



Returns under Insurance Companies Legislation

The British and European Reinsurance Company Limited

**Supplementary notes to Schedules 1, 3 and 6**

AC 000322  
THIS IS AN AC COMPANY  
DOCUMENT DELIVERED  
UNDER THE INSURANCE  
ACT 1982

**0901 Section 68 orders**

The Secretary of State for Trade and Industry, on the application of the company, issued to the company in February 1997 an order under section 68 of the Insurance Companies Act 1982 which allows for The British and European Reinsurance Company Limited, and for the purpose of Schedule 4 of the Regulations:

- (i) UK reinsurance contracts to be considered as reinsurance contracts made by the UK head office of other UK establishment of the ceding company (which should be taken to include Lloyds);
- (ii) bulk business may be reported in the same manner as, but separately from, group contracts provided that the nature of such business is described and that such business does not exceed 15% of the total net long term business liabilities; and
- (iii) when the risk reinsured under a linked contract is confined to the mortality risk and/or risk under any supplementary rider, such reinsurance may be reported as non-linked business.

**0902 Implicit Items**

Not applicable

**1001 Reconciliation to shareholder accounts**

The reconciliation to shareholder accounts is provided in the company's general business return which includes the company's shareholder funds.

**1002 Line 65 - Other movements**

Not applicable.

**1003 Subordinated loan capital - section 68 order**

Not applicable

**1301, 1302, 1303, 1304, 1305, 1306, 1307, 1314, 1315, 1501, 1502, 1503**

As the shareholder funds of the company are included in the company's general business return the aforementioned notes are not applicable.

**1308 Aggregate value of unlisted investments, etc. - other than long term business**

The long term fund held £510,000 in unlisted securities. There were no holdings in unregulated collective investment schemes, listed securities which are not readily realisable, or reversionary interests or remainders in property.

**1309 Aggregate value of hybrid securities**

Not applicable.

**1310 Statement of amounts set off**

Amounts have been set off to the extent permitted by generally accepted accounting principles.

**1311 Counterparty limits during the year**

Counterparty exposures of more than £1m are not permitted by the company's investment guidelines except for UK government securities for which there is no limit, or in special circumstances which have been approved by the company (for example holdings of equity shares in major constituents of the FTSE 100 index).

**1312 Counterparty exposure at the year end**

Exposure to any one counterparty at the end of the financial year did not exceed 5% of the long term business amount.

**1313 Fully secured rights**

Not applicable.

**1316 Tangible lease assets**

There are no tangible leased assets included in line 80.

**1317 Other assets**

Not applicable.

**1401 Provision for adverse changes**

No provision for adverse changes is required as no assets are held which would give rise to a future liability which would not be covered by appropriate assets.

**1402 Contingent liabilities, etc.**

There are no charges over any assets of the Company. There is no provision for potential capital gains tax. There are no liabilities as defined by paragraphs 13c and 13d of Schedule 1 of the Insurance Companies (Accounts and Statements) Regulations 1996.

**1600 Form omitted**

This form has been omitted as it is included in the company's general business return.

**1700 Form omitted**

This form has been omitted as the Company held no derivative contracts.

**4001, 4002, 4003 and 4004**

Not applicable.