurance Companies Legislation

### STATEMENT REQUIRED BY REGULATION 31 OF THE INSURANCE COMPANIES (ACCOUNTS AND STATEMENTS) REGULATIONS 1996 IN RESPECT OF THE FINANCIAL YEAR ENDED 31 DECEMBER 2000

Mr H C Snow was the Appointed Actuary of the Company for the period 1 January 2000 to the 31 December 2000. As at 31 December 2000 he had interests in the following Group companies.

The actuary was interested in 44 ordinary shares of Zurich Financial Services, incorporated and registered in Switzerland and has been granted options to subscribe for ordinary shares as follows:

	Option Price	Date of Grant	Number of Shares
Zurich Financial Services' Employees Share Option Scheme (SAYE)	296.5466	11.03.1999	44
Zurich Financial Services' Transitional Share Option Plan	268.3000	16.10.1998	4

Interests arising under the Zurich Financial Services Long Term Performance Share Plan are shown below:

	Year of Vesting	Number of Shares
Zurich Financial Services' Long Term Performance Share Plan	2002	67
	2003	112

The number of Zurich Financial Shares to be awarded will depend upon the actual financial performance in excess of minimum defined hurdles of the Group during the relevant 3 year period.

As at the 31 December 2000 Mr Snow was interested in the following Allied Dunbar life insurance policies:

Date of Maturity	Annual Premium Payable £	Basic Sum Assured £	Type
01.01.14	1,277.76	80,000	Endowment
N/A	1,062.46	110,000	Critical Illness
31.12.27	180.00	99,826	Term Assurance
N/A	818.40	110,000	Critical Illness and Life Cover
07.02.24	1,349.35 (s)	N/A	Rebate Only Personal Pension Plan
07.02.19	1,320.00	N/A	Staff Supplementary Pension

(s) = single premium

Mr Snow also held a Personal Equity Plan in Threadneedle Investment Funds ICVC, an Open Ended Investment Company and a group company ultimately having the same parent as the Company.

At 31 December 2000, Mr Snow's holding in Threadneedle Investment Funds ICVC was :

<b>Fund Type</b>	<b>Number of Shares</b>	<b>Price ( pence )</b>	<b>Value</b>
UK Monthly Income	13,350.0457	56.29	£7,514.74

Aggregate Emoluments

The aggregate amount of the remuneration and the value of other benefits under the Actuary's contract of employment during the period 1 January 2000 to 31 December 2000 was £145,818.

The Actuary is a member of the Allied Dunbar Staff Pension Scheme and contributions in respect of his employment during the period 1 January 2000 to 31 December 2000 were paid by the Company.

The above details have been submitted to Mr Snow who has confirmed that to the best of his knowledge and belief they represent all of his interests which are required to be disclosed in accordance with Regulation 31.

# **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

## **SCHEDULE 6**

### **DIRECTORS' CERTIFICATE**

**Financial year ended 31st December 2000**

We certify :

- 1.(a) that in relation to the part of this return comprising Forms 9,10,13 to 17 and 40 to 45 (including the supplementary notes thereto) and the statements required by regulations 23 and 24 of the Insurance Companies (Accounts and Statements) Regulations 1996:
  - (i) the return has been prepared in accordance with the Regulations;
  - (ii) proper accounting records have been maintained and adequate information has been obtained by the company; and
  - (iii) an appropriate system of control has been established and maintained by the company over its transactions and records;
- (b) that in respect of the company's business which is not excluded by Regulation 32 of the Insurance Companies Regulations 1994, the assets held throughout the financial year enabled the company to comply with regulations 27 to 31 (matching and localisation) of those Regulations; and
- (c) that in relation to the statement required by regulation 31 of the Insurance Companies (Accounts and Statements) Regulations 1996:
  - (i) that for the purposes of preparing the statement, proper accounts and records have been maintained, and
  - (ii) that the information given has been ascertained in conformity with that Regulation.
2. that the margin of solvency required by section 32 of the Insurance Companies Act 1982 has been maintained throughout the financial year .
- 3.(a) that the requirements of sections 28 to 31 of the Insurance Companies Act 1982 have been fully complied with and in particular that, subject to the provisions of section 29(2) to (4) and section 30, assets attributable to long term business, the income arising therefrom, the proceeds of any realisation of such assets and any other income or proceeds allocated to the long term business funds have not been applied otherwise than for the purpose of the long term business;
- (b) that any amount payable from or receivable by the long term business fund in respect of services rendered by or to any other business carried on by the company or by a person who, for the purposes of section 31 of the Insurance Companies Act 1982, is connected with it or is a subordinate company of it has been determined and where appropriate apportioned on terms which are believed to be no less than fair to those funds, and any exchange of assets representing such fund or other assets of the company has been made at fair market value;
- (c) that no guarantees have been given by the company of the performance by a related company of a contract binding on the related company which would fall to be met by any long term business fund have been disclosed in the return, and that the fund on which each such guarantee would fall have been identified therein ;

- (d) that in respect of each internal linked fund, the investment policy and practice of the company was during the financial year in question consistent with any representations made to policyholders or potential policyholders of the company;
  - (e) that the returns in respect of long term business are not distorted by agreements with any other company carrying on insurance business with which the company has financial, commercial or administrative links or by any arrangements which could affect the apportionment of expenses and income ; and
  - (f) that the company has fully complied with the requirements of section 31A of the Insurance Companies Act 1982.
- 4.(a) that the systems of control established and maintained by the company in respect of its business complied at the end of the financial year with the following published guidance:
- Prudential Guidance Note 1994/6 - "Systems of control over the investments (and counterparty exposure) of insurance companies with particular reference to the use of derivatives".
  - Money Laundering - Guidance Notes for Insurance and Retail Products (revised June 1997) issued by the Joint Money Laundering Steering Group.

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

- (b) that the return has been prepared in accordance with the following published guidance:
- Prudential Guidance Note 1995/1 - "Guidance for insurance companies and auditors on the Valuation of Assets Regulations"
  - Prudential Guidance Note 1995/3 - "The use of derivatives in insurance funds"; and
  - Prudential Guidance Note 1998/1 - "The preparation of annual returns to the Insurance Directorate of H M Treasury".

V J Jerrard

Director

P C Howe

Secretary

S J Colsell

Director

25 June 2001

**EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

**SCHEDULE 6**

**DIRECTORS' CERTIFICATE**

**Financial year ended 31<sup>st</sup> December 2000**

The following forms have been amended:

Form 14 (Non Profit Sub Fund, 90:10 With Profit Sub Fund and 100:0 With Profit Sub Fund)

Form 40 (Non Profit Sub Fund, 90:10 With Profit Sub Fund and 100:0 With Profit Sub Fund)

We certify:

- 1.(a) that in relation to the part of this return comprising Forms 14 (Non Profit Sub Fund, 90:10 With Profit Sub Fund and 100:0 With Profit Sub Fund) and 40 (Non Profit Sub Fund, 90:10 With Profit Sub Fund and 100:0 With Profit Sub Fund):
  - (i) the return has been prepared in accordance with the Regulations;
  - (ii) proper accounting records have been maintained and adequate information has been obtained by the company, and
  - (iii) an appropriate system of control has been established and maintained by the company over its transactions and records;
- (b) that the return has been prepared in accordance with the following published guidance:
  - (iii) Prudential Guidance Note 1998/1 - "The preparation of annual returns to the Insurance Directorate of HM Treasury".

V J Jerrard                      Director

P C Howe                      Secretary

S J Colsell                      Director

24 September 2001



**EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

**APPOINTED ACTUARY'S CERTIFICATE**

**Financial year ended 31st December 2000**

I certify :

- (a) (i) that in my opinion proper records have been kept by the company adequate for the purpose of the valuation of the liabilities of the long term business;
  - (ii) that the mathematical reserves as shown in Form 14 constitute proper provision as at the end of the financial year for the liabilities (other than liabilities which had fallen due before the end of the financial year) arising under or in connection with contracts for long term business including any increase in those liabilities arising from a distribution of surplus as a result of an investigation as at that date into the financial condition of the long term business; and
  - (iii) that for the purpose of sub-paragraph (ii) above the liabilities have been assessed in accordance with Part IX of the Insurance Companies regulations in the context of assets valued in accordance with Part VIII of those Regulations, as shown in Form 13; and
  - (iv) that the guidance notes "Actuaries and Long-Term Insurance Business (GN1)" effective 1 December 1998 and "Additional Guidance for Appointed Actuaries (GN8)" effective 1 September 1996 issued by the Institute of Actuaries and the Faculty of Actuaries , have been complied with; and
  - (v) that in my opinion, premiums for contracts entered into during the financial year and the income earned thereon are sufficient, on reasonable actuarial assumptions, and taking into account the other financial resources of the company that are available for the purpose, to enable the company to meet its commitments in respect of those contracts and, in particular, to establish adequate mathematical reserves ; and
- (b) that the amount of the required minimum margin applicable to the company's long term business immediately following the end of the financial year ( including any amounts resulting from the increase in liabilities arising from a distribution of surplus as a result of the investigation into the financial condition of the long term business ) is £397,241,000.

H.C. Snow

Appointed Actuary

25 June 2001

# **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

## **REPORT OF THE AUDITORS TO THE DIRECTORS PURSUANT TO REGULATION 29 OF THE INSURANCE COMPANIES ( ACCOUNTS AND STATEMENTS ) REGULATIONS 1996.**

### **Global Business**

#### **Financial year ended 31 December 2000**

We have examined the following documents prepared by the company pursuant to section 17 of the Insurance Companies Act 1982 ("the Act") and the Insurance Companies (Accounts and Statements) Regulations 1996 ("the Regulations"):

- Forms 9 , 10, 13 to 17 and 40 to 45 (including the supplementary notes thereto) ("the Forms");
- the statements required by regulation 23 on pages 205 to 208 ("the statement");  
and
- the certificate signed in accordance with regulation 28(a) on pages 212 and 213 ("the certificate").

In the case of the certificate, our examination did not extend to:-

- (a) paragraphs 1 (a) & (c) in relation to the statements required by regulations 24 and 31 concerning shareholder controllers and the Appointed Actuary;
- (b) paragraph 3 (d) concerning the investment policy and practice of internal linked funds, required by paragraph 4(d) of Schedule 6; and
- (c) paragraph 4 (a) in so far as it relates to controls with respect to Money Laundering.

#### **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 Act and the Regulations. Under regulation 5, the Forms and statements are required to be prepared in the manner specified by the Regulations and to state fairly the information provided on the basis required by the Regulations.

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.

#### **Basis of opinions**

We conducted our audit 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 statement. 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 25th April 2001. It also includes 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 either 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 regulation 5.

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.

In giving our opinion we have relied on the certificate of the actuary on page 214 with respect to the mathematical reserves and the required minimum margin.

### Opinions

In our opinion:

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

PricewaterhouseCoopers  
Chartered Accountants and Registered Auditors  
Southwark Towers  
32 London Bridge Street  
LONDON  
SE1 9SY

26 June 2001

## **EAGLE STAR LIFE ASSURANCE COMPANY LIMITED**

### **REPORT OF THE AUDITORS TO THE DIRECTORS PURSUANT TO REGULATION 29 OF THE INSURANCE COMPANIES (ACCOUNTS AND STATEMENTS) REGULATIONS 1996**

#### **Global Business**

#### **Financial year ended 31 December 2000**

We report on Form 14 (Non Profit Sub Fund, 90:10 With Profit Sub Fund and 100:0 With Profit Sub Fund) and Form 40 (Non Profit Sub Fund, 90:10 With Profit Sub Fund and 100:0 With Profit Sub Fund) which have been initialled by us for identification purposes.

These documents have been amended pursuant to section 22(5) of the Insurance Companies Act 1982 ("the Act") and replace the Forms upon which we previously reported on 26 June 2001. This audit report in respect of the replacement Forms should be read in conjunction with that original report.

#### **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 Act and the Regulations. The requirements of the Regulations have been modified by an Order issued under Section 68 of the Act in December 1994. Under regulation 5 the Forms and statements are required to be prepared in the manner specified by the Regulations and to state fairly the information provided on the basis required by the Regulations.

It is our responsibility to form an independent opinion as to whether the Forms and statements meet these requirements.

#### **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 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 April 2001. 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 regulation 5.

#### **Opinion**

In our opinion these revised Forms fairly state the information provided on the basis required by the Regulations (as modified) and have been properly prepared in accordance with the provisions of those Regulations.

PricewaterhouseCoopers  
Registered Auditors  
Southwark Towers  
32 London Bridge Street  
London  
SE1 9SY