

Statement of solvency

Printed 29th JUN 00 at 09:28

Name of company

SLC Pooled Pensions Ltd

Global business

Financial year ended

31st December 1999

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

Company
registration
number

GL/UK/CM

Period ended

day month year

Units

R9	2822434	GL	31	12	1999	£000
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	As at the end of this financial year	As at the end of the previous year	Source		
	1	2	Form	Line	Column

GENERAL BUSINESS

Available assets

Other than long term business assets allocated towards general business required minimum margin	11				See instructions 1 and 2
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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	3048426	2845271	10	11
Other than long term business assets allocated towards long term business required minimum margin	22	4503	2354	See instructions 1 and 3	
Total mathematical reserves (after distribution of surplus)	23	3041279	2819956	See instruction 4	
Other insurance and non-insurance liabilities	24	7147	25315	See instruction 5	
Available assets for long term business required minimum margin (21+22-23-24)	25	4503	2354		

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	4503	2354		
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Required minimum margin

Required minimum margin for long term business	41	613	564	60	69
Explicit required minimum margin (1/6 x 41, or minimum guarantee fund if greater)	42	613	564		
Excess (deficiency) of available assets over explicit required minimum margin (25-42)	43	3890	1790		
Excess (deficiency) of available assets and implicit items over the required minimum margin (34-41)	44	3890	1790		

CONTINGENT LIABILITIES

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

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COMPANIES HOUSE

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Covering sheet to Form 9

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Name of company **SLC Pooled Pensions Ltd**

Global business

Financial year ended **31st December 1999**

..... **P. Sharman** **Managing Director**

..... **I. R. Fishwick** **Director**

.....

Statement of net assets

Printed 29th JUN 00 at 09:28

Name of company **SLC Pooled Pensions Ltd**

Global business

Financial year ended **31st December 1999**

		Company registration number	GL/UK/CM	Period ended			Units	
		R10	2822434	GL	31	12	1999	£000
				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	3048426	2845271		13	89	1
Long term business - liabilities and margins		12	3048426	2845271		14	59	1
Other than Long term business - admissible assets		21	4780	2573		13	89	1
Other than Long term business - liabilities		22	277	219		15	69	1
Net admissible assets (21-22)		23	4503	2354				
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						
Available assets (23 to 27)		29	4503	2354				

Represented by:

Paid up share capital (other than cumulative preference share capital)	51	1000	1000	
Amounts included in lines 24 to 27 above	52			
Amounts representing the balance of net assets	56	3503	1354	
Total (51 to 56) and equal to line 29 above	59	4503	2354	

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

Balance brought forward at the beginning of the financial year	61	1354	1771	10 . 56 . 2
Retained profit/(loss) for the financial year	62	21	(1417)	16 . 59 . 1
Movement in asset valuation differences	63			See instruction 2
Decrease/(increase) in the provision for adverse changes	64			See instruction 3
Other movements (particulars to be specified by way of supplementary note)	65	2128	1000	
Balance carried forward at the end of the financial year (61 to 65)	69	3503	1354	

Analysis of admissible assets

Name of company **SLC Pooled Pensions Ltd**

Global business

Financial year ended **31st December 1999**Category of assets **Total other than long term business assets**

		Company registration number	GL/UK/CM	Period ended			Units	Category of assets	
		R13	2822434	GL	31	12	1999	£000	1
					day	month	year		
Investments					As at the end of this 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				
		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				
		Debt securities issued by, and loans to, dependants			26				
	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				

Analysis of admissible assetsName of company **SLC Pooled Pensions Ltd**

Global business

Financial year ended **31st December 1999**Category of assets **Total other than long term business assets**

		Company registration number	GL/UK/CM	Period ended day month year			Units	Category of assets	
		R13	2822434	GL	31	12	1999	£000	1
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					
	Rights under derivative contracts			44					
	Debt securities and other fixed income securities	Fixed interest	Approved securities	45					
			Other	46					
		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					
		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					

Analysis of admissible assets

Name of company **SLC Pooled Pensions Ltd**

Global business

Financial year ended **31st December 1999**Category of assets **Total other than long term business assets**

		Company registration number	GL/UK/CM	Period ended day month year			Units	Category of assets	
		R13	2822434	GL	31	12	1999	£000	1
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					
	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	740		779		
		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	4040		1794		
	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					
	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	4780		2573		
Grand total of admissible assets (39+69+88)				89	4780		2573		
Reconciliation to asset values determined in accordance with the shareholder accounts rules									
Total admissible assets (as per line 89 above)				91	4780		2573		
Total assets in excess of the 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					
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	4780		2573		
Amounts included in line 89 attributable to debts due from related companies, other than those under contracts of insurance or reinsurance				100					

Analysis of admissible assets

Name of company **SLC Pooled Pensions Ltd**

Global business

Financial year ended **31st December 1999**

Category of assets **Total long term business assets**

		Company registration number	GL/UK/CM	Period ended			Units	Category of assets	
		R13	2822434	GL	31	12	1999	£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				
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				
		Debt securities issued by, and loans to, dependants			26				
	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				

Analysis of admissible assets

Name of company **SLC Pooled Pensions Ltd**

Global business

Financial year ended **31st December 1999**Category of assets **Total long term business assets**

		Company registration number	GL/UK/CM	Period ended day month year			Units	Category of assets	
		R13	2822434	GL	31	12	1999	£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					
	Rights under derivative contracts			44					
	Debt securities and other fixed income securities	Fixed interest	Approved securities	45	921		961		
			Other	46	754		1326		
		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					
		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	3039245		2816881		
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	3040920		2819168		

Analysis of admissible assets

Name of company **SLC Pooled Pensions Ltd**

Global business

Financial year ended **31st December 1999**Category of assets **Total long term business assets**

Category of assets		Company registration number	GL/UK/CM	Period ended day month year			Units	Category of assets	
		R13	2822434	GL	31	12	1999	£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	281			1	
	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					
		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	7177			26039	
	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	48			63	
	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	7506			26103	
Grand total of admissible assets (39+69+88)				89	3048426			2845271	
Reconciliation to asset values determined in accordance with the shareholder accounts rules									
Total admissible assets (as per line 89 above)				91	3048426			2845271	
Total assets in excess of the admissibility limits of Schedule 12 of the Insurance Companies Regulations 1994, (as valued in accordance with those Regulations before applying admissibility limits)				92				1410	
Solvency margin deduction for insurance dependants				93					
Other differences in the valuation of assets (other than for assets not valued above)				94				666	
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	3048426			2847347	
Amounts included in line 89 attributable to debts due from related companies, other than those under contracts of insurance or reinsurance				100					

Long term business liabilities and margins

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Name of company **SLC Pooled Pensions Ltd**

Global business

Financial year ended **31st December 1999**Category of assets **Total long term business assets**

		Company registration number	GL/UK/CM	Period ended			Units	Category of assets	
		R14	2822434	GL	31	12	1999	£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	3041279	2819956	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	3041279	2819956	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							
	Other	22							
Deposits received from reinsurers		23							
Creditors and other liabilities	Arising out of insurance operations	Direct business	31	5643	24938				
		Reinsurance accepted	32						
		Reinsurance ceded	33						
	Debenture loans	Secured	34						
		Unsecured	35						
	Amounts owed to credit institutions		36						
	Other creditors	Taxation	37	1351	269				
		Other	38	153	108				
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	7147	25315					
Excess of the value of net admissible assets		51			See Instruction 6				
Total liabilities and margins		59	3048426	2845271					
Amounts included in line 59 attributable to liabilities to related companies, other than those under contracts of insurance or reinsurance		61	726	6733					
Amounts included in line 59 attributable to liabilities in respect of property linked benefits		62	3039245	2816881					
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				

Liabilities (other than long term business)

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Name of company **SLC Pooled Pensions Ltd**

Global business

Financial year ended **31st December 1999**Company
registration
number

GL/UK/CM

Period ended
day month year

Units

			R15	2822434	GL	31	12	1999	£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				
Provisions for other risks and charges	Taxation				21				
	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	277		219	
Accruals and deferred income					51				
Total (19 to 51)					59	277		219	
Provision for adverse changes (calculated in accordance with regulation 61 of the Insurance Companies Regulations 1994)					61				
Cumulative preference share capital					62				
Subordinated loan capital					63				
Total (59 to 63)					69	277		219	
Amounts included in line 69 attributable to liabilities to related companies, other than those under contracts of insurance or reinsurance					71	277		219	

Profit and loss account (non-technical account)

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Name of company **SLC Pooled Pensions Ltd**

Global business

Financial year ended **31st December 1999**Company
registration
number

GL/UK/CM

Period ended
day month year

Units

R16	2822434	GL	31	12	1999	£000
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			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 the long term business revenue account			13	(104)	(1467)	40 . 26	
Investment income	Income		14	182	150		
	Value re-adjustments on investments		15				
	Gains on the realisation of investments		16				
Investment charges	Investment management charges, including interest		17				
	Value re-adjustments on investments		18				
	Loss on the realisation of investments		19				
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	(3)	(54)		
Profit or loss on ordinary activities before tax (11+12+13+14+15+16-17-18-19-20+21)			29	75	(1371)		
Tax on profit or loss on ordinary activities			31	54	46		
Profit or loss on ordinary activities after tax (29-31)			39	21	(1417)		
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	21	(1417)		
Dividends (paid and proposed)			51				
Profit or loss retained for the financial year (49-51)			59	21	(1417)		

Long term business : Revenue account

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Name of company **SLC Pooled Pensions Ltd**

Global business

Ordinary business

Financial year ended **31st December 1999**Name and number of fund **Ordinary Long Term 1**

	Company registration number	GL/UK/CM	Period ended			Units	OB/IB	No of fund/ Summary	No of part of Fund	
			day	month	year					
	R40	2822434	GL	31	12	1999	£000	OB	1	0
Items to be shown net of reinsurance ceded							The financial year 1	Previous year 2		
Earned premiums							11	158771	319845	
Investment income receivable before deduction of tax							12	216856	277179	
Increase (decrease) in the value of non-linked assets brought into account							13	(772)	(598)	
Increase (decrease) in the value of linked assets							14	170452	134814	
Other income							15			
Total income (11 to 15)							19	545307	731240	
Claims incurred							21	297376	378779	
Expenses payable							22	4425	8314	
Interest payable before deduction of tax							23			
Taxation							24	5183	5515	
Other expenditure							25	17104	16106	
Transfer to (from) non technical account							26	(104)	(1467)	
Total expenditure (21 to 26)							29	323984	407247	
Increase (decrease) in fund in financial year (19-29)							39	221323	323993	
Fund brought forward							49	2819956	2495963	
Fund carried forward (39+49)							59	3041279	2819956	

Long term business : Analysis of premiums and expenses

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Name of company **SLC Pooled Pensions Ltd**

Global business

Ordinary business

Financial year ended **31st December 1999**Name and number of fund **Ordinary Long Term 1**

		Company registration number	GL/UK/CM	Period ended			Units	OB/IB	No of fund/ Summary	No of part of Fund	
		R41	2822434	GL	31	12	1999	£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							
		Regular premium		12							
	Pension business contracts	Single premium		13	107908				107908		
		Regular premium		14	50863				50863		
	Permanent health contracts	Single premium		15							
		Regular premium		16							
	Other contracts	Single premium		17							
		Regular premium		18							
	Total premiums	Single premium		19	107908				107908		
		Regular premium		29	50863				50863		
Total premiums at lines 19 and 29 attributable to	UK contracts		31	158771				158771			
	Overseas contracts		32								
Expenses payable in the financial year	Commission payable in connection with acquisition of business			41	19				19		
	Other commission payable			42							
	Management expenses in connection with acquisition of business			43	904				904		
	Management expenses in connection with maintenance of business			44	3502				3502		
	Other management expenses			45							
	Total expenses (41 to 45)			49	4425				4425		
	Total expenses at line 49 attributable to	UK contracts		51	4425				4425		
		Overseas contracts		52							

Long term business : Analysis of claims

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Name of company **SLC Pooled Pensions Ltd**

Global business

Ordinary business

Financial year ended **31st December 1999**Name and number of fund **Ordinary Long Term 1**

		Company registration number	GL/UK/CM	Period ended			Units	OB/IB	No of fund/ Summary	No of part of Fund	
		R42	2822434	GL	31	12	1999	£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							
	By way of lump sums on maturity			12							
	By way of annuity payments			13							
	By way of payments arising from other insured events			14							
	On surrender or partial surrender			15							
	Total life assurance and annuity claims (11 to 15)			19							
Pension business contracts	On death			21	3871				3871		
	By way of lump sums on vesting			22	47876				47876		
	By way of vested annuity payments			23	1708				1708		
	On surrender or partial surrender			24	243921				243921		
	Total pension business claims (21 to 24)			29	297376				297376		
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	297376				297376		
Total claims at line 59 attributable to	UK contracts			61	297376				297376		
	Overseas contracts			62							

Long term business : Summarised balance sheet for internal linked funds

Name of company **SLC Pooled Pensions Ltd**

Global business

Ordinary business

Financial year ended **31st December 1999**Name and number of fund **Ordinary Long Term 1**

Name of fund	Directly held assets	Investment in other internal linked funds of the company	Total assets (2+3)	GL/UK/CM	Period ended			Units	OB/IB	No of fund/Summary	No of part of Fund
					day	month	year				
1	2	3	4	5	31	12	1999	£000	OB	1	0
				Provision for tax on unrealised capital gains			Secured and unsecured loans		Other liabilities		Net asset value (4-5-6-7)
Individual Pensions - Managed		756783	756783								756783
Individual Pensions - Managed II		145425	145425								145425
Group Pensions - Managed	(4205)	937838	933633								933633
Group Pensions - Managed II		5315	5315								5315
Individual Pensions - Equity		570888	570888								570888
Individual Pensions - Equity II		182736	182736								182736
Group Pensions - Equity	1855962		1855962						997		1854965
Group Pensions - Equity II		917	917								917
Individual Pensions - Property		1664	1664								1664
Individual Pensions - Property II		971	971								971
Group Pensions - Property	106196		106196						1872		104324
Group Pensions - Property II		68	68								68
Individual Pensions - International		9731	9731								9731
Total											

Long term business : Summarised balance sheet for Internal linked funds

Printed 29th JUN 00 at 09:28

Name of company SLC Pooled Pensions Ltd

Global business

Ordinary business

Financial year ended 31st December 1999

Name and number of fund Ordinary Long Term 1

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	Period ended			Units	Other liabilities	Net asset value (4-5-6-7)
					day	month	year			
R43	2822434	GL	31	12	1999	£000	OB	OB	OB	OB
1	2	3	4	5	6	7	8			
Individual Pensions - International II		3741	3741				3741			
Group Pensions - International	603879		603879				603879			
Group Pensions - International II		159	159				159			
Individual Pensions - Fixed Interest		4683	4683				4683			
Individual Pensions - Fixed Interest II		2651	2651				2651			
Group Pensions - Fixed Interest	295188		295188				295188			
Group Pensions - Fixed Interest II		80	80				80			
Individual Pensions - Cash Deposits		2224	2224				2224			
Individual Pensions - Cash Deposits II		1951	1951				1951			
Group Pensions - Cash Deposits	28816		28816				28816			
Group Pensions - Cash Deposits II		436	436				436			
Individual Pensions - Index Linked		379	379				379			
Individual Pensions - Index Linked II		327	327				327			
Total										

Long term business : Summarised balance sheet for internal linked funds

Name of company
SLC Pooled Pensions Ltd

Global business

Ordinary business

Financial year ended	31st December 1999
Revenue	1,000
Cost of sales	(400)
Gross profit	600
Operating expenses	(200)
Operating profit	400
Finance income	100
Finance costs	(50)
Profit before tax	450
Income tax	(90)
Profit after tax	360
Dividends paid	(180)
Retained profit	180
Carried forward	180
Balance at start of year	180
Balance at end of year	360

Name and number of fund

Summary Long Term											
Name and number of fund		R43	2822434	GL	31	12	1999	£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				
Group Pensions - Index Linked	31864		31864				31864				
Group Pensions - Index Linked II		135	135				135				
Group Pensions- Long Term Gilt	70318		70318				70318				
Group Pensions- Overseas Bond	54556		54556			460	54096				
	</										

Long term business : Aggregate revenue account for internal linked funds

Printed 29th JUN 00 at 09:28

Name of company **SLC Pooled Pensions Ltd**

Global business

Ordinary business

Financial year ended **31st December 1999**Name and number of fund **Ordinary Long Term 1**

	Company registration number	GL/UK/CM	Period ended			Units	OB/IB	No of fund/ Summary	No of part of Fund
			day	month	year				
R44	2822434	GL	31	12	1999	£000	OB	1	0
Value of total creation of units						11	158771		
Investment income attributable to the funds before deduction of tax						12	216456		
Increase (decrease) in the value of investments in the financial year						13	170452		
Other income						14			
Total income (11 to 14)						19	545679		
Value of total cancellation of units						21	296368		
Charges for management						22	21996		
Charges in respect of tax on investment income						23	4951		
Taxation on realised capital gains						24			
Increase (decrease) in amount set aside for tax on capital gains not yet realised						25			
Other expenditure						26			
Total expenditure (21 to 26)						29	323315		
Increase (decrease) in funds in financial year (19-29)						39	222364		
Internal linked funds brought forward						49	2816881		
Internal linked funds carried forward (39+49)						59	3039245		

Long term business : Supplementary information for internal linked funds

Printed 29th JUN 00 at 09:28

Name of company **SLC Pooled Pensions Ltd**

Global business

Ordinary business

Financial year ended **31st December 1999**Name and number of fund **Ordinary Long Term 1**

Name of fund	Company registration number	GL/UK/CM	Period ended			Units	OB/IB	No of fund	No of part of Fund	
			day	month	year					
			R45	2822434	GL					31
1	2	3	4	5	6					
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						
Individual Pensions - Managed				(0.43)	16.126000					
Individual Pensions - Managed II				(0.43)	12.726000					
Group Pensions - Managed				(0.43)	51.618000					
Group Pensions - Managed II				(0.43)	27.016000					
Individual Pensions - Equity				0.71	96.542000					
Individual Pensions - Equity II				0.71	13.787000					
Group Pensions - Equity				0.71	115.817000					
Group Pensions - Equity II				0.71	28.719000					
Individual Pensions - Property				1.00	13.534000					
Individual Pensions - Property II				1.00	8.307000					
Group Pensions - Property				1.00	16.042000					
Group Pensions - Property II				1.00	18.011000					
Individual Pensions - International				(0.78)	10.871000					
Individual Pensions - International II				(0.78)	15.196000					
Group Pensions - International				(0.78)	12.964000					
Group Pensions - International II				(0.78)	29.459000					
Individual Pensions - Fixed Interest				58.14	26.540000					
Individual Pensions - Fixed Interest II				58.14	10.911000					
Group Pensions - Fixed Interest				58.14	32.507000					
Group Pensions - Fixed Interest II				58.14	26.014000					
Individual Pensions - Cash Deposits				100.00	4.686000					
Individual Pensions - Cash Deposits II				100.00	7.172000					
Group Pensions - Cash Deposits				100.00	5.610000					

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Name and number of fund	Ordinary Long Term 1
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SLC POOLED PENSIONS LIMITED

NOTES TO SCHEDULES 1 AND 3

0901 The Treasury, on the application of the Company, issued to the Company on 20 December 1999 an order pursuant to section 68 of the Insurance Companies Act 1982 enabling the Company to leave out of account certain bank deposits representing amounts due to policyholders in respect of unit cancellations when determining its asset and counterparty exposure.

1001 Reconciliation of Capital and Reserves in Accounts

	£000
Form 13 Line 99 (Category of assets 1)	4,780
Form 15 Line 59	(277)
 Increase in the Resilience Reserve from the non-technical account	 59
 Total per Capital and Reserves in Companies Act accounts	 4,562

1065 Other Movement

The Other Movement of 2,128 is the reversal of adjustments made to the 1998 Return balances of 1,410 for inadmissible assets and 718 for overvaluation of assets, as the adjustments are not required in 1999. (See note 1001 to the 1998 H.M.Treasury return).

1304 & Amounts receivable and payable

1310

Amounts due to and from one person have been offset where appropriate in accordance with accepted accounting principles.

1305 & Maximum permitted counterparty limits

1311

- (a) The investment guidelines operated by the Company limits exposure to any one counterparty by establishing limits for approved counterparties.

The Maximum permitted exposure during the year was £50 million for an AA+ rated bank.

- (b) These limits apply in aggregate to investments in deposits, certificates of deposit, floating rate notes, commercial paper and other non equity securities, derivatives and foreign exchange transactions. They may only be exceeded on a short term basis with the approval of a Director

- (c) During the year there were no occasions where the limits were exceeded.

1306 & Year end exposure to counterparties

1312 At 31st December 1999 counterparty exposure in excess of 5% of the Long Term Business Amount, amounted to £4,040,000 and £1,985,000 in relation to deposits with approved counterparties (line 81 of form 13 categories 1 & 10).

NOTES TO SCHEDULES 1 AND 3 (CONTINUED)

1401 & Provision for adverse changes

1501

No provision has been made as the Company has no assets or liabilities to which Regulation 61 applies.

1402 & Liabilities

1502

- (a) There are no charges over assets.
- (b) There is no contingent liability in respect of taxation on capital gains.
- (c) There are no other 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 the business.

1601 Basis of conversion of foreign currency

Income and expenditure emanating from foreign currency transactions has been translated to sterling at the rate of exchange ruling at the dates of transactions.

1603 Other charges

	£000
Charged by the Ultimate Holding Company for management and administrative services	3

1700 Analysis of derivative contracts

Form 17 has been omitted from the return as all entries (including comparatives) would be zero

4002 Other Expenditure

Other expenditure represents premium refunds paid to the immediate Parent Company, Confederation Life Insurance Company (U.K.) Limited, under the terms of a Reassurance Agreement between the two companies.

4008 Provision of Management Services

During the financial year management services and Investment Management services were provided to the Company by SLC Asset Management Limited, a Sun Life Assurance Company of Canada group company, for an appropriate fee.

4301 Basis of valuation of assets

Assets held in internal funds have been valued at the mid price ruling on the last day of the year.

SCHEDULE 4

VALUATION REPORT ON SLC POOLED PENSIONS LIMITED

1. The date to which the investigation relates is December 31, 1999.
2. The date to which the latest previous investigation under section 18 of the Insurance Companies Act 1982 related was December 31, 1998.
3. The valuation has been made in conformity with regulation 64 of the Insurance Companies Regulations 1994.
4. Not applicable.

5. (1) **Linked Contracts**

- (a) **Group Pension Fund Investment Policy.**
- (b) United Kingdom business, pension business, direct written business, non-profit policies, group pension.
- (c) Premiums are paid on an irregular basis.
- (d) The Group Pension Fund Investment Policy is a contract under which premiums are invested, after the deduction of expenses, in the Company's Series I pooled pension funds. A deposit administration fund, the Pension Deposit Account, is also available. Contracts written before 1 August 1988 included minimum annuity rate guarantees for amounts withdrawn from the pooled funds and used to purchase annuity benefits. These guarantees may be reviewed at any time and were reviewed during 1999 such that they give lower annuities than open market rates.

Deposits in the Pension Deposit Account are credited with interest based on the returns on an underlying portfolio of short term fixed interest investments. A rate of interest is declared from time to time and this rate is applied to all monies in the Account until a new rate is determined. Interest is credited annually to a policyholder's account. There is no guaranteed minimum level of interest. The average rate of interest applied during 1999 was 5.87%. Surrender Values are equal to the face amount of the Pension Deposit Account holdings.

- (e) There are no guaranteed investment returns except that amounts in the Pension Deposit Account are guaranteed not to go down.
- (f) The percentage of premiums invested is 100% less the expense deductions. The expense deductions from premiums are currently 0.75% on the first £100,000 of

deposits in a year, 0.5% on the next £900,000 of deposits in a year and 0.25% on the next £1.5 million of deposits in a year, there being no charge on the excess of deposits over £2.5 million in a year. In addition there is a charge of £25 per deposit. Deposits into the Long Term Gilt Fund attract a charge of £25 per deposit. Management charges on unit funds are 0.24% pa, (0.12% pa on the Cash Deposit fund).

- (g) The Company has the right to change the basis and level of the expense deductions. The management charges on the unit funds are not guaranteed and have no upper limit. Charges may be varied immediately for policies issued prior to August 1988, following a 12-month notice period for policies issued between August 1988 and March 1996, and following a 3-month notice period for policies issued thereafter.
- (h) The benefit payable at any time under a contract is equal to the bid value of the units then held in respect of that contract.
- (i) Benefits are determined by reference to the value of internal linked funds (the Series I pooled pension funds), except that benefits arising from the Pension Deposit Account are simply equal to the face amount of the Pension Deposit Account holdings.
- (j) There are no other features material to the method and basis of valuation.
- (k) The contract was open to new business in the year to December 31, 1999.
- (l) There were no increases in the rates of charges during the report period.
- (a) 1 **Deferred Annuity, and**
2 **Group Administered Pensions.**
- (b) 1 United Kingdom business, pension business, reinsurance accepted, non-profit policies, deferred annuity, and
2 United Kingdom business, pension business, reinsurance accepted, non-profit policies, group pension.
- (c) Premiums are paid on a weekly basis for the deferred annuities, and on a fortnightly basis for the group administered pensions.
- (d) The Company reinsures the unit liabilities of the Individual Linked pensions business contracts and of the Group Pension administered business contracts written by Confederation Life Insurance Company (UK) Limited. Under these arrangements the Company receives, by way of reinsurance premiums for each contract, an amount equal to the investment content of the premiums received by the ceding company on that contract and these premiums are used to purchase units in the Company's internal linked funds. The Company also receives, from time to time, premiums to fund changes in the linked reserves in respect of minimum annuity rate guarantees under the contracts reinsured. These

premiums are also used to purchase units in the Company's internal linked funds. The benefit payable at any time under a contract is equal to the value of the units then held in respect of that contract. There are no guarantees or options under these reinsurance agreements.

- (e) There are no guaranteed investment returns.
- (f) 100% of the reinsurance premiums are invested at bid prices. Under the reinsurance agreement, the Company levies a management charge (being those under the Series I pooled pension funds) to the ceding company of 0.24% pa (0.12% pa on the Cash Deposit fund), with any additional management fees charged to the underlying unit funds being reccredited to the cedant, together with reinsurance commission of 0.12% pa (0.06% pa on the Cash Deposit fund).
- (g) The management charges are not guaranteed and have no upper limit.
- (h) The benefit payable at any time under a contract is equal to the value of the units then held in respect of that contract.
- (i) Benefits are determined by reference to the value of internal linked funds. The Deferred Annuities are linked to the Individual pension funds. Group Administered Pensions sold before October 1993 are linked to the Series I pooled pension funds, whilst those sold thereafter are linked to the Series II pooled pension funds.
- (j) There are no other features material to the method and basis of valuation.
- (k) Additional contracts were neither sought nor written during the year to December 31, 1999.
- (l) There were no increases in the rates of charges during the report period.

5. (2) Not applicable.

5. (3) Not applicable.

5. (4) **Unit Valuation**

Individual Pension Funds

Unit prices are determined on an "offer" basis if the fund is in a net inflow position and on a "bid" basis if the fund is in a net outflow position. Judgement is used to determine the trend in each fund.

For funds valued on an "offer" basis, the value of the fund is determined by calculating the purchase cost of the underlying investments including the costs of acquiring the assets, adjusted by investment management charges, and any other charges on the investments. For funds valued on a "bid" basis the value of

the fund is determined by calculating the sale proceeds of the underlying investments including the costs of disposing of the assets, adjusted by investment management charges and any other charges on the investments. The relevant total is divided by the number of units to arrive at the bid price of units which is rounded up in the third decimal place to arrive at the published bid price, at which units are de-allocated. The published offer price, at which units are allocated, is equal to the published bid price divided by 0.95, rounded down in the third decimal place.

Pooled Pension Funds

Unit prices are determined on an "offer" basis or a "bid" basis at each valuation date depending on whether there are net inflows or outflows respectively.

When a fund is on an "offer" basis there is a single unit price. The value of the fund is determined by calculating the purchase cost of the underlying investments including the costs of acquiring the assets, adjusted by investment management charges, and any other charges on the investments. This total is divided by the number of units to arrive at the price of units which is rounded up in the third decimal place to arrive at the published bid and offer prices, which are identical.

When the fund is on a "bid" price the published offer price is derived on the above basis. The published bid price is calculated as the sale proceeds of the underlying investments less the costs of disposing of the assets adjusted for investment management charges and any other charges on the investments, divided by the number of units, rounded up in the third decimal place.

(5) Not applicable.

(6) Sun Life of Canada Unit Managers Limited sells units to SLC Pooled Pensions Limited at creation price. In addition, annual management charges levied on the underlying unit trusts are rebated to the internal linked funds.

6. (1) General Principles and Methods of Valuation

(a) Not applicable.

(b) Not applicable, since there are no with-profits policies.

(c) Not applicable.

(d) Negative reserves did not arise.

(e) Policies do not participate in bonus distribution, therefore no reserve was made for future bonuses.

(f) Not applicable.

(g) The Pension Deposit Account offers a modest investment guarantee in that funds to the policyholder's credit are guaranteed not to fall in value. A reserve based on a 3 percentage point rise in the yields of the underlying fixed-interest stocks is held as part of the Regulation 75 (of the Insurance Companies Regulations) reserve (see 7(6) below) and is deemed to adequately cover the investment guarantee.

(h) No reserve was considered necessary in respect of annuity rate guarantees since their basis gives lower annuities than open market rates and may in any event be amended by the Company (see 5.1(d) above).

(2) Not applicable.

7. Interest, Mortality and Morbidity Assumptions

(1) The nature of the business is such that no interest, mortality or morbidity assumptions need be made.

(2) Not applicable.

(3) Not applicable.

(4) Not applicable.

(5) Not applicable.

(6) Resilience Reserves - Scenario Testing

The nature of the Company's business is such that it is most exposed to a resilience scenario involving (i) interest rate increases, as there is no provision to apply a market value adjustment to policyholder withdrawals from the Pension Deposit Account, and (ii) market value falls, as management fee income would be impaired. Consequently, the only scenario tested under Regulation 75 of the Insurance Companies Regulations involved subjecting the fixed interest assets supporting policyholder liabilities to flat 3% increases to their current redemption yields, and reducing unit values by 25% of their current values.

(7) Resilience Reserves - Cash Flow Mismatching Testing

No reserve was made pursuant to Regulation 75(a) of the Insurance Companies Regulations as it is considered that the nature of the liabilities is such that the requirements of Regulation 75(a) are fully covered by the scenario tested under Regulation 75(b).

(8) The scenario described under sub-paragraph (6) above, resulted in a reserve pursuant to Regulation 75(b) of the Insurance Companies Regulations of £59,000.

- (a) Management fee levels on the Group Pension Fund Investment Policy are assumed to be at the current levels described earlier.
 - (b) The methodology involved increasing the redemption yield of each asset backing the Pension Deposit Account liabilities by 3 percentage points from its current level. This resulted in a reduced value of assets under the scenario concerned, and since the value of policyholder liabilities does not change, sufficient additional assets were set aside such as to ensure that, following the changes to the asset values as per the scenario described in 7(6), the reduced value of assets was equal to policyholder liabilities. Underlying unit fund values were assumed to fall by 25% and the resultant expense margin shortfall in future years was identified.
 - (c)
 - (i) The aggregate amount of long term liabilities did not increase.
 - (ii) The aggregate amount by which the assets allocated to match such liabilities reduced was £59,000.
- (9) There were no categories of contract with liabilities denominated in currencies other than sterling.
- 8. Assumptions for non-linked business**
- (a) Not applicable.
 - (b) Not applicable.
 - (c) Not applicable.
 - (d) Not applicable.
- 9. Assumptions for linked business**
- (a) The valuation net liability is determined as the product of the number of units in issue in each fund and the bid price of the fund at 31 December 1999, together with the face value of the Pension Deposit Account. Regulation 75 reserves are also held as described above.
 - (b) No reserve was required to meet the expenses likely to be incurred in fulfilling existing contracts. This was established by comparing fee income and front-end loads on existing contracts against projected management expenses over future years. Fund growth was assumed to be at 5.5% pa and expense inflation of 4% pa was assumed.
- 10.(1) Salary-related expenses were assumed to increase at a rate of 4% pa.
- (2) The aggregate amount of expense contribution arising in the valuation during the 12 months after the valuation date is £5.3 million. This arises from estimated fund

management charges net of reinsurance commission payments and front-end deductions from premium income.

- (3) No reserve was necessary in respect of the expenses of continuing to transact new business during the 12 months following the valuation date. This was established by comparing management fee income and front-end deductions from premium income on anticipated new business against the budgeted management expenses deemed to arise either directly from new business or as a result of the upgrading of systems to continue to compete for new business. Product terms were assumed to remain unchanged.
- (4) No additional reserve was required to provide for the costs of closure to new business since, in practice, such costs would be borne by the ultimate holding company, Sun Life of Canada. Any closure to new business costs are in any event likely to be negligible as new business is procured by the Company's client service team, whose prime role is to service existing clients.
- 11. The proportion of the total net liabilities (other than liabilities for property-linked benefits) not matched by assets in the same currency is nil.
- 12. Not applicable.
- 13. Not applicable.
- 14. Not applicable.
- 15. Not applicable.
- 16. Not applicable.
- 17. See Form 46. Form 46A is not applicable.
- 18. See Form 47. Form 47A is not applicable.
- 19.(1) See Forms 48 and 49.

(2)(3)&(4) Not applicable, since no derivatives having an impact on Form 48 were held.
- 20.(1) See Forms 53 and 55. Forms 51, 52, 54 and 56 are not applicable.

(2) Not applicable.

(3) Not applicable.
- 21.(1) See Form 57.

(2) Not applicable, as no part of the valuation involved the use of yields for discounting future liabilities.

(3) Not applicable.

22. See Form 58.

23. See Form 60.

Form 61 is not required since there are no Supplementary Accident and Sickness liabilities.

Appointed Actuary
S T Hill
30 June 2000

Long term business : Summary of changes in ordinary long term business

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Name of company **SLC Pooled Pensions Ltd**

Global business

United Kingdom business

Non-linked

Financial year ended **31st December 1999**

		Company registration number	GL/UK/CM	Period ended			Units	UK/OS	NL/LN	
				day	month	year				
		R46	2822434	GL	31	12	1999	£000	UK	NL
		Life assurance and general annuity		Pensions 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	
		1	2	3	4	5	6	7	8	
In force at beginning of year	11									
New business and increases	12									
Net transfers and other alterations 'on'	13									
Total 'on' (12+13)	19									
Deaths	21									
Other insured events	22									
Maturities	23									
Surrenders	24									
Forfeitures	25									
Conversions to paid-up policies for reduced benefits	26									
Net transfers, expiries and other alterations 'off'	27									
Total 'off' (21 to 27)	29									
In force at end of year (11+19-29)	39									

Long term business : Analysis of new ordinary long term business

Name of company **SLC Pooled Pensions Ltd**

Global business

Financial year ended **31st December 1999**

Company registration number	GL/UK/CM	Period ended			Units
		day	month	year	
R47	2822434	GL	31	12	1999
					£000

Type of insurance	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
UK DIRECT WRITTEN BUSINESS						
Pension Business						
Other Linked Contracts	9	17772				
Group Pension Linked Contracts						
Sub total: Other Linked Contracts	9	17772				
Total: Pension Business	9	17772				
Total: UK Direct Written Business	9	17772				

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

Name of company **SLC Pooled Pensions Ltd**

Global business

Financial year ended **31st December 1999**

Category of assets **Total long term business assets**

		Company registration number	GL/UK/CM	Period ended			Units	Category of assets
				day	month	year		
		R48	2822434	GL	31	12	1999	£000
								10
Type of asset			Value of admissible assets as shown on Form 13 1	Expected income from admissible assets 2			Yield % 3	
Land and buildings		11						
Fixed interest securities	Approved securities	12	942	79			6.27	
	Other	13	781	77			7.08	
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	7177	416			5.80	
	Not producing income	19	281					
Total (11 to 19)		29	9181	572			5.78	

Long term business : Analysis of admissible fixed interest and variable yield securities not held to match liabilities in respect of linked benefits

Printed 29th JUN 00 at 09:29

Global business

Financial year ended
31st December 1999

Category of assets	Total long term business assets
Real estate	100%
Equity investments	100%
Debt investments	100%
Other assets	100%

Financial year ended	31st December 1999	Total long term business assets									
Category of assets	Company registration number	GL/UK/CM	Period ended			Units	Category of assets				
			day	month	year						
	R49	2822434	GL	31	12	1999	£000	10			
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				
	1	2	3		4	5	6				
One year or less	11	207	5.55								
More than one year but not more than five years	12	735	6.47								
More than five years but not more than ten years	13										
More than ten years but not more than fifteen years	14										
More than fifteen years but not more than twenty years	15										
More than twenty years but not more than twenty five years	16										
More than twenty five years	17										
Irredeemable	18										
Total (11 to 18)	19	942	6.27								
One year or less	21	326	7.09								
More than one year but not more than five years	22	455	7.08								
More than five years but not more than ten years	23										
More than ten years but not more than fifteen years	24										
More than fifteen years but not more than twenty years	25										
More than twenty years but not more than twenty five years	26										
More than twenty five years	27										
Irredeemable	28										
Total (21 to 28)	29	781	7.08								

Long term business : Valuation summary of property linked contracts

Name of company SLC Pooled Pensons Ltd

Global business

United Kingdom business

Financial year ended 31st December 1999

Type of business Pension Business

Category of surplus															Ordinary Long Term														
Name of contract			Valuation basis		No 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		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	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															
DIRECT WRITTEN BUSINESS Non Profit contracts																													
Group pension Fund Investment Policy - (Issued pre-August 1988)															160												241822		
Group pension Fund Investment Policy - (Issued post-July 1988)															335												1054667		
Group pension Fund Investment Policy - Pension Deposit Account																											1975		
Reg 75b Resilience Reserve																											59		
Sub total: Non Profit contracts															495													1298523	
Sub total: Direct Written Business															495													1298523	
REASSURANCE ACCEPTED Non Profit contracts																												1684154	
Deferred Annuity Group Administered Pensions																												58602	
Sub total: Non Profit contracts																												1742756	

Long term business : Valuation summary of property linked contracts

Name of company **SLC Pooled Pensions Ltd**

Global business

United Kingdom business

Financial year ended **31st December 1999**Type of business **Pension Business**Category of surplus **Ordinary Long Term**

Pension Business										Financial year ended 31st December 1999													
Type of business		Company registration number		GL/UK/CM		Period ended				UK/OS		Type of business		Category of surplus									
						day month year				Units													
Category of surplus		Ordinary Long Term		R53		2822434		GL		31		12		1999		£000		UK		Pens		11	
Name of contract	Valuation basis		No 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			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	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									
Sub total: Reassurance Accepted										1742756					1742756							1742756	
Net total: Pension Business			495							3039245			2034		3039245		2034					3041279	
Net total: United Kingdom business			495							3039245			2034		3039245		2034					3041279	

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

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Name of company **SLC Pooled Pensions Ltd**

Global business

United Kingdom business

Financial year ended **31st December 1999**Category of surplus **Ordinary Long Term**

Internal linked fund

Company
registration
numberGL/UK/CM
day month year

Units

UK/OS

Category
of surplus

IL/DH

R55		2822434		GL	31	12	1999	£000	UK	11	ILH
Name of fund link or directly held asset	Name of unit type	Valuation price per unit or asset	2	3	4	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 units or directly held assets deemed allocated to contracts		Value of surplus units or directly held assets (7-8+9)
									5	6	
1											
Individual Pensions - Managed											
Sub total: Individual Pensions - Managed											
Individual Pensions- Managed II											
Sub total: Individual Pensions- Managed II											
Group Pensions - Managed											
Sub total: Group Pensions - Managed											
Group Pensions - Managed II											
Sub total: Group Pensions - Managed II											
Individual Pensions - Equity											
Sub total: Individual Pensions - Equity											
Individual Pensions - Equity II											
Sub total: Individual Pensions - Equity II											
Group Pensions - Equity											
Sub total: Group Pensions - Equity											

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

Printed 28th JUN 00 at 09:29

Name of company **SLC Pooled Pensions Ltd**

Global business

United Kingdom business

Financial year ended **31st December 1999**Category of surplus **Ordinary Long Term**

Internal linked fund

Company registration number **2822434** GL/UK/CM **GL** Period ended day month year **31 12 1999** Units **£000** UK/OS **UK** Category of surplus **11** IL/DH **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 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
Group Pensions - Equity II		28.719000	31918	917		917	917		
Sub total: Group Pensions - Equity II				917		917	917		
Individual Pensions - Property		13.534000	122962	1664		1664	1664		
Sub total: Individual Pensions - Property				1664		1664	1664		
Individual Pensions - Property II		8.307000	116924	971		971	971		
Sub total: Individual Pensions - Property II				971		971	971		
Group Pensions - Property		16.042000	6503163	104324	87915	16409	16409		
Sub total: Group Pensions - Property				104324	87915	16409	16409		
Group Pensions - Property II		18.011000	3795	68		68	68		
Sub total: Group Pensions - Property II				68		68	68		
Individual Pensions - International		10.871000	895131	9731		9731	9731		
Sub total: Individual Pensions - International				9731		9731	9731		
Individual Pensions - International II		15.196000	246164	3741		3741	3741		
Sub total: Individual Pensions - International II				3741		3741	3741		

Long term business : Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits (Sheet 3)

Printed 29th JUN 00 at 09:29

Name of company SLC Pooled Pensions Ltd

Global business

United Kingdom business

Financial year ended 31st December 1999

Category of surplus Ordinary Long Term

Internal linked fund

2822434												
R55												
2822434												
GL												
31												
12												
1999												
£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			
Group Pensions - International		12.964000	46581225	603879	540984	62895	62895					
Sub total: Group Pensions - International				603879	540984	62895	62895					
Group Pensions - International II		29.459000	5380	159		159	159					
Sub total: Group Pensions - International II				159		159	159					
Individual Pensions - Fixed Interest		26.540000	176450	4683		4683	4683					
Sub total: Individual Pensions - Fixed Interest				4683		4683	4683					
Individual Pensions - Fixed Interest II		10.911000	242995	2651		2651	2651					
Sub total: Individual Pensions - Fixed Interest II				2651		2651	2651					
Group Pensions - Fixed Interest		32.507000	9080752	295188	109473	185715	185715					
Sub total: Group Pensions - Fixed Interest				295188	109473	185715	185715					
Group Pensions - Fixed Interest II		26.014000	3094	80		80	80					
Sub total: Group Pensions - Fixed Interest II				80		80	80					
Individual Pensions - Cash Deposits		4.686000	474546	2224		2224	2224					
Sub total: Individual Pensions - Cash Deposits				2224		2224	2224					

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

(Sheet 4)

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Name of company SLC Pooled Pensions Ltd

Global business

United Kingdom business

Financial year ended 31st December 1999

Category of surplus Ordinary Long Term

Internal linked fund

Company registration number GL/UK/CM Period ended day month year Units UK/OS Category of surplus IL/DH

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	
R55	2822434	GL	31	12	1999	£000	UK	11	ILH
1	2	3	4	5	6	7	8	9	10
Individual Pensions - Cash Deposits II		7.172000	272014	1951		1951	1951		
Sub total: Individual Pensions - Cash Deposits II				1951		1951	1951		
Group Pensions - Cash Deposits		5.610000	5136593	28816	14991	13825	13825		
Sub total: Group Pensions - Cash Deposits				28816	14991	13825	13825		
Group Pensions - Cash Deposits II		16.329000	26716	436		436	436		
Sub total: Group Pensions - Cash Deposits II				436		436	436		
Individual Pensions - Index Linked		3.469000	109215	379		379	379		
Sub total: Individual Pensions - Index Linked				379		379	379		
Individual Pensions - Index Linked II		9.491000	34500	327		327	327		
Sub total: Individual Pensions - Index Linked II				327		327	327		
Group Pensions - Index Linked		4.114000	7745380	31864	3327	28537	28537		
Sub total: Group Pensions - Index Linked				31864	3327	28537	28537		
Group Pensions - Index Linked II		21.576000	6278	135		135	135		
Sub total: Group Pensions - Index Linked II				135		135	135		

Long term business : Analysis of units in internal linked funds and direct holdings of assets matching liabilities in respect of property linked benefits (Sheet 5)

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Name of company **SLC Pooled Pensions Ltd**

Global business

United Kingdom business

Financial year ended **31st December 1999**Category of surplus **Ordinary Long Term**

Internal linked fund

Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/DH	
Company registration number													GL/UK/CM			Period ended			Units		UK/OS		Category of surplus		IL/D	

Long term business : Matching rectangle

Sterling liabilities

Name of company **SLC Pooled Penslons Ltd**Valuation rate(s) of interest **0.00%**

Global business

Type of business

Pension BusinessFinancial year ended **31st December 1999**

Non profit

Total long term business assets

Category of assets

Company
registration
number

GL/UK/CM

Period ended
day month yearStg/
NonStgValuation
rate of
interestL&GA/Pens/
PHI/Other

WP/NP

Category
of assets

R57			2822434		GL	31	12	1999	£000	Stg	0.00	Pens	NP	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									
Fixed interest securities					12	942		6.27		910		910		9.26
Other					13	781		6.69		754		754		9.69
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	252		5.75		252	59	311		8.75
Not producing income					19									
Total (11 to 19)					29	1975		6.37		1916	59	1975		9.34
Gross valuation interest rate %					31									
Net valuation interest rate % (where appropriate)					32									
Mathematical reserve or other liability, net of reinsurance					33	1975						1975		

Sterling/Non sterling liabilities

Name of company **SLC Pooled Pensions Ltd**Valuation rate(s) of interest **Balance**

Global business

Type of business

Financial year ended **31st December 1999**

With profits/Non profit

Category of assets **Total**

Company registration number	GL/UK/CM	Period ended			Units	Stp/NonStg	Valuation rate of Interest	L&GA/Pens/PHI/Other	WP/NP	Category of assets
		day month year								
		GL	31	12						
R57	2822434									
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									
Fixed interest securities	Approved securities	12								
	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	59		5.75	59	(59)			
	Not producing income	19								
Total (11 to 19)		29	59		5.75	59	(59)			
Gross valuation interest rate %		31								
Net valuation interest rate % (where appropriate)		32								
Mathematical reserve or other liability, net of reinsurance		33	59							

Returns under Insurance Companies Legislation
Long term business : Matching rectangle

Name of company **SLC Pooled Pensions Ltd**
Global business

Financial year ended **31st December 1999**

Sterling/Non sterling liabilities

Valuation rate(s) of interest **Total**

Type of business

With profits/Non profit

Category of assets **Total**

Form 57
(Sheet 3)

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Company registration number	GL/JUK/CM	Period ended			Units	Stg/NonStg	Valuation rate of Interest	L&GA/Pens/PHI/Other	WP/NP	Category of assets
		day	month	year						
		31	12	1999						
R57	2822434	GL	31	12	1999	£000		99		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			
Land and buildings		11				3	4	5		6
		12	942	6.27	910			910		9.26
Fixed interest securities		13	781	6.69	754			754		9.69
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								
All other assets		18	311	5.75	311			311		8.75
Not producing income		19								
Total (11 to 19)		29	2034	6.35	1975			1975		9.34
Gross valuation interest rate %		31								
Net valuation interest rate % (where appropriate)		32								
Mathematical reserve or other liability, net of reinsurance		33	2034					1975		

Long term business : Valuation result and distribution of surplus

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Name of company **SLC Pooled Pensions Ltd**

Global business

Financial year ended **31st December 1999**Company
registration
number

GL/UK/CM

Period ended

day month year

Units

Category
of surplusCategory of surplus **Ordinary Long Term**

		R58	2822434	GL	31	12	1999	£000	11
Valuation result	Fund carried forward				11			3041279	
	Bonus payments made to policyholders in anticipation of a surplus				12				
	Transfers out of fund/ parts of fund	Transfer to non-technical account			13				
		Transfer to other funds/parts of funds			14				
	Net transfer out of funds/parts of funds (13+14)				15				
	Total (11+12+15)				16			3041279	
	Mathematical reserves for accumulating with profit policies				17				
	Mathematical reserves for other non linked contracts				18				
	Mathematical reserves for property linked contracts				19			3041279	
	Mathematical reserves for index linked contracts				20				
	Total (17 to 20)				21			3041279	
	Surplus including contingency and other reserves held towards the solvency margin (deficiency) (16-21)				29				
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			104	
		Transfer from other funds/parts of fund			33				
	Net transfer into fund/part of fund (32+33)				34			104	
	Surplus arising since the last valuation				35			(104)	
	Total (31+34+35)				39				
Distribution of surplus	Bonus payments made to policyholders in anticipation of a surplus				41				
	Allocated to policyholders by way of	Cash bonuses			42				
		Reversionary bonuses			43				
		Other bonuses			44				
		Premium reductions			45				
	Total allocated to policyholders (41 to 45)				46				
	Net transfer out of fund/part of fund				47				
	Total distributed surplus (46+47)				48				
	Balance of surplus (including contingency and other reserves held towards the solvency margin) carried forward unappropriated				49				
	Total (48+49)				59				
Percentage of distributed surplus allocated to policyholders of fund/part of fund					61				
Corresponding percentage at three immediately previous valuations	Latest	(year of valuation 1998)			62				
	Earlier	(year of valuation 1997)			63				
	Earliest	(year of valuation 1996)			64				

Long term business : Required minimum margin

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Name of company SLC Pooled Pensions Ltd

Global business

Financial year ended 31st December 1999

Company registration number
GL/UK/CM
Period ended
day month year
Units

Financial year ended 31st December 1999										R60	2822434		GL	31	12	1999	£000						
Class		Classes I, II & IX		Class III business with relevant factor of					Class IV and VI		Classes VII and VIII business with relevant factor of					Unallocated additional mathematical reserves with relevant factor of			Total for all classes				
Relevant factor (Instruction 1)		4%	1%	4%	2%	1%	3%	Nil	Total	4%	6%	4%	7%	1%	8%	Nil	Total	4%	11%	1%	12%	The financial year 13	The previous year 14
Mathematical reserves before deduction of reinsurance	11							1742756	1742756				1975			1296489	1298464	59				3041279	2819956
	12																						
	13							1742756	1742756				1975			1296489	1298464	59				3041279	2819956
	14							1742756	1742756				1975			1296489	1298464	59					
Mathematical reserves after deduction of reinsurance	15																						
	16							1742756	1742756				1975			1296489	1298464	59				3041279	
Ratio of 16 to 13 or 0.85 if greater (see Instruction 2)									1.000000								1.000000	1.000000					
Required margin of solvency - first result = (line 13) * (line 17) * relevant factor																	79	2				81	123
Non negative capital at risk before reinsurance (see Instruction 3)	21																						
	22																						
	23																						
	29																						
Total (21 to 23)																							
Non negative capital at risk after reinsurance (all contracts) (see Instruction 3)																							
Ratio of line 31 to line 29, or 0.50 if greater																							
Required margin of solvency - second result (see Instruction 4)																							
Sum of first and second results (19+39)																	79	2				81	123
Required margin of solvency for supplementary Accident & Sickness Insurance & Class V business																							
Total required margin of solvency for long term business (49+51)																						81	123
Minimum guarantee fund																						613	564
Required minimum margin (greater of lines 59 and 61)																						613	564

SLC POOLED PENSIONS LIMITED

NOTES TO SCHEDULE 4

- 4601** There were 495 group contracts in force at 31 December 1999, and one reinsurance accepted agreement.
- 4701** This form excludes details of new contracts which have arisen as a result of switches from existing contracts.
- 4801** The accrued interest included in line 12 (column 1) is £21,000.
- 4802** The accrued interest included in line 13 (column 1) is £27,000.
- 5701 Rate of Interest - Balance**

This form includes the Regulation 75 (resilience) reserve, which is zero this year.

SLC POOLED PENSIONS LIMITED

CERTIFICATE IN PURSUANCE OF REGULATION 23 OF THE INSURANCE COMPANIES (ACCOUNTS AND STATEMENTS) REGULATIONS 1996

- a) SLC Pooled Pensions Limited have documented Derivative Operating Guidelines to be followed, which have been approved by the Board of Directors. These allow derivative instruments to be used for hedging purposes or for efficient portfolio management subject to the same standards of prudence, due diligence, management supervision, controls and reporting as apply to other investments. The Directors set limits and all derivative transactions are reported to the Managing Director.
- b) Provision is made for derivatives to be used for hedging or risk management purposes without restricting their use to contracts, which are reasonably likely to be exercised. Forward currency derivatives have been used to hedge against the risk of adverse currency movements. These types of derivatives are only held in linked long-term funds.
- c) None. All derivatives purchased in 1999 were acquired with the intention of being exercised. In particular no 'far out of the money' options were purchased.
- d) No change
- e) No change
- f) No change
- g) Zero
- h) Not applicable
- i) Not applicable

SLC POOLED PENSIONS LIMITED

**CERTIFICATE IN PURSUANCE OF REGULATION 24 OF THE
INSURANCE COMPANIES (ACCOUNTS AND STATEMENTS)
REGULATIONS 1996**

Information on shareholders controllers

- (a) The following persons have been shareholder controllers of the company during the financial year ended 31st December 1999:-

- 1) Confederation Life Insurance Company (UK) Limited
- 2) Confederation UK Holdings Plc
- 3) Sun Life of Canada UK Holdings Plc
- 4) Sun Life Assurance Company of Canada

- (b) At 31st December 1999:

- (1)
 - (a) Confederation Life Insurance Company (UK) Limited holds 100% of the shares of the Company.
 - (b) Confederation UK Holdings Plc holds 100% of the shares of Confederation Life Insurance Company (UK) Limited
 - (c) Sun Life of Canada UK Holdings Plc holds 100% of the ordinary shares of Confederation UK Holdings Plc
 - (d) Sun Life Assurance Company of Canada holds 100% of the shares of Sun Life of Canada UK Holdings Plc.
- (2) The percentage voting powers entitled to be exercised by those shareholder controllers listed at (a) (1) (2) (3) and (4) above are in accordance with their percentage shareholdings as shown in (b) (1) above.

SLC POOLED PENSIONS LIMITED

CERTIFICATE BY THE DIRECTORS (CONTINUED)

4. (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 from the realisation of such assets and any other income or proceeds allocated to the long term business fund 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 funds for the assets of the company has been made at fair market value;
 - (c) that the company has not given guarantees of the performance by any related company of a contract binding on the related company which would fall to be met by any long term business fund;
 - (d) that the investment policy and practice of the company in respect of the internal linked funds maintained during the financial year was consistent with any representations made to policy holders or potential policy holders 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.
5. (a) that the system 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';

RETURNS UNDER INSURANCE COMPANIES LEGISLATION

CERTIFICATE REQUIRED BY REGULATION 28(A) OF THE INSURANCE COMPANIES (ACCOUNTS AND STATEMENTS) REGULATIONS 1996

SLC POOLED PENSIONS LIMITED

GLOBAL BUSINESS

FINANCIAL YEAR ENDED 31 DECEMBER 1999

1. (a) in relation to the part of the return comprising Forms 9, 10, 13 to 16, 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 ("the Regulations") that:
 - (i) the return has been prepared in accordance with the Regulations (as modified by an Order dated 20 December 1999 issued under section 68 of the Insurance Companies Act 1982);
 - (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) -
- (c) 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.
- (d) in relation to the statement required by regulation 31 of the Insurance Companies (Accounts and Statements) Regulations 1996:
 - (i) that for the purpose 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. The margin of solvency required by section 32 of the Insurance Companies Act 1982 has been maintained throughout the financial year.
3. -

SLC POOLED PENSIONS LIMITED
REPORT OF THE AUDITORS TO THE DIRECTORS PURSUANT TO
REGULATION 29 OF THE INSURANCE COMPANIES
(ACCOUNTS AND STATEMENTS) REGULATIONS 1996

FINANCIAL YEAR ENDED 31 DECEMBER 1999

We have examined the 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 16 and 40 to 45 (including the supplementary notes thereto) ("the Forms") on pages 1 to 21;
- the statement furnished pursuant to regulation 23 on page ⁴⁹50 ("the statement"); and
- the certificate signed in accordance with regulation 28(a) on pages ⁵¹52 to ⁵³54 ("the certificate").

In the case of the certificate, our examination did not extend to:

- a) paragraph 1 in relation to the statements required by regulations 24 and 31 concerning shareholder controllers and the Appointed Actuary;
- b) paragraph 4(d) concerning the investment policy and practice of internal linked funds, required by paragraph 4(d) of Schedule 6; and
- c) paragraph 5(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, statement 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 on 20 December 1999. Under regulation 5 the Forms and statement 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 statement 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 opinion to you.

SLC POOLED PENSIONS LIMITED

CERTIFICATE BY THE DIRECTORS (CONTINUED)

- Money Laundering - Guidance Notes for the Financial sector (revised and consolidated June 1997 and updated August 1998 and April 1999) 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; and

(b) 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'. (Part VIII of the Insurance Companies Regulations 1994);
- Prudential Guidance Note 1995/3 - 'The use of derivatives in insurance funds';
- Prudential Guidance Note 1998/1 - 'The preparation of annual returns to Insurance Directorate of HM Treasury'.

6. -

7. -

..... P. Sharman
Managing Director

..... I. R. Fishwick
Director

30 June 2000

SLC POOLED PENSIONS LIMITED

APPOINTED ACTUARY'S CERTIFICATE

I certify that:

- (a)
 - i) in my opinion proper records have been kept by the company adequate for the purpose of the valuation of the liabilities of the long term business; and
 - ii) the mathematical reserves as shown in Form 14 constitute proper provision at the end of the financial year for the liabilities (other than liabilities which had fallen due before that date) arising under or in connection with contracts for long term business; and
 - iii) for the purposes of sub-paragraph (ii) above the liabilities have been assessed in accordance with Part IX of the Insurance Companies Regulations 1994 in the context of assets valued in accordance with Part VIII of those Regulations, as shown in Form 13; and
 - iv) that the guidance notes "Actuaries and Long-Term Insurance Business (GN1)" and "Additional Guidance for Appointed Actuaries (GN8)", issued by the Institute of Actuaries and the Faculty of Actuaries effective 1 December 1998 and 1 September 1996 respectively, have been complied with; and
 - v) in my opinion, premiums for contracts entered into during the financial year and the income earned thereon are sufficient, on reasonable actuarial assumptions, and taking into account the other financial resources of the company that are available for the purpose, to enable the company to meet its commitments in respect of those contracts and, in particular, to establish adequate mathematical reserves; and
- (b) the amount of the required minimum margin applicable to the company's long term business immediately following the end of the financial year was £613,000.

S T Hill
Appointed Actuary
30 June 2000

REPORT OF THE AUDITORS (CONTINUED)

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 28 June 2000. It also included an assessment of the significant estimates and judgements made by the company in the preparation of the Forms and statement.

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 statement 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 system.

In giving our opinion we have relied upon the Certificate of the Actuary on page ⁵⁶57 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.

Deloitte & Touche,
Chartered Accountants and Registered Auditors,
Stonecutter Court,
1 Stonecutter Street,
London EC4A 4TR
30 June 2000

SLC POOLED PENSIONS LIMITED

SLC POOLED PENSIONS LIMITED

Statement pursuant to Regulation 31 of the
Insurance Companies (Accounts and Statements) Regulations 1996
in respect of the Financial Year ended 31st December 1999

- 1) S T Hill was the Appointed Actuary from 1 January 1999 to 31 December 1999:
 - a) he had no interests in the shares or debentures of the Company.
 - b) he and his wife are the lives assured and beneficiaries under a range of policies effected with Sun Life Assurance Company of Canada with a total premium of £1409.50.
 - c)
 - (i) he was not entitled to receive any remuneration or other benefits under his contract of service with the Company in respect of any part of that period, but was entitled to receive from the Company's holding company (Sun Life Assurance Company of Canada) remuneration of £128,400 , and other benefits valued at £11,299 in respect of that period;
 - (ii) he was a director of Sun Life Assurance Company of Canada (UK) and Confederation Life Insurance Company (UK) Limited but received no specific remuneration for his services in this capacity.
 - d) he was not entitled to receive and did not receive in that period any other pecuniary benefit from the Company, but was a member of the company's staff pension, life assurance, personal accident plan and long term disability arrangements.
- 2) The Company made a request to the Actuary to furnish to it the particulars specified in paragraph (1) of the above mentioned Regulation 31, and the particulars set out in (1) above were furnished in respect of that request.