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HILL SAMUEL
LIFE ASSURANCE LIMITED

D.T.I. RETURNS
31 OCTOBER 1994

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COMPANIES HOUSE 02/10/95

HILL SAMUEL LIFE ASSURANCE LIMITED

ANNUAL RETURN TO THE DEPARTMENT OF TRADE AND INDUSTRY

UNDER THE INSURANCE COMPANIES ACT 1982

FOR THE YEAR ENDED 31 OCTOBER 1994

Schedules 1, 3, 4 and 6 of the Insurance Companies

(Accounts and Statements) Regulations 1983 (as amended)

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Returns under Insurance Companies Legislation

Form 9

Statement of solvency

(Sheet 1)

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units		For official use
F9	667139	GL	31	10	1994	£000		

		As at the end of the financial year 1	As at the end of the previous year 2	Source Form	Line	Column
GENERAL BUSINESS						
Available assets						
Other than long term business assets allocated towards general business required minimum margin	11			see instructions		
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					
Implicit items admitted under regulation 23(5) of the Insurance Companies Regulations 1994	14					
LONG TERM BUSINESS						
Available assets						
Long term business admissible assets	21	1,322,634	1,424,267	10.11		
Other than long term business assets allocated towards long term business required minimum margin	22	22,501	22,540	see instructions		
Total mathematical reserves (after distribution of surplus)	23	801,598	878,918	see instructions		
Other insurance and non-insurance liabilities	24	505,702	525,152	see instructions		
Available assets for long term business required minimum margin (21 + 22 – 23 – 24)	25	37,835	42,737			
Implicit items admitted under regulation 23(5) of the Insurance Companies Regulations 1994						
Future profits	31	11,200	3,892			
Zilmerising	32					
Hidden reserves	33					
Total of available assets and implicit items (25 + 31 + 32 + 33)	34	49,035	46,629			
Required minimum margin						
Required minimum margin for long term business	41	34,789	37,601	60.13		
Explicit required minimum margin (1/6 x 41, or minimum guarantee fund if greater)	42	5,798	6,267			
Excess (deficiency) of available assets over explicit required minimum margin (25 – 42)	43	32,037	36,470			
Excess (deficiency) of available assets and implicit items over the required minimum margin (34 – 41)	44	14,246	9,028			

Returns under Insurance Companies Legislation

Statement of solvency

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

Form 9
(Sheet 2)

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units		For official use
F9	667139	GL	31	10	1994	£000		

	As at the end of the financial year 1	As at the end of the previous year 2	Source Form	Line	Column

ALLOCATION OF OTHER THAN LONG TERM BUSINESS ASSETS

Other than long term business assets allocated towards general business required minimum margin	51			
Other than long term business assets allocated towards long term business required minimum margin	52			
Net other than long term business assets (51 + 52)	53			10.29

CONTINGENT LIABILITIES

Quantifiable contingent liabilities in respect of other than long term business as shown in a supplementary note to Form 15	60			see instructions
Quantifiable contingent liabilities in respect of long term business as shown in a supplementary note to Form 14	61			see instructions

Please refer to the section on Instructions for Completion of Forms

B H Portman **Chief Executive**

P J Morris **Director**

28 April 1995 **W Au** **Director**

Returns under Insurance Companies Legislation

Form 10

Statement of net assets

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	For official use
F10	667139	GL	31	10	1994	£000	

		As at the end of the financial year 1	As at the end of the previous year 2	Source Form	Line	Column
Long Term business–admissible assets	11	1,322,634	1,424,267		13.93	
Long Term business–liabilities and margins	12	1,322,634	1,424,267		14.59	
Other than Long Term business–admissible assets	21	22,501	22,540		13.93	
Other than Long Term business–liabilities	22				15.59	
Net admissible assets (21–22)	27	22,501	22,540			
Unpaid capital–as per line 53	28					
Net assets (27 + 28)	29	22,501	22,540			
Authorised share capital	41	9,501	9,501			
Paid up share capital	51	9,500	9,500			
Share premium account	52	10,000	10,000			
Unpaid amounts (including share premium) on partly paid shares within the limits allowed by Regulation 23 of the Insurance Companies Regulations 1994	53					
Amounts representing the balance of net assets	54	3,001	3,040			
Total (51 to 54) and equal to line 29 above	59	22,501	22,540			

Returns under Insurance Companies Legislation

Analysis of admissible assets

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global business

Business: Other Than Long Term

Financial year ended: 31 October 1994

Category of Assets: TOTAL

Form 13
(Sheet 1)

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
F13	667139	GL	31	10	1994	£000	1	

Admissible assets				As at the end of the financial year 1	As at the end of the previous year 2
Land			11		
Fixed interest securities	Issued by, or guaranteed by, any government or public authority		12		5,164
	Other fixed interest securities except those in dependants which must be included in lines 29 to 34 and any to be included in lines 61 or 62	listed	13		
		unlisted debentures	14		
		other unlisted	15		
Variable interest securities except those included at lines 21 to 34	Issued by, or guaranteed by, any government or public authority, except those included at line 17		16		
	Issued by, or guaranteed by, any government or public authority, where the capital value or interest is determined by an index of prices		17		
	Other		18		
Other variable interest investments	Equity shares except those in dependants which must be included in lines 29, 31 or 33	listed	21		
		unlisted	22		
	Holdings in authorised unit trust schemes and recognised schemes within the meaning of the Financial Services Act 1986		23		
Investments in dependants	Companies authorised to transact insurance business in the United Kingdom	Value of any shares held	29		
		Debts, other than amounts which must be included in lines 41 or 51 to 54	30		
	Other insurance companies	Value of any shares held	31		
		Debts, other than amounts which must be included in lines 41 or 51 to 54	32		
	Non-insurance companies	Value of any shares held	33		
		Debts, other than amounts which must be included in lines 41 or 51 to 54	34		
Rights under derivative contacts			35		
Total (11 to 35)			39		5,164

Returns under Insurance Companies Legislation

Analysis of admissible assets

Form 13
(Sheet 2)

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Business **Other Than Long Term**

Financial year ended **31 October 1994**

Category of Assets **TOTAL**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
F13	667139	GL	31	10	1994	£000	1	

Admissible assets				As at the end of the financial year 1	As at the end of the previous year 2
Loans secured by policies of insurance issued by the company			41		
Tax recoveries due from taxation authorities			42		
Deposits and current accounts with approved credit institutions, and approved financial institutions, and deposits with local authorities	Current accounts and amounts on deposit for a fixed term of, or on deposit and withdrawable after giving notice of, 12 months or less after the end of the financial year, and certificates of deposit maturing during that period		43	22,436	13,000
	Other		44		
Insurance debts including those due from dependants and individuals	Premium income in respect of direct insurance and facultative reinsurance contracts accepted not yet paid to the company less commission payable thereon		51		
	Amounts due from ceding insurers and intermediaries under reinsurance treaties accepted		52		
	Amounts due from reinsurers and intermediaries under reinsurance contacts ceded		53		
	Recoveries due by way of salvage or from other insurers in respect of claims paid other than recoveries under reinsurance contacts ceded		54		
Debts fully secured on land except listed debentures (which must be included in line 13), debts due from dependants (which must be included in lines 30, 32 or 34), and debts due from individuals (which must be included in lines 64 or 66)		due more than 12 months after the end of the financial year	61		
		due in 12 months or less after the end of the financial year, or which would become due if the company exercised any right to require repayment within that period	62		
Debts except those which must be included in other lines	due more than 12 months after the end of the financial year	due from companies and unincorporated bodies of persons	63		
		due from individuals	64		
	due in 12 months or less after the end of the financial year, or which would become due if the company exercised any right to require repayment within that period	due from companies and unincorporated bodies of persons	65		4,264
		due from individuals	66	65	112
Total (41 to 66)			69	22,501	17,376

Returns under Insurance Companies Legislation

Analysis of admissible assets

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global business

Business: Other Than Long Term

Financial year ended: 31 October 1994

Category of Assets: TOTAL

Form 13
(Sheet 3)

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
F13	667139	GL	31	10	1994	£000	1	

Admissible assets			As at the end of the financial year 1	As at the end of the previous year 2
Shares in Building Societies and Industrial and Provident Societies		71		
Cash		72		
Computer equipment		81		
Other office machinery, furniture, motor vehicles and other equipment		82		
Life interests, reversionary interests and similar interests in property		83		
Linked assets	linked assets in internal linked funds (as shown in line 12 on Form 49)	85		
	other linked assets	86		
Deduction for inadmissible assets		87		
Total of Sheet 1 (13.39)		91		5,164
Total of Sheet 2 (13.69)		92	22,501	17,376
Gross Total of admissible assets (71 to 92)		93	22,501	22,540
Total of assets valued in accordance with valuation regulations which would have been included in one of the headings above but for the admissibility limits applied by which certain assets are required to be taken into account only to a specified extent		94		
Amount included in line 93 attributable to debts due from related companies, other than those under contracts of insurance or reinsurance		95	4,436	4,264

Please refer to the section on Instructions for Completion of Forms

Returns under Insurance Companies Legislation **Form 13A**

Analysis of derivative contracts

Name of Company HILL SAMUEL LIFE ASSURANCE LIMITED

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

Business: ~~Long Term~~/Other than Long Term

Financial year ended 31 OCTOBER 1994

Category of assets TOTAL

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
F13A	667139	GL	31	10	19 94	£000	1	

Derivative Contracts			As at the end of the financial year		As at the end of the previous year	
			Assets 1	Liabilities 2	Assets 3	Liabilities 4
Futures Contracts	Fixed-interest securities	11				
	Equity Shares	12				
	Land	13				
	Currencies	14				
	Other	15				
Options	Fixed-interest securities	21				
	Equity Shares	22				
	Land	23				
	Currencies	24				
	Other	25				
Contracts for Differences	Fixed-interest securities	31				
	Equity Shares	32				
	Land	33				
	Currencies	34				
	Other	35				
Adjustment for margins		41				
Provision for adverse changes in value		42				
Total (11 to 42)		51				

Returns under Insurance Companies Legislation

Analysis of admissible assets

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global business

Business: Long Term

Financial year ended: 31 October 1994

Category of Assets: TOTAL

Form 13
(Sheet 1)

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
F13	667139	GL	31	10	1994	£000	10	

Admissible assets				As at the end of the financial year 1	As at the end of the previous year 2
Land			11	911	828
Fixed interest securities	Issued by, or guaranteed by, any government or public authority		12	128,569	159,916
	Other fixed interest securities except those in dependants which must be included in lines 29 to 34 and any to be included in lines 61 or 62	listed	13	255,835	288,307
		unlisted debentures	14		
		other unlisted	15		
Variable interest securities except those included at lines 21 to 34	Issued by, or guaranteed by, any government or public authority, except those included at line 17		16		
	Issued by, or guaranteed by, any government or public authority, where the capital value or interest is determined by an index of prices		17	2,521	4,656
	Other		18		
Other variable interest investments	Equity shares except those in dependants which must be included in lines 29, 31 or 33	listed	21		
		unlisted	22		
	Holdings in authorised unit trust schemes and recognised schemes within the meaning of the Financial Services Act 1986		23	24,127	24,481
Investments in dependants	Companies authorised to transact insurance business in the United Kingdom	Value of any shares held	29	112	112
		Debts, other than amounts which must be included in lines 41 or 51 to 54	30		
	Other insurance companies	Value of any shares held	31		
		Debts, other than amounts which must be included in lines 41 or 51 to 54	32		
	Non-insurance companies	Value of any shares held	33		
		Debts, other than amounts which must be included in lines 41 or 51 to 54	34		15
Rights under derivative contracts			35		
Total (11 to 35)			39	412,075	478,315

Returns under Insurance Companies Legislation

Form 13
(Sheet 2)

Analysis of admissible assets

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Business **Long Term**

Financial year ended **31 October 1994**

Category of Assets **TOTAL**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
F13	667139	GL	31	10	1994	£000	10	

Admissible assets				As at the end of the financial year 1	As at the end of the previous year 2
Loans secured by policies of insurance issued by the company			41	3,668	4,739
Tax recoveries due from taxation authorities			42	17,024	13,520
Deposits and current accounts with approved credit institutions, and approved financial institutions, and deposits with local authorities	Current accounts and amounts on deposit for a fixed term of, or on deposit and withdrawable after giving notice of, 12 months or less after the end of the financial year, and certificates of deposit maturing during that period		43	118,522	32,991
	Other		44	22,013	104,253
Insurance debts including those due from dependants and individuals	Premium income in respect of direct insurance and facultative reinsurance contracts accepted not yet paid to the company less commission payable thereon		51	169	166
	Amounts due from ceding insurers and intermediaries under reinsurance treaties accepted		52	249	386
	Amounts due from reinsurers and intermediaries under reinsurance contracts ceded		53	1,517	2,452
	Recoveries due by way of salvage or from other insurers in respect of claims paid other than recoveries under reinsurance contracts ceded		54		
Debts fully secured on land except listed debentures (which must be included in line 13), debts due from dependants (which must be included in lines 30, 32 or 34), and debts due from individuals (which must be included in lines 64 or 66)		due more than 12 months after the end of the financial year	61	1,918	2,254
		due in 12 months or less after the end of the financial year, or which would become due if the company exercised any right to require repayment within that period	62	60	51
Debts except those which must be included in other lines	due more than 12 months after the end of the financial year	due from companies and unincorporated bodies of persons	63		115
		due from individuals	64	593	870
	due in 12 months or less after the end of the financial year, or which would become due if the company exercised any right to require repayment within that period	due from companies and unincorporated bodies of persons	65	26,335	26,982
		due from individuals	66	255	503
Total (41 to 66)			69	192,323	189,282

Returns under Insurance Companies Legislation

Analysis of admissible assets

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Business **Long Term**

Financial year ended **31 October 1994**

Category of Assets **TOTAL**

Form 13
(Sheet 3)

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
F13	667139	GL	31	10	1994	£000	10	

Admissible assets			As at the end of the financial year 1	As at the end of the previous year 2
Shares in Building Societies and Industrial and Provident Societies		71		
Cash		72		
Computer equipment		81		
Other office machinery, furniture, motor vehicles and other equipment		82		
Life interests, reversionary interests and similar interests in property		83		
Linked assets	linked assets in internal linked funds (as shown in line 12 on Form 49)	85	673,283	707,522
	other linked assets	86	44,953	49,148
Deduction for inadmissible assets		87		
Total of Sheet 1 (13.39)		91	412,075	478,315
Total of Sheet 2 (13.69)		92	192,323	189,282
Gross Total of admissible assets (71 to 92)		93	1,322,634	1,424,267

Total of assets valued in accordance with valuation regulations which would have been included in one of the headings above but for the admissibility limits applied by which certain assets are required to be taken into account only to a specified extent	94		
Amount included in line 93 attributable to debts due from related companies, other than those under contracts of insurance or reinsurance	95	2,228	2,276

Please refer to the section on Instructions for Completion of Forms

Returns under Insurance Companies Legislation

Form 13A

Analysis of derivative contracts

Name of Company HILL SAMUEL LIFE ASSURANCE LIMITED

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

Business: Long Term/~~Other than Long Term~~

Financial year ended 31 OCTOBER 1994

Category of assets TOTAL

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
F13A	667139	GL	31	10	19 94	£000	10	

Derivative Contracts			As at the end of the financial year		As at the end of the previous year	
			Assets 1	Liabilities 2	Assets 3	Liabilities 4
Futures Contracts	Fixed-interest securities	11				
	Equity Shares	12				
	Land	13				
	Currencies	14				
	Other	15				
Options	Fixed-interest securities	21				
	Equity Shares	22				
	Land	23				
	Currencies	24				
	Other	25				
Contracts for Differences	Fixed-interest securities	31				
	Equity Shares	32				
	Land	33				
	Currencies	34				
	Other	35				
Adjustment for margins		41				
Provision for adverse changes in value		42				
Total (11 to 42)		51				

Returns under Insurance Companies Legislation

Analysis of admissible assets

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Business **Long Term**

Financial year ended **31 October 1994**

Category of Assets **WITH PROFITS**

Form 13
(Sheet 1)

F13	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
	667139	GL	31	10	1994	£000	11	

Admissible assets				As at the end of the financial year 1	As at the end of the previous year 2
Land			11		
Fixed interest securities	Issued by, or guaranteed by, any government or public authority		12	11,448	19,594
	Other fixed interest securities except those in dependants which must be included in lines 29 to 34 and any to be included in lines 61 or 62	listed	13	12,637	9,698
		unlisted debentures	14		
		other unlisted	15		
Variable interest securities except those included at lines 21 to 34	Issued by, or guaranteed by, any government or public authority, except those included at line 17		16		
	Issued by, or guaranteed by, any government or public authority, where the capital value or interest is determined by an index of prices		17	454	472
	Other		18		
Other variable interest investments	Equity shares except those in dependants which must be included in lines 29, 31 or 33	listed	21		
		unlisted	22		
	Holdings in authorised unit trust schemes and recognised schemes within the meaning of the Financial Services Act 1986		23	23,882	24,049
Investments in dependants	Companies authorised to transact insurance business in the United Kingdom	Value of any shares held	29		
		Debts, other than amounts which must be included in lines 41 or 51 to 54	30		
	Other insurance companies	Value of any shares held	31		
		Debts, other than amounts which must be included in lines 41 or 51 to 54	32		
	Non-insurance companies	Value of any shares held	33		
		Debts, other than amounts which must be included in lines 41 or 51 to 54	34		
Rights under derivative contracts			35		
Total (11 to 35)			39	48,421	53,813

Returns under Insurance Companies Legislation

Form 13
(Sheet 2)

Analysis of admissible assets

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Business **Long Term**

Financial year ended **31 October 1994**

Category of Assets **WITH PROFITS**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
F13	667139	GL	31	10	1994	£000	11	

Admissible assets				As at the end of the financial year 1	As at the end of the previous year 2
Loans secured by policies of insurance issued by the company			41		
Tax recoveries due from taxation authorities			42		80
Deposits and current accounts with approved credit institutions, and approved financial institutions, and deposits with local authorities	Current accounts and amounts on deposit for a fixed term of, or on deposit and withdrawable after giving notice of, 12 months or less after the end of the financial year, and certificates of deposit maturing during that period		43	7,782	6,037
	Other		44		
Insurance debts including those due from dependants and individuals	Premium income in respect of direct insurance and facultative reinsurance contracts accepted not yet paid to the company less commission payable thereon		51		
	Amounts due from ceding insurers and intermediaries under reinsurance treaties accepted		52		
	Amounts due from reinsurers and intermediaries under reinsurance contracts ceded		53		
	Recoveries due by way of salvage or from other insurers in respect of claims paid other than recoveries under reinsurance contracts ceded		54		
Debts fully secured on land except listed debentures (which must be included in line 13), debts due from dependants (which must be included in lines 30, 32 or 34), and debts due from individuals (which must be included in lines 64 or 66)		due more than 12 months after the end of the financial year	61	1,696	1,785
		due in 12 months or less after the end of the financial year, or which would become due if the company exercised any right to require repayment within that period	62		
Debts except those which must be included in other lines	due more than 12 months after the end of the financial year	due from companies and unincorporated bodies of persons	63		115
		due from individuals	64	556	777
	due in 12 months or less after the end of the financial year, or which would become due if the company exercised any right to require repayment within that period	due from companies and unincorporated bodies of persons	65	870	722
		due from individuals	66	56	225
Total (41 to 66)			69	10,960	9,741

Returns under Insurance Companies Legislation

Analysis of admissible assets

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Business **Long Term**

Financial year ended **31 October 1994**

Category of Assets **WITH PROFITS**

Form 13
(Sheet 3)

F13	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
	667139	GL	31	10	1994	£000	11	

Admissible assets			As at the end of the financial year 1	As at the end of the previous year 2
Shares in Building Societies and Industrial and Provident Societies		71		
Cash		72		
Computer equipment		81		
Other office machinery, furniture, motor vehicles and other equipment		82		
Life interests, reversionary interests and similar interests in property		83		
Linked assets	linked assets in internal linked funds (as shown in line 12 on Form 49)	85	3,523	3,120
	other linked assets	86		
Deduction for inadmissible assets		87		
Total of Sheet 1 (13.39)		91	48,421	53,813
Total of Sheet 2 (13.69)		92	10,960	9,741
Gross Total of admissible assets (71 to 92)		93	62,904	66,674
Total of assets valued in accordance with valuation regulations which would have been included in one of the headings above but for the admissibility limits applied by which certain assets are required to be taken into account only to a specified extent		94		
Amount included in lime 93 attributable to debts due from related companies, other than those under contracts of insurance or reinsurance		95		

Please refer to the section on Instructions for Completion of Forms

Returns under Insurance Companies Legislation

Form 13A

Analysis of derivative contracts

Name of Company HILL SAMUEL LIFE ASSURANCE LIMITED

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

Business: Long Term/~~Other than Long Term~~

Financial year ended 31 OCTOBER 1994

Category of assets WITH PROFITS

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
F13A	667139	GL	31	10	19 94	£000	11	

Derivative Contracts			As at the end of the financial year		As at the end of the previous year	
			Assets 1	Liabilities 2	Assets 3	Liabilities 4
Futures Contracts	Fixed-interest securities	11				
	Equity Shares	12				
	Land	13				
	Currencies	14				
	Other	15				
Options	Fixed-interest securities	21				
	Equity Shares	22				
	Land	23				
	Currencies	24				
	Other	25				
Contracts for Differences	Fixed-interest securities	31				
	Equity Shares	32				
	Land	33				
	Currencies	34				
	Other	35				
Adjustment for margins		41				
Provision for adverse changes in value		42				
Total (11 to 42)		51				

Returns under Insurance Companies Legislation

Analysis of admissible assets

Form 13
(Sheet 1)

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Business **Long Term**

Financial year ended **31 October 1994**

Category of Assets **WITHOUT PROFITS**

Form	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
F13	667139	GL	31	10	1994	£000	12	

Admissible assets				As at the end of the financial year 1	As at the end of the previous year 2
Land			11	911	828
Fixed interest securities	Issued by, or guaranteed by, any government or public authority		12	117,121	140,322
	Other fixed interest securities except those in dependants which must be included in lines 29 to 34 and any to be included in lines 61 or 62	listed	13	243,198	278,609
		unlisted debentures	14		
		other unlisted	15		
Variable interest securities except those included at lines 21 to 34	Issued by, or guaranteed by, any government or public authority, except those included at line 17		16		
	Issued by, or guaranteed by, any government or public authority, where the capital value or interest is determined by an index of prices		17	2,067	4,184
	Other		18		
Other variable interest investments	Equity shares except those in dependants which must be included in lines 29, 31 or 33	listed	21		
		unlisted	22		
	Holdings in authorised unit trust schemes and recognised schemes within the meaning of the Financial Services Act 1986		23	245	432
Investments in dependants	Companies authorised to transact insurance business in the United Kingdom	Value of any shares held	29	112	112
		Debts, other than amounts which must be included in lines 41 or 51 to 54	30		
	Other insurance companies	Value of any shares held	31		
		Debts, other than amounts which must be included in lines 41 or 51 to 54	32		
	Non-insurance companies	Value of any shares held	33		
		Debts, other than amounts which must be included in lines 41 or 51 to 54	34		15
Rights under derivative contracts			35		
Total (11 to 35)			39	363,654	424,502

Returns under Insurance Companies Legislation

Form 13
(Sheet 2)

Analysis of admissible assets

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Business **Long Term**

Financial year ended **31 October 1994**

Category of Assets **WITHOUT PROFITS**

Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
F13 667139	GL	31	10	1994	£000	12	

Admissible assets				As at the end of the financial year 1	As at the end of the previous year 2
Loans secured by policies of insurance issued by the company			41	3,668	4,739
Tax recoveries due from taxation authorities			42	17,024	13,440
Deposits and current accounts with approved credit institutions, and approved financial institutions, and deposits with local authorities	Current accounts and amounts on deposit for a fixed term of, or on deposit and withdrawable after giving notice of, 12 months or less after the end of the financial year, and certificates of deposit maturing during that period		43	110,740	26,954
	Other		44	22,013	104,253
Insurance debts including those due from dependants and individuals	Premium income in respect of direct insurance and facultative reinsurance contracts accepted not yet paid to the company less commission payable thereon		51	169	166
	Amounts due from ceding insurers and intermediaries under reinsurance treaties accepted		52	249	386
	Amounts due from reinsurers and intermediaries under reinsurance contracts ceded		53	1,517	2,452
	Recoveries due by way of salvage or from other insurers in respect of claims paid other than recoveries under reinsurance contracts ceded		54		
Debts fully secured on land except listed debentures (which must be included in line 13), debts due from dependants (which must be included in lines 30, 32 or 34), and debts due from individuals (which must be included in lines 64 or 66)		due more than 12 months after the end of the financial year	61	222	469
		due in 12 months or less after the end of the financial year, or which would become due if the company exercised any right to require repayment within that period	62	60	51
Debts except those which must be included in other lines	due more than 12 months after the end of the financial year	due from companies and unincorporated bodies of persons	63		
		due from individuals	64	37	93
	due in 12 months or less after the end of the financial year, or which would become due if the company exercised any right to require repayment within that period	due from companies and unincorporated bodies of persons	65	25,465	26,260
		due from individuals	66	199	278
Total (41 to 66)			69	181,363	179,541

Returns under Insurance Companies Legislation

Analysis of admissible assets

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Business **Long Term**

Financial year ended **31 October 1994**

Category of Assets **WITHOUT PROFITS**

Form 13
(Sheet 3)

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
	F13	667139	GL	31	10	1994	£000	12	

Admissible assets			As at the end of the financial year 1	As at the end of the previous year 2
Shares in Building Societies and Industrial and Provident Societies		71		
Cash		72		
Computer equipment		81		
Other office machinery, furniture, motor vehicles and other equipment		82		
Life interests, reversionary interests and similar interests in property		83		
Linked assets	linked assets in internal linked funds (as shown in line 12 on Form 49)	85	669,760	704,402
	other linked assets	86	44,953	49,148
Deduction for inadmissible assets		87		
Total of Sheet 1 (13.39)		91	363,654	424,502
Total of Sheet 2 (13.69)		92	181,363	179,541
Gross Total of admissible assets (71 to 92)		93	1,259,730	1,357,593
Total of assets valued in accordance with valuation regulations which would have been included in one of the headings above but for the admissibility limits applied by which certain assets are required to be taken into account only to a specified extent		94		
Amount included in line 93 attributable to debts due from related companies, other than those under contracts of insurance or reinsurance		95	2,228	2,276

Please refer to the section on Instructions for Completion of Forms

eturns under Insurance Companies Legislation

Form 13A

nalysis of derivative contracts

ame of Company HILL SAMUEL LIFE ASSURANCE LIMITED

lobal business/~~UK branch business/EEA branch business~~

usiness: Long Term/~~Other than Long Term~~

inancial year ended 31 OCTOBER 1994

ategory of assets WITHOUT PROFITS

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	Category of assets	For official use
F13A	667139	GL	31	10	19 94	£000	12	

erivative ontracts			As at the end of the financial year		As at the end of the previous year	
			Assets 1	Liabilities 2	Assets 3	Liabilities 4
utures ontracts	Fixed-interest securities	11				
	Equity Shares	12				
	Land	13				
	Currencies	14				
	Other	15				
ptions	Fixed-interest securities	21				
	Equity Shares	22				
	Land	23				
	Currencies	24				
	Other	25				
ontracts or ifferences	Fixed-interest securities	31				
	Equity Shares	32				
	Land	33				
	Currencies	34				
	Other	35				
djustment for margins		41				
rovision for adverse changes in value		42				
otal (11 to 42)		51				

Returns under Insurance Companies Legislation

Long Term business liabilities and margins **Form 14**

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

			Company registration number	Global/ UK/CM	Period ended day	month	year	Units	For official use
		F14	667139	GL	31	10	1994	£000	

			As at the end of the financial year 1	As at the end of the previous year 2	Source Form	Line	Column
Ordinary Long Term Business (all funds)	Mathematical reserves as shown in Schedule 4, after distribution of suplus	11	801,598	878,918	see instructions		
	Balance of long term business funds	12	15,334	20,197	see instructions		
	Ordinary long term business funds (11 + 12)	13	816,932	899,115	40.16		
	Valuation deficiencies	14					
Industrial Assurance Business	Mathematical reserves as shown in Schedule 4, after distribution of surplus	15			see instructions		
	Balance of long term business funds	16			see instructions		
	Ordinary long term business funds (15 + 16)	17			40.16		
	Valuation deficiencies	18					
Other Insurance Liabilities	Claims admitted but not paid	21	9,439	8,344			
	Amounts due in respect of direct insurance and facultative reinsurance contracts accepted except amounts which must be included in line 21	31					
	Amounts due to ceding insurers and intermediaries under reinsurance treaties accepted except amounts which must be included in line 21	32					
	Amounts due to reinsurers and intermediaries under reinsurance contracts ceded	33	463,775	481,992			
Other liabilities	Loans secured	41					
	Loans unsecured	42	2,945				
	Taxation	44					
	Other creditors	47	29,543	34,816			
Excess of the value of admissible assets representing the long term business funds over the amount of those funds		51			see instructions		
Total (13 + 14 +17 to 51)		59	1,322,634	1,424,267			

Amount included in line 59 attributable to liabilities to related companies, other than those under contracts of insurance or reinsurance	61	7,172	8,257	
Amount included in line 59 attributable to liabilities in respect of property linked benefits	62	709,299	756,854	

Please refer to the section on Instructions for Completion of Forms

Returns under Insurance Companies Legislation

Form 15

Liabilities (other than Long Term business)

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	For official use
F15	667139	GL	31	10	1994	£000	

				As at the end of the financial year 1	As at the end of the previous year 2	Source Form	Line	Column
General business technical reserves	Unearned premiums		21			see instructions		
	Additional amount for unexpired risks		22					
	Claims outstanding (less amounts recoverable from reinsurers)	Reported claims	23					
		Claims incurred but not reported	24					
	Expenses for settling claims outstanding		25					
	Funds		26					
	Claims equalisation	Other than credit business	27					
		Credit business	28					
	Other		29					
	Total (21 to 29)		30					
Other reinsurance liabilities	Amounts due in respect of direct insurance and facultative reinsurance contracts accepted except amounts which must be included in line 30		31					
	Amounts due to ceding insurers and intermediaries under reinsurance treaties accepted except amounts which must be included in line 30		32					
	Amounts due to reinsurers and intermediaries under reinsurance contracts ceded		33					
Other liabilities	Loans secured		41					
	Loans unsecured		42					
	Subordinated loan stock		43					
	Taxation		44					
	Recommended dividend		45					
	Cumulative preference share dividend accrued		46					
	Other creditors		47					
Total (30 to 47)			59					

Amounts included in line 59 attributable to liabilities to related companies, other than those under contracts of insurance or reinsurance	61			

Please refer to the section on Notes and instructions for Completion of the Forms

Returns under Insurance Companies Legislation

Statement of other income and expenditure **Form 16**

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	For official use
F16	667139	GL	31	10	1994	£000	

		The financial year 1	Previous year 2	Source Form	Line	Column
Transfer from (to) Long Term Business Revenue Account	11	(823)	(1,032)			
Transfer from (to) General Business Revenue Account Summary	12			20.79		
Investment income receivable, before deduction of tax	13	1,228	1,540	See Note below		
Other income	14	(39)	(76)	See Note below		
Total (11 to 14)	19	366	432			
Management expenses	21			See Note below		
Interest payable, before deduction of tax	22					
Taxation, other than that applicable to long term business	23	405	508			
Dividends paid and/or recommended	24					
Other expenditure	25			See Note below		
Total (21 to 25)	29	405	508			
Excess of income over expenditure (19–29)	39	(39)	(76)			

Other income :

Decrease in value of investments	(39)	(76)

Note

The amounts at lines 13, 14, 21 and 25 exclude any amounts included elsewhere in the returns.

Returns under Insurance Companies Legislation

Form 40

Long Term business : Revenue account

Name of Company HILL SAMUEL LIFE ASSURANCE LIMITED

Global business

Financial year ended **31 October 1994**

Name of Fund **SUMMARY**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	OB/IB	No of Fund/ Summary	No of part of Fund	For official use
F40	667139	GL	31	10	1994	£000	OB	99	0	

Items to be shown net of reinsurance ceded		The financial year 1	Previous financial year 2
Premiums receivable (less rebates and refunds)	1	86,162	104,417
Investment income receivable before deduction of tax	2	84,322	87,410
Increase (decrease) in the value of non-linked assets brought into account	3	(46,999)	12,337
Increase (decrease) in the value of linked assets	4	(7,637)	147,157
Other income (particulars to be specified)	5		
Total income (1 to 5)	6	115,848	351,321
Claims payable	7	105,237	97,916
Expenses payable	8	37,068	32,850
Interest payable before deduction of tax	9	53,595	54,607
Taxation	10	2,954	3,231
Other expenditure (particulars to be specified)	11		
Transfer to (from) statement of other income and expenditure	12	(823)	(1,032)
Total expenditure (7 to 12)	13	198,031	187,572
Increase (decrease) in fund in financial year (6 – 13)	14	(82,183)	163,749
Fund brought forward	15	899,115	735,366
Fund carried forward (14 + 15)	16	816,932	899,115

Please refer to the section on Instructions for Completion of Forms

Note : During the financial year arrangements have been in force for the provision of management services to Hill Samuel Life Assurance Limited by Hill Samuel Investment Services Group Limited.

Returns under Insurance Companies Legislation

Long Term business : Revenue account

Form 40

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

Name of Fund **WITH PROFITS**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	OB/IB	No of Fund/ Summary	No of part of Fund	For official use
F40	667139	GL	31	10	1994	£000	OB	1	0	

Items to be shown net of reinsurance ceded		The financial year 1	Previous financial year 2
Premiums receivable (less rebates and refunds)	1	1,564	1,712
Investment income receivable before deduction of tax	2	3,739	4,007
Increase (decrease) in the value of non-linked assets brought into account	3	(3,501)	8,969
Increase (decrease) in the value of linked assets	4		
Other income (particulars to be specified) Transfer to Without Profits Fund	5	(59)	(52)
Total income (1 to 5)	6	1,743	14,636
Claims payable	7	4,389	3,804
Expenses payable	8	467	438
Interest payable before deduction of tax	9	6	9
Taxation	10	1,357	1,138
Other expenditure (particulars to be specified)	11		
Transfer to (from) statement of other income and expenditure	12		
Total expenditure (7 to 12)	13	6,219	5,389
Increase (decrease) in fund in financial year (6– 13)	14	(4,476)	9,247
Fund brought forward	15	66,528	57,281
Fund carried forward (14 + 15)	16	62,052	66,528

Please refer to the section on Instructions for Completion of Forms

Returns under Insurance Companies Legislation

Form 40

Long Term business : Revenue account

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

Name of Fund **WITHOUT PROFITS**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	OB/IB	No of Fund/ Summary	No of part of Fund	For official use
F40	667139	GL	31	10	1994	£000	OB	2	0	

Items to be shown net of reinsurance ceded		The financial year 1	Previous financial year 2
Premiums receivable (less rebates and refunds)	1	84,598	102,705
Investment income receivable before deduction of tax	2	80,583	83,403
Increase (decrease) in the value of non-linked assets brought into account	3	(43,498)	3,368
Increase (decrease) in the value of linked assets	4	(7,637)	147,157
Other income (particulars to be specified) Transfer from With Profits Fund	5	59	52
Total income (1 to 5)	6	114,105	336,685
Claims payable	7	100,848	94,112
Expenses payable	8	36,601	32,412
Interest payable before deduction of tax	9	53,589	54,598
Taxation	10	1,597	2,093
Other expenditure (particulars to be specified)	11		
Transfer to (from) statement of other income and expenditure	12	(823)	(1,032)
Total expenditure (7 to 12)	13	191,812	182,183
Increase (decrease) in fund in financial year (6 – 13)	14	(77,707)	154,502
Fund brought forward	15	832,587	678,085
Fund carried forward (14 + 15)	16	754,880	832,587

Please refer to the section on Instructions for Completion of Forms

Returns under Insurance Companies Legislation

Form 41

Long Term business : Analysis of premiums and expenses

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

Name of Fund **SUMMARY**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	OB/IB	No of Fund/ Summary	No of part of Fund	For official use
F41	667139	GL	31	10	1994	£000	OB	99	0	

				Gross 1	Payable to or recoverable from reinsurers 2	Net of reinsurance (1 – 2) 3
Premiums receivable (less rebates and refunds) in the financial year	life assurance contracts	single premiums	1	44,812	1,217	43,595
		regular premiums	2	44,547	1,952	42,595
	general annuity contracts	single premiums	3	1	1	
		regular premiums	4			
	pension business contracts	single premiums	5	25,542	25,542	
		regular premiums	6	28,941	28,941	
	permanent health contracts		7	17	45	(28)
	capital redemption contracts		8			
	total premiums (1 to 8)		9	143,860	57,698	86,162
	total premiums at line 9 attributable to	UK contracts	10	143,810	57,661	86,149
		Overseas contracts	11	50	37	13
Expenses payable in the financial year	commission payable in connection with acquisition of business		12	15,937	2,690	13,247
	other commission payable		13	1,489	537	952
	management expenses in connection with acquisition of business		14	11,217	1,652	9,565
	other management expenses		15	13,304		13,304
	total expenses (12 to 15)		16	41,947	4,879	37,068
	total expenses at line 16 attributable to	UK contracts	17	41,941	4,879	37,062
		Overseas contracts	18	6		6

Please refer to the section on Notes and instructions for Completion of the Forms

Returns under Insurance Companies Legislation **Form 41**

Long Term business : Analysis of premiums and expenses

Name of Company HILL SAMUEL LIFE ASSURANCE LIMITED

Global business

Financial year ended **31 October 1994**

Name of Fund **WITH PROFITS**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	OB/IB	No of Fund/ Summary	No of part of Fund	For official use
F41	667139	GL	31	10	1994	£000	OB	1	0	

				Gross 1	Payable to or recoverable from reinsurers 2	Net of reinsurance (1 – 2) 3
Premiums receivable (less rebates and refunds) in the financial year	life assurance contracts	single premiums	1			
		regular premiums	2	1,734	170	1,564
	general annuity contracts	single premiums	3			
		regular premiums	4			
	pension business contracts	single premiums	5			
		regular premiums	6			
	permanent health contracts		7			
	capital redemption contracts		8			
	total premiums (1 to 8)		9	1,734	170	1,564
	total premiums at line 9 attributable to	UK contracts	10	1,728	170	1,558
		Overseas contracts	11	6		6
Expenses payable in the financial year	commission payable in connection with acquisition of business		12			
	other commission payable		13	48		48
	management expenses in connection with acquisition of business		14			
	other management expenses		15	419		419
	total expenses (12 to 15)		16	467		467
	total expenses at line 16 attributable to	UK contracts	17	466		466
		Overseas contracts	18	1		1

Please refer to the section on Notes and instructions for Completion of the Forms

Returns under Insurance Companies Legislation

Form 41

Long Term business : Analysis of premiums and expenses

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

Name of Fund **WITHOUT PROFITS**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	OB/IB	No of Fund/ Summary	No of part of Fund	For official use
F41	667139	GL	31	10	1994	£000	OB	2	0	

				Gross 1	Payable to or recoverable from reinsurers 2	Net of reinsurance (1 – 2) 3
Premiums receivable (less rebates and refunds) in the financial year	life assurance contracts	single premiums	1	44,812	1,217	43,595
		regular premiums	2	42,813	1,782	41,031
	general annuity contracts	single premiums	3	1	1	
		regular premiums	4			
	pension business contracts	single premiums	5	25,542	25,542	
		regular premiums	6	28,941	28,941	
	permanent health contracts		7	17	45	(28)
	capital redemption contracts		8			
	total premiums (1 to 8)		9	142,126	57,528	84,598
	total premiums at line 9 attributable to	UK contracts	10	142,082	57,491	84,591
		Overseas contracts	11	44	37	7
Expenses payable in the financial year	commission payable in connection with acquisition of business		12	15,937	2,690	13,247
	other commission payable		13	1,441	537	904
	management expenses in connection with acquisition of business		14	11,217	1,652	9,565
	other management expenses		15	12,885		12,885
	total expenses (12 to 15)		16	41,480	4,879	36,601
	total expenses at line 16 attributable to	UK contracts	17	41,475	4,879	36,596
		Overseas contracts	18	5		5

Please refer to the section on Notes and instructions for Completion of the Forms

Returns under Insurance Companies Legislation

Form 42

Long Term business : Analysis of claims

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

Name of Fund **SUMMARY**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	OB/IB	No of Fund/ Summary	No of part of Fund	For official use
F42	667139	GL	31	10	1994	£000	OB	99	0	

Claims payable in the financial year			Gross 1	Recoverable from reinsurers 2	Net of reinsurance (1 − 2) 3
Life assurance contracts	on death	1	23,982	10,320	13,662
	on maturity	2	30,321	12,964	17,357
	on surrender or partial surrender	3	122,587	48,378	74,209
	total life assurance claims (1 to 3)	4	176,890	71,662	105,228
General annuity contracts	on death	5	6	6	
	by way of lump sums on maturity	6	1,032	1,032	
	by way of periodical payments	7	5,533	5,533	
	on surrender or partial surrender	8	202	202	
	total general annuity claims (5 to 8)	9	6,773	6,773	
Pension business	on death	10	2,047	2,047	
	by way of lump sums on maturity	11	9,956	9,956	
	by way of periodical payments	12	5,981	5,981	
	on surrender or partial surrender	13	9,128	9,128	
	total pension business claims (10 to 13)	14	27,112	27,112	
Permanent health contracts	by way of lump sums	15			
	by way of periodical payments	16	11	2	9
	total permanent health claims (15 + 16)	17	11	2	9
Capital redemption contracts	by way of lump sums	18			
	by way of periodical payments	19			
	total capital redemption claims (18 + 19)	20			
Total claims (4 + 9 + 14 + 17 + 20)		21	210,786	105,549	105,237
Total claims at line 21 attributable to	UK contracts	22	210,747	105,549	105,198
	Overseas contracts	23	39		39

Please refer to the section on Instructions for Completion of Forms

Returns under Insurance Companies Legislation

Long Term business : Analysis of claims

Form 42

Name of Company HILL SAMUEL LIFE ASSURANCE LIMITED

Global business

Financial year ended 31 October 1994

Name of Fund WITH PROFITS

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	OB/IB	No of Fund/ Summary	No of part of Fund	For official use
F42	667139	GL	31	10	1994	£000	OB	1	0	

Claims payable in the financial year			Gross 1	Recoverable from reinsurers 2	Net of reinsurance (1−2) 3
Life assurance contracts	on death	1	1,371		1,371
	on maturity	2	1,753		1,753
	on surrender or partial surrender	3	1,432	167	1,265
	total life assurance claims (1 to 3)	4	4,556	167	4,389
General annuity contracts	on death	5			
	by way of lump sums on maturity	6			
	by way of periodical payments	7			
	on surrender or partial surrender	8			
	total general annuity claims (5 to 8)	9			
Pension business	on death	10			
	by way of lump sums on maturity	11			
	by way of periodical payments	12			
	on surrender or partial surrender	13			
	total pension business claims (10 to 13)	14			
Permanent health contracts	by way of lump sums	15			
	by way of periodical payments	16			
	total permanent health claims (15 + 16)	17			
Capital redemption contracts	by way of lump sums	18			
	by way of periodical payments	19			
	total capital redemption claims (18 + 19)	20			
Total claims (4 + 9 + 14 + 17 + 20)		21	4,556	167	4,389
Total claims at line 21 attributable to	UK contracts	22	4,550	167	4,383
	Overseas contracts	23	6		6

Please refer to the section on Instructions for Completion of Forms

Returns under InsuranceCompanies Legislation **Form 42**

Long Term business : Analysis of claims

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended 31 October 1994

Name of Fund **WITHOUT PROFITS**

	Company registration number	Global/ UK/CM	Period ended day	month	year	Units	OB/IB	No of Fund/ Summary	No of part of Fund	For official use
F42	667139	GL	31	10	1994	£000	OB	2	0	

Claims payable in the financial year			Gross 1	Recoverable from reinsurers 2	Net of reinsurance (1−2) 3
Life assurance contracts	on death	1	22,611	10,320	12,291
	on maturity	2	28,568	12,964	15,604
	on surrender or partial surrender	3	121,155	48,211	72,944
	total life assurance claims (1 to 3)	4	172,334	71,495	100,839
General annuity contracts	on death	5	6	6	
	by way of lump sums on maturity	6	1,032	1,032	
	by way of periodical payments	7	5,533	5,533	
	on surrender or partial surrender	8	202	202	
	total general annuity claims (5 to 8)	9	6,773	6,773	
Pension business	on death	10	2,047	2,047	
	by way of lump sums on maturity	11	9,956	9,956	
	by way of periodical payments	12	5,981	5,981	
	on surrender or partial surrender	13	9,128	9,128	
	total pension business claims (10 to 13)	14	27,112	27,112	
Permanent health contracts	by way of lump sums	15			
	by way of periodical payments	16	11	2	9
	total permanent health claims (15+16)	17	11	2	9
Capital redemption contracts	by way of lump sums	18			
	by way of periodical payments	19			
	total capital redemption claims (18+19)	20			
Total claims (4 + 9 + 14 + 17 + 20)		21	206,230	105,382	100,848
Total claims at line 21 attributable to	UK contracts	22	206,197	105,382	100,815
	Overseas contracts	23	33		33

Please refer to the section on Instructions for Completion of Forms

Returns under Insurance Companies Legislation

Form 43

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

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global Business

Financial year ended: 31 OCTOBER 1994

UK
NON-LINKED

		Life Assurance		General Annuity		Pension Business		Permanent Health	
		No. of Contracts	Annual Premiums (£000's)	No. of Contracts	Annual Premiums (£000's)	No. of Contracts	Annual Premiums (£000's)	No. of Contracts	Annual Premiums (£000's)
		1	2	3	4	5	6	7	8
Inforce at beginning of year	1	67,431	4,790	155,560	1	19,663	940	758	157
New Business	2	524	191	–	–	787	48	176	34
Net transfers and other alterations 'on'	3	–	–	45	–	6	–	–	–
Total 'on' (2+3)	4	524	191	45	–	793	48	176	34
Deaths	5	833	46	1,015	–	677	8	–	–
Maturities	6	1,571	58	81	–	–	–	–	–
Surrenders	7	711	62	1,698	–	29	–	–	–
Forfeitures	8	834	458	–	–	290	87	173	35
Conversions to paid-up policies for reduced benefits	9	–	12	–	–	–	–	–	–
Net transfers, expiries and other alterations 'off'	10	1,007	136	–	–	–	7	43	8
Total 'off' (5 to 10)	11	4,956	772	2,794	–	996	102	216	43
Inforce at end of year (1+4-11)	12	62,999	4,209	152,811	1	19,460	886	718	148

Please refer to the section on Notes and Instructions for completion of the Forms.

The number of group contracts in force on the valuation date and the approximate number of lives covered is as follows:-

Class	Number of Contracts	Approximate Number of Lives
Group Life	35	21,955
Group Permanent Health	3	1,138
Group Annuities	1	671
Group Pension	1	38,116

Returns under Insurance Companies Legislation **Form 43**

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

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global Business

Financial year ended: 31 OCTOBER 1994

UK
LINKED

		Life Assurance		General Annuity		Pension Business		Permanent Health	
		No. of Contracts	Annual Premiums (£000's)	No. of Contracts	Annual Premiums (£000's)	No. of Contracts	Annual Premiums (£000's)	No. of Contracts	Annual Premiums (£000's)
		1	2	3	4	5	6	7	8
Inforce at beginning of year	1	180,482	42,331	2	–	80,522	29,697	–	–
New Business	2	3,398	1,523	–	–	1,941	1,377	–	–
Net transfers and other alterations 'on'	3	2	7	–	–	–	883	–	–
Total 'on' (2+3)	4	3,400	1,530	–	–	1,941	2,260	–	–
Deaths	5	1,289	191	–	–	209	98	–	–
Maturities	6	4,008	1,128	–	–	779	331	–	–
Surrenders	7	11,549	1,462	2	–	811	363	–	–
Forfeitures	8	1,866	760	–	–	321	253	–	–
Conversions to paid–up policies for reduced benefits	9	–	1,418	–	–	–	3,037	–	–
Net transfers, expiries and other alterations 'off'	10	–	–	–	–	12	–	–	–
Total 'off' (5 to 10)	11	18,712	4,959	2	–	2,132	4,082	–	–
Inforce at end of year (1+4–11)	12	165,170	38,902	–	–	80,331	27,875	–	–

Please refer to the section on Notes and Instructions for completion of the Forms.

Returns under Insurance Companies Legislation

Form 43

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

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global Business

Financial year ended: 31 OCTOBER 1994

OVERSEAS
NON-LINKED

		Life Assurance		General Annuity		Pension Business		Permanent Health	
		No. of Contracts	Annual Premiums (£000's)	No. of Contracts	Annual Premiums (£000's)	No. of Contracts	Annual Premiums (£000's)	No. of Contracts	Annual Premiums (£000's)
		1	2	3	4	5	6	7	8
Inforce at beginning of year	1	57	64	39	-	-	-	-	-
New Business	2	-	-	-	-	-	-	-	-
Net transfers and other alterations 'on'	3	-	-	-	-	-	-	-	-
Total 'on' (2+3)	4	-	-	-	-	-	-	-	-
Deaths	5	1	-	4	-	-	-	-	-
Maturities	6	-	-	-	-	-	-	-	-
Surrenders	7	-	-	-	-	-	-	-	-
Forfeitures	8	2	6	-	-	-	-	-	-
Conversions to paid-up policies for reduced benefits	9	-	-	-	-	-	-	-	-
Net transfers, expiries and other alterations 'off'	10	1	8	-	-	-	-	-	-
Total 'off' (5 to 10)	11	4	14	4	-	-	-	-	-
Inforce at end of year (1+4-11)	12	53	50	35	-	-	-	-	-

Please refer to the section on Notes and Instructions for completion of the Forms.

The number of group contracts in force on the valuation date and the approximate number of lives covered is as follows:-

Class	Number of Contracts	Approximate Number of Lives
Group Annuities	2	248

Returns under Insurance Companies Legislation

Hill Samuel Life Assurance Limited

Returns under Insurance Companies Legislation

FORM 44

Long Term Business: Analysis of new ordinary long term business

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global Business

Financial year ended: 31 OCTOBER 1994

Type of Insurance	Single Premium Contracts			Regular Premium Contracts		
1	No. of Contracts 2	Premiums (£000's) 3	Sums Assured or annuities per annum (£000's) 4	No. of Contracts 5	Premiums (£000's) 6	Sums Assured or annuities per annum (£000's) 7
LIFE ASSURANCE BUSINESS						
a) Non-Linked Contracts						
i) With Profits Contracts						
Endowment Assurance	–	–	–	1	0	1
Sub-Total With-Profit Contracts	–	–	–	1	–	1
ii) Without Profits Contracts						
Term Assurance	–	–	–	335	181	21,478
Convertible Term Assurance	–	–	–	48	10	2,748
Maximum Income Bond	140	1,237	1,237	–	–	–
Group Life	1	14,165	311,900	–	8	1,497
Sub-Total Without-Profit Contracts	141	15,402	313,137	383	199	25,723
Sub-Total Non-Linked Contracts	141	15,402	313,137	384	199	25,724
b) Linked Contracts						
Without-Profit Contracts						
Whole Life Assurance	1,608	34,152	33,720	986	819	74,674
Endowment Assurance	–	–	–	804	704	16,819
Sub-Total Linked Contracts	1,608	34,152	33,720	1,790	1,523	91,493
TOTAL LIFE ASSURANCE BUSINESS	1,749	49,554	346,857	2,174	1,722	117,217

Please refer to the section on Notes and Instructions for Completion of the Forms.

Returns under Insurance Companies Legislation **FORM 44**

Long Term Business: Analysis of new ordinary long term business

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global Business

Financial year ended: 31 OCTOBER 1994

Type of Insurance	Single Premium Contracts			Regular Premium Contracts		
	No. of Contracts	Premiums (£000's)	Sums Assured or annuities per annum (£000's)	No. of Contracts	Premiums (£000's)	Sums Assured or annuities per annum (£000's)
1	2	3	4	5	6	7
PENSION BUSINESS						
a) Non-Linked Contracts						
Without Profits Contracts						
Immediate Annuity	688	5,511	586 pa	–	–	–
Term Assurance	–	–	–	99	48	5,951
Sub-Total Non-Linked Contracts	688	5,511	– 586 pa	99	48	5,951
b) Linked Contracts						
Without-Profit Contracts						
Deferred Annuity	463	19,769	–	1,478	1,377	7,385
Sub-Total Linked Contracts	463	19,769	–	1,478	1,377	7,385
TOTAL PENSION BUSINESS	1,151	25,280	– 586 pa	1,577	1,425	13,336
PERMANENT HEALTH BUSINESS						
Non-Linked Contracts						
Without Profits Contracts						
Income Protection Plan	–	–	–	176	34	26 pw
TOTAL PERMANENT HEALTH BUSINESS	–	–	–	176	34	26 pw
TOTAL U.K. BUSINESS	2,900	74,834	346,857 586 pa	3,927	3,181	130,553 26 pw

Please refer to the section on Notes and Instructions for Completion of the Forms.

Returns under Insurance Companies Legislation

Form 45

Long Term business : Expected income from admissible non–linked assets

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

OB

Financial year ended **31 October 1994**

Fund **TOTAL ORDINARY LONG TERM**

(£000)

Type of asset			Value of admissible assets as shown on Form 13 1	Expected income from admissible assets 2	Yield % 3
Land		1	911	125	13.66
Fixed interest securities	issued by, or guaranteed by, any government or public authority	2	128,569	12,423	10.97
	other	3	255,835	25,909	16.20
Variable interest securities excluding equity shares	issued by, or guaranteed by, any government or public authority except those included at line 5	4			
	issued by, or guaranteed by, any government or public authority where the capital value or interest is determined by an index of prices	5	2,521	68	2.73
	other	6			
Equity shares		7	24,127	457	1.89
Debts fully secured on land	Due more than 12 months after the end of the financial year	8	2,474	265	10.71
	Due in 12 months or less after the end of the financial year	9	115	15	13.04
All other assets	producing income	10	142,625	13,919	9.76
	not producing income	11	47,221		
Total		12	604,398	53,181	11.69

Please refer to the section on Instructions for Completion of Forms

Returns under Insurance Companies Legislation **Form 45**

Long Term business : Expected income from admissible non–linked assets

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business **OB**

Financial year ended **31 October 1994**

Fund **WITH PROFITS** (£000)

Type of asset			Value of admissible assets as shown on Form 13 1	Expected income from admissible assets 2	Yield % 3
Land		1			
Fixed interest securities	issued by, or guaranteed by, any government or public authority	2	11,448	949	9.47
	other	3	12,637	1,157	10.47
Variable interest securities excluding equity shares	issued by, or guaranteed by, any government or public authority except those included at line 5	4			
	issued by, or guaranteed by, any government or public authority where the capital value or interest is determined by an index of prices	5	454	12	2.73
	other	6			
Equity shares		7	23,882	454	1.90
Debts fully secured on land	Due more than 12 months after the end of the financial year	8	2,252	231	10.24
	Due in 12 months or less after the end of the financial year	9	55	5	8.92
All other assets	producing income	10	7,884	406	5.15
	not producing income	11	769		
Total		12	59,381	3,214	5.92

Please refer to the section on Instructions for Completion of Forms

Returns under Insurance Companies Legislation

Form 45

Long Term business : Expected income from admissible non–linked assets

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

OB

Financial year ended **31 October 1994**

Fund **WITHOUT PROFITS**

(£000)

Type of asset			Value of admissible assets as shown on Form 13 1	Expected income from admissible assets 2	Yield % 3
Land		1	911	125	13.66
Fixed interest securities	issued by, or guaranteed by, any government or public authority	2	117,121	11,474	11.13
	other	3	243,198	24,752	16.59
Variable interest securities excluding equity shares	issued by, or guaranteed by, any government or public authority except those included at line 5	4			
	issued by, or guaranteed by, any government or public authority where the capital value or interest is determined by an index of prices	5	2,067	56	2.73
	other	6			
Equity shares		7	245	3	1.05
Debts fully secured on land	Due more than 12 months after the end of the financial year	8	222	34	15.17
	Due in 12 months or less after the end of the financial year	9	60	10	16.35
All other assets	producing income	10	134,741	13,513	10.03
	not producing income	11	46,452		
Total		12	545,017	49,967	12.32

Please refer to the section on Instructions for Completion of Forms

Returns under Insurance Companies Legislation **Form 46**

Long Term business : Analysis of admissible non-linked fixed interest securities

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business **OB**

Financial year ended **31 October 1994**

Fund **TOTAL ORDINARY LONG TERM** (£000)

	Redemption period in years		Value of admissible assets as shown on Form 13 1	Expected income from admissible assets 2	Amount payable on redemption 3	Gross redemption yield % 4
Issued or guaranteed by any government or public authority	one year or less	1	16,732	1,710	16,600	13.94
	more than one year but not more than five years	2	96,263	9,312	95,500	10.75
	more than five years but not more than ten years	3	5,866	585	5,850	10.31
	more than ten years but not more than fifteen years	4	1,081	94	1,100	4.62
	more than fifteen years but not more than twenty years	5	5,468	451	6,460	9.08
	more than twenty years but not more than twenty five years	6	2,245	192	2,200	8.89
	more than twenty five years	7				
	irredeemable	8	914	79		8.62
	total (1 to 8)	9	128,569	12,423	127,710	10.97
Other	one year or less	10	86,303	10,466	84,422	25.65
	more than one year but not more than five years	11	155,073	14,091	156,432	11.46
	more than five years but not more than ten years	12	2,926	257	2,946	10.89
	more than ten years but not more than fifteen years	13	2,577	219	3,366	10.56
	more than fifteen years but not more than twenty years	14	544	57	420	11.71
	more than twenty years but not more than twenty five years	15	2,284	224	2,450	10.41
	more than twenty five years	16	5,694	540	8,090	10.14
	irredeemable	17	434	55		12.67
	total (10 to 17)	18	255,835	25,909	258,126	16.20

Please refer to the section on Instructions for Completion of Forms

Note: When a stock with optional redemption dates stands significantly over par the earliest redemption date has been assumed.

Returns under Insurance Companies Legislation

Form 46

Long Term business : Analysis of admissible non–linked fixed interest securities

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

OB

Financial year ended **31 October 1994**

Fund **WITH PROFITS**

(£000)

Redemption period in years			Value of admissible assets as shown on Form 13 1	Expected income from admissible assets 2	Amount payable on redemption 3	Gross redemption yield % 4
Issued or guaranteed by any government or public authority	one year or less	1				
	more than one year but not more than five years	2	1,168	97	1,200	11.93
	more than five years but not more than ten years	3	2,470	200	2,850	9.83
	more than ten years but not more than fifteen years	4				
	more than fifteen years but not more than twenty years	5	5,468	451	6,460	9.08
	more than twenty years but not more than twenty five years	6	1,428	122	1,400	8.89
	more than twenty five years	7				
	irredeemable	8	914	79		8.62
	total (1 to 8)	9	11,448	949	11,910	9.47
Other	one year or less	10	25	2	25	26.45
	more than one year but not more than five years	11	787	46	943	10.87
	more than five years but not more than ten years	12	1,540	144	1,680	10.69
	more than ten years but not more than fifteen years	13	2,019	171	2,766	10.88
	more than fifteen years but not more than twenty years	14	288	30	250	10.76
	more than twenty years but not more than twenty five years	15	2,284	224	2,450	10.41
	more than twenty five years	16	5,694	540	8,090	10.14
	irredeemable	17				
	total (10 to 17)	18	12,637	1,157	16,204	10.47

Please refer to the section on Instructions for Completion of Forms

Note: When a stock with optional redemption dates stands significantly over par the earliest redemption date has been assumed.

Returns under Insurance Companies Legislation **Form 46**

Long Term business : Analysis of admissible non–linked fixed interest securities

Name of Company HILL SAMUEL LIFE ASSURANCE LIMITED

Global business **OB**

Financial year ended **31 October 1994**

Fund **WITHOUT PROFITS** (£000)

Redemption period in years			Value of admissible assets as shown on Form 13 1	Expected income from admissible assets 2	Amount payable on redemption 3	Gross redemption yield % 4
Issued or guaranteed by any government or public authority	one year or less	1	16,732	1,710	16,600	13.94
	more than one year but not more than five years	2	95,095	9,215	94,300	10.74
	more than five years but not more than ten years	3	3,396	385	3,000	10.66
	more than ten years but not more than fifteen years	4	1,081	94	1,100	4.62
	more than fifteen years but not more than twenty years	5				
	more than twenty years but not more than twenty five years	6	817	70	800	8.89
	more than twenty five years	7				
	irredeemable	8				
	total (1 to 8)	9	117,121	11,474	115,800	11.13
Other	one year or less	10	86,278	10,464	84,397	24.85
	more than one year but not more than five years	11	154,286	14,045	155,489	12.06
	more than five years but not more than ten years	12	1,386	113	1,266	11.10
	more than ten years but not more than fifteen years	13	558	48	600	9.37
	more than fifteen years but not more than twenty years	14	256	27	170	12.80
	more than twenty years but not more than twenty five years	15				
	more than twenty five years	16				
	irredeemable	17	434	55		12.67
	total (10 to 17)	18	243,198	24,752	241,922	16.59

Please refer to the section on Instructions for Completion of Forms

Note: When a stock with optional redemption dates stands significantly over par the earliest redemption date has been assumed.

Returns under Insurance Companies Legislation

Long Term business : Analysis of holdings in authorised unit trusts directly matching liabilities in respect of property linked benefits

Form 47

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

OB

(£000)

Name of unit trust 1		Number of units held 2	Valuation price per unit (pence) 3	Value of units held 4
Hill Samuel	Security	1,269,552	310.4	3,941
	British	2,543,717	94.8	2,411
	International	2,266,354	246.5	5,587
	Dollar	1,441,493	321.5	4,634
	Capital	10,499,500	166.8	17,513
	Income	811,000	135.2	1,097
	Financial	275,545	778.8	2,146
	High Yield	6,731,676	100.6	6,772
	Far East	56,500	323.3	183
	Special Situations	381,000	143.8	548
Save and Prosper	Scotbits	41,356	292.9	121
Total				44,953

Note: For the purposes of these returns the assets have been valued using the bid value of the appropriate units at the valuation date.

Returns under Insurance Companies Legislation

Long Term business : Balance sheet for internal linked funds

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

Form 49
(sheet 1)

OB
(£000)

Type of asset		**Names of funds**		Property * (linked)	Property * (non-linked)	Managed	Money	Fixed Interest	Equity	Indexed Securities	Security	British
Land			1	56,970	3,328							
Fixed interest securities	Government or public authority		2			6,539		17,312				
	Other		3					17,255				
Variable interest securities			4							8,947		
Unit Trusts			5						332,911		4,898	11,624
Mortgages on land			6									
Building Society shares and deposits			7									
Deposits and loans			8	4,775	279	21	8,946	2,028	850	641	74	48
Income due or accrued			9	1		225	28	1,142	65	39		
Cash			10				5		324		4	10
Other assets			11	8		1,068						
Total (1 to 11)			12	61,754	3,607	7,853	8,979	37,737	334,150	9,627	4,976	11,682
Total investment in other internal linked funds of the company			13			369,186						
Total assets (12 + 13)			14	61,754	3,607	377,039	8,979	37,737	334,150	9,627	4,976	11,682
Amount set aside for tax on capital gains not yet realised			15	888	52				16,427		14	382
Secured loans			16									
Unsecured loans			17									
Other liabilities			18	2,134	125	71	129	63	1,273	13	18	44
Total liabilities (15 to 18)			19	3,022	177	71	129	63	17,700	13	32	426
Net asset value (14 – 19)			20	58,732	3,430	376,968	8,850	37,674	316,450	9,614	4,944	11,256
Unrealised capital gains included in line 12			21	10,270	600	(1,005)		(2,473)	138,975	161	1,502	3,981

Please refer to the section on Instructions for Completion of Forms

Notes:

*1. The proportion of the Property Fund held by non-linked funds is shown in a separate column.

2. For the purposes of these returns the assets have been valued on a basis consistent with the Asset Valuation Regulations.

3. Other assets consist of amounts due in respect of securities sold and expenses paid in advance.

4. Other liabilities consist of amounts payable for securities purchased, tax and expenses and, in respect of the Property Fund, rents received in advance.

Returns under Insurance Companies Legislation

Long Term business : Balance sheet for internal linked funds

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

Form 49
(sheet 2)

OB
(£000)

Type of asset		Names of funds		Inter-national	Dollar	Capital	Income	Financial	High Yield	European	Natural Resources
Land			1								
Fixed interest securities	Government or public authority		2								
	Other		3								
Variable interest securities			4								
Unit Trusts			5	11,735	4,616	5,321	38,253	8,942	26,250	34,768	2,469
Mortgages on land			6								
Building Society shares and deposits			7								
Deposits and loans			8	10	18	94	3	31	9	8	8
Income due or accrued			9		3		776	77			
Cash			10	11	3	5		3		36	
Other assets			11				90		50		52
Total (1 to 11)			12	11,756	4,640	5,420	39,122	9,053	26,309	34,812	2,529
Total investment in other internal linked funds of the company			13								
Total assets (12 + 13)			14	11,756	4,640	5,420	39,122	9,053	26,309	34,812	2,529
Amount set aside for tax on capital gains not yet realised			15	924	331	392	459	984		2,508	140
Secured loans			16								
Unsecured loans			17								
Other liabilities			18	40	16	22	397	49	128	123	46
Total liabilities (15 to 18)			19	964	347	414	856	1,033	128	2,631	186
Net asset value (14 – 19)			20	10,792	4,293	5,006	38,266	8,020	26,181	32,181	2,343
Unrealised capital gains included in line 12			21	6,125	2,062	2,223	8,816	5,124	4,108	16,215	925

Please refer to the section on Instructions for Completion of Forms

Notes:
1. The proportion of the Property Fund held by non–linked funds is shown in a separate column.
2. For the purposes of these returns the assets have been valued on a basis consistent with the Asset Valuation Regulations.
3. Other assets consist of amounts due in respect of securities sold and expenses paid in advance.
4. Other liabilities consist of amounts payable for securities purchased, tax and expenses and, in respect of the Property Fund, rents received in advance.

Returns under Insurance Companies Legislation

Long Term business : Balance sheet for internal linked funds

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

Form 49
(sheet 3)

OB
(£000)

Type of asset		Names of funds		Far East	Smaller Companies	Special Situations	Japanese Technology	Global Bond	Managed Currency	US Smaller Companies	Total
Land			1								60,298
Fixed interest securities	Government or public authority		2								23,851
	Other		3					585	2,016		19,856
Variable interest securities			4								8,947
Unit Trusts			5	19,162	20,411	6,071	7,348			3,202	537,981
Mortgages on land			6								
Building Society shares and deposits			7								
Deposits and loans			8	8	83	21	1		1	23	17,980
Income due or accrued			9		181			13			2,550
Cash			10		19	8				2	430
Other assets			11	47			75				1,390
Total (1 to 11)			12	19,217	20,694	6,100	7,424	598	2,017	3,227	673,283
Total investment in other internal linked funds of the company			13								369,186
Total assets (12 + 13)			14	19,217	20,694	6,100	7,424	598	2,017	3,227	1,042,469
Amount set aside for tax on capital gains not yet realised			15	2,030		574	821		347	321	27,594
Secured loans			16								
Unsecured loans			17								
Other liabilities			18	84	114	20	86	17	3	7	5,022
Total liabilities (15 to 18)			19	2,114	114	594	907	17	350	328	32,616
Net asset value (14 – 19)			20	17,103	20,580	5,506	6,517	581	1,667	2,899	1,009,853

Unrealised capital gains included in line 12	21	9,804	4,291	2,385	4,182	37	655	1,588	220,551

Please refer to the section on Instructions for Completion of Forms

Notes:
1. The proportion of the Property Fund held by non–linked funds is shown in a separate column.
2. For the purposes of these returns the assets have been valued on a basis consistent with the Asset Valuation Regulations.
3. Other assets consist of amounts due in respect of securities sold and expenses paid in advance.
4. Other liabilities consist of amounts payable for securities purchased, tax and expenses and, in respect of the Property Fund, rents received in advance.

Returns under Insurance Companies Legislation

Long Term business : Analysis of units in internal linked funds

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

Form 50

OB

(£000)

Name of internal linked fund in which invested	Name of unit link	Valuation price per unit (pence)	Total number of units in force	Value of total units in force	Value of units held by each internal linked fund in each unit link of other internal linked funds		Value of units in force excluding those held by other internal linked funds (5 – 7)
					Managed	Total	
1	2	3	4	5	6	7	8
Property	Series S	747.5	1,069,135	7,992	–	–	7,992
	Series A	453.5	11,944,046	54,170	26,586	26,586	27,584
	Total			62,162	26,586	26,586	35,576
Managed	Series S	934.9	2,365,515	22,115	–	–	22,115
	Series A	522.3	67,937,162	354,853	–	–	354,853
	Total			376,968	–	–	376,968
Money	Series S	380.5	108,402	412	–	–	412
	Series A	287.3	2,936,639	8,438	–	–	8,438
	Total			8,850	–	–	8,850
Fixed Interest	Series A	346.4	10,876,326	37,674	26,678	26,678	10,996
Equity	Series A	592.9	53,376,543	316,450	307,879	307,879	8,571
Indexed Securities	Series A	178.5	5,385,713	9,614	8,043	8,043	1,571
Security	Series A	495.8	997,344	4,944	–	–	4,944
British	Series A	506.4	2,222,723	11,256	–	–	11,256
International	Series A	526.6	2,049,317	10,792	–	–	10,792
Dollar	Series A	355.5	1,207,600	4,293	–	–	4,293
Capital	Series A	461.3	1,085,206	5,006	–	–	5,006
Income	Series A	660.4	5,794,489	38,266	–	–	38,266
Financial	Series A	550.7	1,456,264	8,020	–	–	8,020
High Yield	Series A	621.7	4,211,229	26,181	–	–	26,181
European	Series A	697.9	4,610,978	32,181	–	–	32,181
Natural Resources	Series A	305.9	766,199	2,343	–	–	2,343
Far East	Series A	673.7	2,538,509	17,103	–	–	17,103
Smaller Companies	Series A	466.7	4,410,048	20,580	–	–	20,580
Special Situations	Series A	425.5	1,293,904	5,506	–	–	5,506
Japanese Technology	Series A	303.6	2,146,507	6,517	–	–	6,517
Global Bond	Series A	162.1	358,548	581	–	–	581
Managed Currency	Series A	258.5	644,827	1,667	–	–	1,667
US Smaller Companies	Series A	219.9	1,318,094	2,899	–	–	2,899
Total				1,009,853	369,186	369,186	640,667

Please refer to the section on Instructions for Completion of Forms

Note : 738,916 Series A units in the Property Fund valued at £3,350,985 were held by the non–linked With Profits Fund

Returns under Insurance Companies Legislation

Form 51

(sheet 1)

Long Term business : Revenue account for internal linked funds

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

OB

Financial year ended **31 October 1994**

(£000)

Names of funds		Property	Managed	Money	Fixed Interest	Equity	Indexed Securities	Security	British
Value of net creation of units	1				565				
Investment income attributable to the fund before deduction of tax	2	4,790	757	515	3,111	10,829	385	168	446
Increase (decrease) in the value of investments in financial year	3	7,272	4,904		(5,798)	(1,992)	(681)	(166)	(133)
Other income	4								
Total income (1 to 4)	5	12,062	5,661	515	(2,122)	8,837	(296)	2	313
Value of net cancellation of units	6	2,006	20,496	2,316		6,778	10,119	324	896
Charges for management	7	440	(8)	70	306	2,657	96	41	95
Charges in respect of tax on investment income	8	1,161	192	129	783	2,497	101	38	100
Taxation on realised capital gains	9		10			436		5	25
Increase (decrease) in amount set aside for tax on capital gains not yet realised	10	2,363	(26)			(2,823)		(86)	(131)
Other expenditure	11	109	10	3	22	58	2	2	4
Total expenditure (6 to 11)	12	6,079	20,674	2,518	1,111	9,603	10,318	324	989
Increase (decrease) in fund in the financial year (5 – 12)	13	5,983	(15,013)	(2,003)	(3,233)	(766)	(10,614)	(322)	(676)
Internal linked fund brought forward	14	56,179	391,981	10,853	40,907	317,216	20,228	5,266	11,932
Internal linked fund carried forward	15	62,162	376,968	8,850	37,674	316,450	9,614	4,944	11,256

Please refer to the section on Instructions for Completion of Forms

Returns under Insurance Companies Legislation

Long Term business : Revenue account for internal linked funds

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

Financial year ended **31 October 1994**

Form 51
(sheet 2)

OB
(£000)

Names of funds		Inter-national	Dollar	Capital	Income	Financial	High Yield	European	Natural Resources
Value of net creation of units	1				303				
Investment income attributable to the fund before deduction of tax	2	184	65	182	2,018	242	1,727	577	25
Increase (decrease) in the value of investments in financial year	3	578	(198)	(2)	(3,424)	(495)	(3,174)	(982)	443
Other income	4								
Total income (1 to 4)	5	762	(133)	180	(1,103)	(253)	(1,447)	(405)	468
Value of net cancellation of units	6	1,079	748	640		81	179	2,376	787
Charges for management	7	95	39	44	315	72	217	291	21
Charges in respect of tax on investment income	8	46	16	42	451	54	379	144	6
Taxation on realised capital gains	9	91	47	43	24		(4)	179	41
Increase (decrease) in amount set aside for tax on capital gains not yet realised	10	(9)	(109)	(64)	(1,140)	(154)	(605)	(618)	53
Other expenditure	11	4	3	3	8	3	6	7	2
Total expenditure (6 to 11)	12	1,306	744	708	(342)	56	172	2,379	910
Increase (decrease) in fund in the financial year (5 – 12)	13	(544)	(877)	(528)	(761)	(309)	(1,619)	(2,784)	(442)
Internal linked fund brought forward	14	11,336	5,170	5,534	39,027	8,329	27,800	34,965	2,785
Internal linked fund carried forward	15	10,792	4,293	5,006	38,266	8,020	26,181	32,181	2,343

Please refer to the section on Instructions for Completion of Forms

Returns under Insurance Companies Legislation

Form 51

Long Term business : Revenue account for internal linked funds

(sheet 3)

Name of Company **HILL SAMUEL LIFE ASSURANCE LIMITED**

Global business

OB

Financial year ended **31 October 1994**

(£000)

Names of funds		Far East	Smaller Companies	Special Situations	Japanese Technology	Global Bond	Managed Currency	US Smaller Companies	Total
Value of net creation of units	1								868
Investment income attributable to the fund before deduction of tax	2	263	560	168	59	44	9	27	27,151
Increase (decrease) in the value of investments in financial year	3	1,620	68	(75)	1,480	(54)	84	(294)	(1,019)
Other income	4								
Total income (1 to 4)	5	1,883	628	93	1,539	(10)	93	(267)	27,000
Value of net cancellation of units	6	1,925	1,509	1,363	1,783	134	584	485	56,608
Charges for management	7	153	174	52	57	5	21	25	5,278
Charges in respect of tax on investment income	8	66	127	38	15	11	2	7	6,405
Taxation on realised capital gains	9	241	3	84	186	13	120	54	1,598
Increase (decrease) in amount set aside for tax on capital gains not yet realised	10	95	269	(95)	153		(99)	(140)	(3,166)
Other expenditure	11	5	5	3	3	2	2	2	268
Total expenditure (6 to 11)	12	2,485	2,087	1,445	2,197	165	630	433	66,991
Increase (decrease) in fund in the financial year (5 – 12)	13	(602)	(1,459)	(1,352)	(658)	(175)	(537)	(700)	(39,991)
Internal linked fund brought forward	14	17,705	22,039	6,858	7,175	756	2,204	3,599	1,049,844
Internal linked fund carried forward	15	17,103	20,580	5,506	6,517	581	1,667	2,899	1,009,853

Please refer to the section on Instructions for Completion of Forms

NOTES TO THE RETURN

1. Debtors and Creditors

Certain amounts shown in Forms 13 and 14 have been calculated by netting amounts due to any one person against amounts due from that person.

2. Exchange Rates

Assets and liabilities in overseas currencies are expressed in Sterling at the rates of exchange ruling at the year end.

3. Contingent Liabilities (Forms 14 and 15)

(a) No charge has been made on the assets of the Company to secure the liabilities of any other person.

(b) The mathematical reserves allow for the liability to tax on capital gains which might arise if the Company disposed of its assets. No additional liability is considered to be required.

(c) The Securities and Investments Board (SIB) has carried out an industry-wide investigation into the conduct of pension transfer and opt-out business. Provisions in respect of possible compensation to customers have been made which are considered appropriate. However, in the light of uncertainty in this area, the total liability, if any, cannot be established with certainty.

4. Principles and Methods of Apportionment between Long Term Business Funds (Form 40)

(a) Assets are specifically segregated to individual funds, and the income arising therefrom is credited to the appropriate fund.

(b) Any increase or decrease in the value of assets is credited or debited to the appropriate fund.

(c) Expenses which clearly fall to be charged to a particular fund are so charged. Other expenses are apportioned between funds on a time spent, time used or mean funds basis as appropriate.

(d) Taxation is calculated for individual funds on the basis of profits and income for the year, as determined in accordance with the relevant tax legislation.

5. **Statement of Solvency (Form 9)**

(a) The Secretary of State on the application of the Company, issued to the Company on 12 July 1994 an Order under section 68 of the Insurance Companies Act 1982, directing that the Company may take into account the implicit item shown in Form 9 of this return.

(b) The Secretary of State, on the application of the Company, made an Order on 23 December 1994 pursuant to section 68 of the Insurance Companies Act 1982 directing that regulation 57 of, and Schedule 12 to, the Insurance Companies Regulations 1994 should be modified in their application so that the amount of certain Eurobonds held by the Company could be taken fully into account.

(c) The Secretary of State, on the application of the Company, made an Order on 5 October 1994 pursuant to section 68 of the Insurance Companies Act 1982 directing that section 18(3) of that Act should be modified in its application so that the Company is not required to submit a statement of its long term business ("Schedule 5") at 31 October 1994.

6. The Company's sales and marketing activities were performed on its behalf by a related company, Hill Samuel Investment Services Limited (HSIS). Amounts paid as commission by HSIS in respect of the Company's products are included in lines 12 and 13 of Form 41, as appropriate. Other HSIS costs incurred in respect of the Company are included in lines 14 and 15 of Form 41. With effect from the end of April 1994 the Company ceased to market new business.

NOTES AND INSTRUCTIONS FOR COMPLETION OF THE FORMS

Form 9

1. For a composite company, the whole Form shall be completed, with the entries at lines 11 and 22 being equal to the entries at lines 51 and 52 respectively.

2. For a company transacting only general business, only lines 11 to 14 and line 60 shall be completed, with the entry at line 11 being equal to the entry at Form 10 line 29.

3. For a company transacting only long term business, only lines 21 to 44 and lines 60 and 61 shall be completed, with the entry at line 22 being equal to the entry at Form 10 line 29.

4. The entry at line 23 shall be equal to the sum of lines 11 and 15 in Form 14 and the amount (if any) stated in a note to that Form in accordance with instruction 3 to that Form.

5. The entry at line 24 shall be equal to the total of lines 21 to 47 in Form 14 and the amount of any cash bonuses stated in a note to that Form in accordance with instruction 2 to that Form.

6. The entries at lines 60 and 61 shall not include provision for any liability to tax on capital gains referred to in paragraph 10(2) (b) of Schedule 1.

Form 10

The entry at line 54 shall include:

(a) cumulative preference share capital, to the extent that liabilities in respect of such capital are left out of account in accordance with regulation 23(3) of the Insurance Companies Regulations 1994; and

(b) subordinated loan capital where, and to the extent that, the Secretary of State has, in accordance with section 68 of the Act (power to modify Part II in relation to particular companies), directed that the company may count such capital towards its required minimum margin, and the amounts so included shall be stated in a note.

Form 13

1. **Long-term business:** Form 13 shall be completed for the total long-term business assets of the company or branch and for each fund or group of funds for which separate assets are appropriated. The word 'Total' or the name of the fund shall be shown against the heading 'Category of Assets'. The corresponding code box shall contain '10' for the total assets and, in the case of separate funds, code numbers allocated sequentially beginning with code '11'.

2. **Other than long-term business:** Form 13 shall be completed in respect of the total assets of the company or branch (other than any long-term business assets) and code '1' entered in the code box 'Category of Assets'.

3. (a) In the case of the United Kingdom branch return of an external company (other than a pure reinsurer) Form 13 shall be completed for the following categories of assets:-

Category	Code
Assets deposited with the Accountant General	2
Assets maintained in the United Kingdom	3
Assets maintained in the United Kingdom and the other EEA States	4

(b) In the case of a Community branch return of a United Kingdom company, Form 13 shall be completed for the following categories of assets:-

Category	Code
Assets deposited with the Accountant General	2
Assets maintained in the United Kingdom and the other EEA States where business is carried on	5
Assets maintained in the United Kingdom and the other EEA States	4

4. Linked assets shall be included in lines 85 and 86 wherever appropriate and not in lines 11 to 83.

5. In line 83 'life interests, reversionary interests and similar interests in property' means those interests of the kind described in regulation 49(2) and 54 of the Insurance Companies Regulations 1994.

6. In line 87, "deduction for inadmissible assets" means the value of assets left out of account pursuant to regulation 57(2)(b) of the Insurance Companies Regulations 1994.

7. Assets consisting of rights under a stock lending transaction shall be shown in the line appropriate to the security to which title has been transferred under the relevant agreement and not as a debt. In this Instruction, "stock lending transaction" has the same meaning as in regulation 44(1) of the Insurance Companies Regulations 1994.

Form 13A

1. Form 13A shall be completed in respect of the total assets (other than any long-term business assets), and for the total long-term business assets, if any, of the company or branch. Form 13A shall also be completed for each fund or group of funds and each category of assets referred to in Instructions 1 and 3 to Form 13.

2. The codes specified in Instructions 1 to 3 to Form 13 shall be used as appropriate.

3. Derivative contracts used in connection with property linked long term contracts shall be excluded from Form 13A. All other derivative contracts shall be included, except for those which are assets of the company but to which regulation 55 of the Insurance Companies Regulations 1994 does not apply.

4. The derivative contracts shall be analysed according to the type of assets shown in the second column of this form that represents the principal subject of the contract.

5. All amounts in respect of assets and liabilities under derivative contracts (whether with one or more counterparties) shall be shown gross unless there is a legal right of set-off.

6. The asset value of derivative contracts shown in lines 11 to 35 of this form shall be determined in accordance with regulation 55 of the Insurance Companies Regulations 1994, but excluding any deduction for margins made in accordance with paragraph (2) of that regulation.

7. The amount of any liability under a derivative contract shall be determined in accordance with regulation 60(1) of the Insurance Companies Regulations 1994, but excluding any deduction for any margins as shall have been paid or transferred in respect of that contract.

8. The net effect of any margins paid, transferred, or received in respect of contracts included in lines 11 to 35 shall be shown at line 41.

9. The provision for adverse changes in value shown at 13A.42.2 shall be the amount determined in accordance with regulation 61 of the Insurance Companies Regulations 1994.

10. "Future contracts", "Options" and "Contracts for Differences" have the same meaning as in Part VIII of the Insurance Companies Regulations 1994.

11. The entry at 13A.51.1 shall be shown at 13.35.1.

12. The entry at 13A.51.2 shall be included in 14.47.1 or 15.47.1 as appropriate.

13. Columns 3 and 4 need not be completed where the previous financial year ended prior to 1st July 1994.

Form 14

1. The entries at 14.11 and 14.15 shall equal the sum of lines 9, 20 and 21 of the appropriate Form 58.

2. The amount of any cash bonuses allocated but not yet paid to policy holders, as shown in 58.18, (which together with 58.25 constitutes the balance of the long-term business funds) shall be stated in a note.

3. The value of admissible assets representing the long term business funds is determined by deducting from the total value of the admissible assets an amount equal to the liabilities itemised in lines 21 to 47. The amount of any additional mathematical reserves included in line 51 which have been taken into account in the actuary's certificate because the amount of the mathematical reserves determined in Schedule 4 was not calculated in all respects in relation to assets valued in accordance with Part VIII of the Insurance Companies Regulations 1994, as shown in Form 13, shall be stated in a note.

Form 15

The sources are as follows:-

Line 21 - All forms 21.29.6 + 21.31.6 - (22.23.3 + 22.24.3 - 22.25.3)
Line 22 - Summary form 20.23
Line 23 - All forms 22.31.3 + 22.41.3
Line 24 - All forms 22.32.3 + 22.42.3
Line 25 - All forms 22.21.3 + 22.22.3
Line 26 - All forms 24.42.5 + 27.46.3

NOTES AND INSTRUCTIONS FOR COMPLETION OF THE FORMS

1. The entry at line 43 shall exclude subordinated loan capital where, and to the extent that, the Secretary of State has, in accordance with section 68 of the Insurance Companies Act 1982, directed that the company may count such capital towards its required minimum margin.

2. The entry at line 46 shall exclude cumulative preference share dividends accrued to the extent that liabilities in respect of such dividends are left out of account in accordance with regulation 23(3) of the Insurance Companies Regulations 1994 and the amount so excluded shall be stated in a note.

Form 16

The amounts at lines 13, 14, 21 and 25 exclude any amounts included elsewhere in the returns.

Form 40

1. The entry at 40.1.1 shall be equal to 41.9.3
the entry at 40.7.1 shall be equal to 42.21.3 and
the entry at 40.8.1 shall be equal to 41.16.3

2. Where a company decides to allocate to the long term business the whole or any part of investment income and/or net capital gains arising from assets not attributable to its long term business, the amounts in question shall be shown as a transfer in line 12.

3. Where a transfer is made to the statement of other income and expenditure, the entry at 40.12.1 will show amounts which have been included in line 23 of Form 58. Transfers from or to other funds shall be included in line 5 or 11, with transfers to reserves associated with a transfer of contracts from one fund to another distinguished from other transfers.

Form 42

In the case of industrial assurance, claims payable on survival in respect of periodical endowment benefits shall be shown separately from other claims payable on the maturity of contracts of industrial assurance.

Form 43

The figures for annual premiums shall not include any recurrent single premiums.

Form 45

1. Where Form 13 is for the same fund or group of funds:

The entry at 45.1.1 shall be equal to 13.11.1
the entry at 45.2.1 shall be equal to 13.12.1
the entry at 45.3.1 shall be equal to 13.13.1 + 13.14.1 + 13.15.1
the entry at 45.4.1 shall be equal to 13.16.1
the entry at 45.5.1 shall be equal to 13.17.1
the entry at 45.6.1 shall be equal to 13.18.1
the entry at 45.7.1 shall be equal to 13.21.1 + 13.22.1 + 13.23.1
the entry at 45.8.1 shall be equal to 13.61.1 + part of 13.64.1
the entry at 45.9.1 shall be equal to 13.62.1 + part of 13.66.1 and
the entry at 45.12.1 shall be equal to 13.93.1 - (13.85.1 + 13.86.1).

2. The expected income is to be given as the amounts before deduction of tax which would be received in the next financial year on the assumptions that the assets will be held throughout that year and that the factors which affect income will remain unchanged but account shall be taken of any changes in those factors known to have occurred by the valuation date (in particular, changes of the type (a), (b), (c) or (d) denoted in regulation 69(5) of the Insurance Companies Regulations 1994). The figures shown in this Form shall be those determined before any adjustments considered necessary because of regulation 69(7).

3. Where a particular asset is required to be taken into account only to a specified extent by the application of the admissibility limits, the expected income from that asset shall be included only to the same extent.

4. The treatment of the expected income from any assets where the payment of interest is in default and the amount of interest involved shall be stated.

5. The entries at 45.2.3 and 45.3.3 shall be equal to 46.9.4 and 46.18.4 respectively; the yields to be inserted in column 3 for other categories of assets shall be the running yields. The entry at 45.12.3 shall be the weighted average of the yields in column 3, where the weight given to each asset is the value of that asset applicable for entry into column 1; assets not producing income shall be included in the calculation.

6. Where the yield in column 3 for a type of asset shown in line 4, 5, 6, 8, 9, 10 or 11 above (assumed to be zero for assets in line 11) is significantly different from the weighted average of the yields for each asset of that type determined in accordance with regulation 69(6) of the Insurance Companies Regulations 1994, then the latter yield figure shall be shown in a note to this Form. For this purpose, the weighted average of the yields means an average yield weighted by the value of each asset of that type as entered in column 1.

NOTES AND INSTRUCTIONS FOR COMPLETION OF THE FORMS

Form 46

1. The gross redemption yield for each asset shall be calculated as in regulation 69(3) and (4) of the Insurance Companies Regulations 1994, leaving out of account any adjustments considered necessary because of regulation 69(7). Where a number of assets with different gross redemption yields are held, the weighted average gross redemption yield shall be calculated using as weights the value of the assets applicable for entry into column 1.

2. Where securities may be redeemed over a period at the option of the guarantor or issuer, they shall be classified on the assumption that they will be redeemed at the latest possible date or, if it is assumed that they will be redeemed at any earlier date, a note shall be provided explaining what assumption has been made.

3. 46.9.1, 46.9.2, 46.18.1 and 46.18.2 shall be equal to the value at 45.2.1, 45.2.2, 45.3.1 and 45.3.2 respectively.

4. The entries at 46.9.4 and 46.18.4 shall be the weighted average of the yields in column 4 for lines 1 to 8 and 10 to 17 respectively, where the weight given to each yield is the value shown in column 1.

Form 49

1. The entries at line 20 shall be the same as those at line 15 on Form 51.

2. The entries at line 12 in the Total column shall be equal to line 85 on Form 13.

3. The value of rights under derivative contracts (shown separately for asset and liability positions) held by each internal linked fund shall be stated in a note.

Form 50

1. The entries in column 5 for the total values of all units in force in each internal linked fund shall equal the entries in line 20 on Form 49.

2. The totals of column 6, 7 etc shall equal the entries in line 13 on Form 49.

Form 51

Funds shall be entered in the same column positions on this Form and on Form 49.

Form 55 and 56

1. Information shall be shown separately and totalled within each section in the sequence specified below:

   (i) United Kingdom business
   (ii) Overseas business.

   The totals net of reinsurance ceded of United Kingdom business and overseas business are also to be shown together with a summary of global net total business.

   Separate totals for column 5 on Form 55 and column 5, 6 and 7 on Form 56 shall be shown for sums insured, for annuities per annum and for other measures of benefit.

2. The information shall be analysed and sub-totalled within each type of business in the sequence specified below:

   (i) Life assurance business
   (ii) General annuity business
   (iii) Pension business
   (iv) Permanent health business
   (v) Capital redemption business.

3. The information shall be further analysed and sub-totalled within each basis of participation in profits in the sequence specified below:

   (i) With participation in profits
   (ii) Without participation in profits.

4. Within each subdivision required under paragraphs 2 and 3 above the appropriate types of insurance from the following list shall be shown separately:

(i) Whole life assurance
(ii) Endowment assurance
(iii) Pure endowment assurance
(iv) Term assurance
(v) Other assurance (to be specified)
(vi) Miscellaneous assurance
(vii) Deferred annuity
(viii) Annuity in payment
(ix) Other annuity (to be specified)
(x) Miscellaneous annuity
(xi) Group pension
(xii) Group life
(xiii) Other group (to be specified)
(xiv) Permanent health insurance
(xv) Capital redemption assurance
(xvi) Annuity certain

And particulars shall also be shown of any subsidiary provisions within general business class 1 or 2 which, by virtue of section 1(2) and (3) of the Insurance Companies Act 1982 are to be taken to be included in long term business of any class (Supplementary Accident and Sickness Insurance - see Form 61)

5. A further subdivision into each separate category of contract is required as follows:

Form 55 - each category of contract which is valued on a different valuation basis;

Form 56 - each category of contract which provides different guarantees or options and each category of unit link. For the purpose of determining the category of the unit link, all authorised unit trusts may be considered to be one category and all internal linked funds may be considered to be one category.

Reserves for tax on capital gains or for investment performance guarantees may be shown on separate lines in the mathematical reserves column, where they are calculated on an aggregate basis, or in additional columns of non-unit liabilities, where they are calculated on an individual basis.

6. Special reserves (including reserves calculated on an aggregate basis for tax on capital gains and investment performance guarantee) or adjustments shall be shown on separate lines in the mathematical reserves column and the particulars of such reserves or adjustments shall be specified.

7. Any contract which consists of a combination of different types of insurance shall be treated as a number of separate contracts each dealing with one of the different types of insurance so combined and the amount by which the total number of contracts shown in column 4 of any valuation summary exceeds the actual number of contracts to which that valuation summary relates shall be stated.

Provided that, in relation to any category of such combined contract, any types of insurance included in the combination which in the aggregate account for less than 10 per cent of the total mathematical reserves under that category of contract need not be separately distinguished.

8. Non-linked contracts the nature of which or the method of valuation of which makes it impossible or inappropriate to give the information required in columns 7 to 11 of Form 55 shall be shown separately and the reason for the impossibility or the inappropriateness stated.

9. Linked contracts the nature of which or the method of valuation of which makes it impossible or inappropriate to give the information in the exact form required by Form 56 shall be shown on a separate valuation summary with appropriately modified column headings and the reason for the modifications stated.

10. Contracts of any description may be grouped under any 'miscellaneous' headings provided that mathematical reserves for business shown under all such headings in any one valuation summary do not exceed 5 per cent of the total mathematical reserve for all business shown in that valuation summary.

11. Contracts with deferred participation in profits and contracts with an option to convert to another category of contract shall be included in the category in which they fall at the date to which the investigation relates.

12. Contracts on more than one life may be included with single life contracts.

13. Contracts subject to limited premiums may be included with contracts under which premiums are payable throughout.

14. Life annuities guaranteed for a term certain or which provide for a refund of the balance of the purchase money on early death may be included with other life annuities.

15. In the case of contracts with variable benefits the benefits shall be taken as at the date to which the investigation relates and, where such benefits are included as approximate amounts only, the fact shall be stated.

16. In relation to group deferred annuity contracts under which premiums have not ceased, a statement of how the amount of annual office premiums has been arrived at shall be given.

17. Where for group life and pension schemes the mathematical reserves at the valuation date are based on those in respect of the business in force at the last scheme revision date, any adjustment on account of changes after that date shall be shown separately.

18. It is to be stated in relation to each category of contract where it is appropriate, whether the amount of the sum assured or deferred annuity shown in the valuation summary is the full sum assured or annuity which would come into payment on the maturity date or the amount accrued or actually purchased at the date to which the investigation relates and, where it is the amount accrued or actually purchased at the date, an estimate of the full prospective sum assured or annuity for that category shall be given.

Form 57

1. The total of column 4 shall equal the total of column 11 on Form 56.

2. A separate line shall be used for each authorised unit trust and each different type of unit of each internal linked fund.

Form 58

1. The entry at line 1 shall be equal to the entry at line 16 in the revenue account for the relevant fund/part of fund.

2. Where interim, mortuary or terminal bonuses are determined in advance of a valuation and are paid in anticipation of surplus arising at the valuation, the amount of such bonus actually paid in the period up to the valuation date shall be entered in lines 2 to 17. To the extent that it is the practice of the company to make specific provision for the cost of such bonuses payable on future claims out of surplus arising at a valuation, such amount shall be treated as amounts allocated to policyholders at the valuation in question and included in line 20, and the actual amounts paid shall not appear at lines 2 and 17 at future valuations. An appropriate note shall be appended identifying the various items where necessary.

3. Where policies have been transferred from one fund/part of fund to another, the associated transfer of reserves shall not be included as a "transfer" in this Form. Where any other transfer has been made, only one positive figure shall be inserted in either line 5 or line 14 (depending on the direction of the net transfer) leaving the other line blank. Corresponding entries shall be made in either the block comprising lines 3 and 4 or the block comprising lines 12 and 13, as applicable.

4. Where the entry in line 4 or line 13 represents more than one transaction, each shall be separately identified in the form or in a note.

5. In the case of a company which makes allocation to eligible policyholders generally at intervals of more than one year, bonus payments made to policyholders in anticipation of a surplus, transfer to or from other income and expenditure or to or from other funds or parts of funds shall include the amounts of all such bonus payments and transfers made since the date of the last general allocation. In that case the word "valuation" in lines 11 and 15 shall be replaced by "general allocation", and line 11 shall show the balance of the surplus brought forward unappropriated from the date of the last general allocation and line 15 shall show the total amount of the surplus arising since that date. When the bonus payments or transfers relate to a period of more than one year that fact shall be stated in a note.

6. Line 27 is line 22 as a percentage of line 24. Line 27 shall not be completed in years where there is no general allocation.

Form 60

1. For a pure reinsurer, the factor of 0.85 shall be replaced by 0.50.

2. After distribution of surplus.

3. Line 8 equals line 7 x [(5)(a) x .001 + 5(b) x .0015 + 5(c) x .003] for Classes I and II, or line 7 x 5(d) x .003 for Class III and Class VII.

4. Any additional mathematical reserves referred to in the note to Form 14 shall be included on this Form.

5. The appropriate factor specified in regulations 5(2) (a) and 6(3) and (4) of the Insurance Companies Regulations 1981.

Returns under Insurance Companies Legislation

Hill Samuel Life Assurance Limited

Schedule 4

VALUATION REPORT ON HILL SAMUEL LIFE ASSURANCE LIMITED IN CONFORMITY WITH REGULATION 64 OF THE INSURANCE COMPANIES REGULATIONS 1994.

1. DATE TO WHICH THE INVESTIGATION RELATES: 31 October 1994

2. DATE OF PREVIOUS INVESTIGATION: 31 October 1993

3. NON-LINKED CONTRACTS

Description of benefits for categories other than those which are fully described by the entry in column 1 of Form 55. In addition to the categories specified below certain pure endowments, endowment assurances by single premium and annuities carry surrender value guarantees.

Flexiplan 10

This is an endowment assurance with participation in profits maturing on the policy anniversary preceding the 65th birthday.

Guaranteed values apply in the event of encashment on policy anniversaries commencing with the tenth, providing that the life assured has attained age 25.

On surrender prior to 55th birthday but after at least ten years, there is an option to effect a new policy with the same premium without evidence of health.

Maximum Income Bond

This is a single premium endowment assurance maturing on the fifth policy anniversary with guaranteed payments made annually, half-yearly or monthly in arrear. Certain classes mature on the sixth policy anniversary, with guaranteed payments made annually in arrear. Under certain of these contracts, the guaranteed annual payments are accumulated to the maturity date.

4(i) LINKED CONTRACTS - BENEFITS

For all Contracts:

(a) In this return "unit proceeds" of a policy at any date means the value at bid price of the units deemed allocated to the policy at that date reduced, in the case of policies linked to unit trusts or Series S units of the Property Fund, by an appropriate amount in respect of the Company's potential liability to tax in respect of chargeable gains.

(b) The switching terms applicable to policies may be amended by the Company at any time.

(c) The "Open Market Option", where available, under pension policies, provides the right of transfer of the policy proceeds at retirement to any other company offering a substitute immediate annuity contract approved for the purpose by the Inland Revenue.

(d) Under certain policies the Company reserves the right to defer the implementation of the switching option or the payment of policy proceeds for a period not exceeding six months where units of the Property Fund or Pensions Property Fund are involved.

(e) Where so specified, contracts which have investment links to "Life funds" or to "Pension funds" mean that the investments are linked to the relevant funds listed in 4(ii) below.

WHOLE LIFE TYPE BY REGULAR PREMIUM

Fortune Plan 1968 Series

Nature of Contract: Regular Premium unit linked whole life assurance. The death benefit is the greater of the unit value and a specified amount, varying with age at entry.

Charging Structure: 90% of premium is invested in units.

Investment Links: May be linked to Series S units of the Life Managed or Property Funds, or to one of the following Hill Samuel unit trusts: British, Capital, Dollar, Financial, High Yield, Income & Growth, International or Security (renamed "Enterprise Growth" with effect from 14th November 1994).

Surrender Value: A proportion of the unit proceeds is payable, rising to 100% after 7 years.

Options and Guarantees: Guaranteed minimum surrender value after 10 years equal to the sum of all premiums paid. Option to effect further policies at 3 yearly intervals for 50% of the minimum death benefit of the original policy without evidence of insurability, subject to certain conditions. Option to take an annuity on guaranteed rates on surrender at certain ages.

Other Features: This class is closed to new business.

Fortune Plan 1976 Series

Nature of Contract: Regular Premium qualifying flexible unit linked whole life assurance. The death benefit is the greater of the unit proceeds and 75% of premiums payable to age 70.

Charging Structure: A Policy Fee of £0.50 pm is deducted from the premiums prior to unit allocation. The unit allocation rate depends on the duration in force, being 0% in year 1, 95% in years 2-9, 125% in year 10 and 100% thereafter.

Investment Links: May be linked to Series S units of the Life Managed or Property Funds, or to any one of the following Hill Samuel unit trusts: Capital, Dollar, Financial, High Yield or Security (renamed "Enterprise Growth" with effect from 14 November 1994).

Surrender Value: Available after two years. The unit proceeds are payable.

Options and Guarantees: Guaranteed minimum cash values are available on surrender, subject to certain conditions. Option to effect up to three further policies without evidence of insurability, subject to certain conditions.

Other Features: This class is closed to new business.

Fortune Plan 1977 Series

Nature of Contract: Regular Premium qualifying flexible unit linked whole life assurance. The death benefit is the greater of the unit proceeds and 75% of premiums payable to age 70.

Charging Structure: A Policy Fee of £0.50 pm is deducted from the premium prior to unit allocation. The unit allocation rate depends on the age at entry. During the first 8-10 years (depending on age) 95% of premium is allocated to Series C units. Thereafter 100% is allocated to Series A units. Series C units are replaced by Series A units once Series A units start to be allocated.

Investment Links: Life Managed Fund only, Series A units. (All Series C units have now been converted to Series A units).

Surrender Value: Available after two years. A proportion of the unit proceeds is payable, rising to 100% after 8 years.

Options and Guarantees: Guaranteed Insurability Option available as an extra, subject to certain conditions.

Other Features: This class is closed to new business.

Maximum Investment Policy

Nature of Contract: Regular Premium unit linked whole life assurance. The death benefit is the greater of the unit proceeds or the total premiums paid.

Charging Structure: 100% of premium is allocated to units during the first 10 years, with 103% allocated thereafter.

Investment Links: May be linked to any one of the Life funds or to one of the following Hill Samuel unit trusts: Capital, Dollar, Far East, Financial, High Yield, Income & Growth, International, Security (renamed "Enterprise Growth" with effect from 14th November 1994) or Special Situations. Unlimited fund switching is available.

Surrender Value: A proportion of the unit proceeds is payable, rising to 100% after 10 years.

Options and Guarantees: None.

Other Features: This class is closed to new business.

Flexible Protection Plan 1981 Series

Nature of Contract: Regular Premium qualifying flexible unit linked whole life assurance where the guaranteed death benefit is selected at outset by the policyholder within an available range. The greater of the unit proceeds or the sum assured is payable on death.

Charging Structure: Unit allocation rates depend on the size of premium, age at entry and duration. Specimen values for an annual premium of £200.00 are:

YEAR	MALE AGE NEXT BIRTHDAY AT ENTRY		
	30	50	70
1	Nil	Nil	Nil
2	75%	85%	150%
Thereafter	95%	95%	95%

Mortality costs are deducted monthly by cancellation of policy units. The Company reserves the right to change mortality charges at any time without notice.

Investment Links: Series A units of all Life funds. No limit on the number of funds held. Unlimited fund switching is available.

Surrender Value: Available after two years. Unit proceeds payable. Partial surrenders are available subject to qualifying conditions.

Options and Guarantees: The policyholder may reduce or, subject to evidence of insurability, increase the guaranteed death benefit within permitted limits at any time. An income may be taken from the policy any time after the 10th policy anniversary within qualifying limits. Premiums may be varied within permitted limits at any time. Guaranteed insurability option available to increase total cover level and premium each year in line with the RPI or other index, subject to limits. Replacement policy option available to take out a new policy without medical evidence, for a level of cover equal to any reduction in cover level made on the current plan.

Other Features: Policy reviews are carried out by the company at specified times on a basis determined at the Company's discretion. If, after ten years or more, the unit value of the policy falls to zero, the policy will lapse without value. Action must be taken if the review indicates that the existing premium/sum assured ratio is not sustainable, in certain cases by conversion to a non profit whole life contract.

Policies may be made Paid Up after two years. Full cover continues until a claim or the exhaustion of units. Reinstatement is allowed within 12 months subject to payment of outstanding contributions.

This class is closed to new business.

Flexible Protection Plan 1985 Series

Nature of Contract: This contract is similar to the Flexible Protection Plan 1981 Series except that policies issued on a joint life first death basis are non-qualifying policies. Also the following exceptions apply:-

Charging Structure: Unit allocation rates depend on the size of premium, age at entry and duration. Specimen values for an annual premium of £200.00 are:

YEAR	MALE AGE NEXT BIRTHDAY AT ENTRY		
	30	50	70
1	Nil	Nil	Nil
2	50%	70%	170%
Thereafter	95%	95%	95%

Options and Guarantees: Waiver of premium cover may be chosen. The cost is met by a premium deduction. Policies are available to non-smokers with reduced mortality deductions.

Other Features: This class is closed to new business.

Flexible Protection Plan 1988 Series 1

Nature of Contract: Regular Premium flexible unit linked whole life assurance where the death benefit is selected by the policyholder at the outset within an available range and guaranteed for 10 years. The death benefit is the greater of the unit proceeds or the sum assured.

Charging Structure: A unit allocation rate of 67% of premiums applies for an initial period which depends on entry age. Thereafter the unit allocation rate is 102%. These rates are reduced by 2% for premiums less than £600.00 p.a. (£50.00 pm). Mortality costs are deducted monthly by cancellation of policy units. The Company reserves the right to change mortality charges at any time without notice. A Policy Fee of £1.50 pm is made by cancellation of policy units.

Investment Links: Series A units of all Life funds. No limit on the number of funds held. Unlimited fund switching is available.

Surrender Value: Available at any time. Unit proceeds payable. Partial surrenders are available subject to qualifying conditions.

Options and Guarantees: Waiver of premium cover may be chosen. The cost is met by a premium deduction. The policyholder may reduce or, subject to evidence of insurability, increase the guaranteed death benefit within permitted limits at any time. An income may be taken from the policy any time after the 10th policy anniversary within qualifying limits. Premiums may be varied within permitted limits at any time.

Other Features: Policy reviews are carried out by the company at specified times on a basis determined at the Company's discretion. If, after ten years or more, the unit value of the policy falls to zero, the policy will lapse without value. For certain policies action must be taken if the review indicates that the existing premium/sum assured ratio is not sustainable.

Policies may be made Paid Up at any time. Full cover continues until a claim or the exhaustion of units. Reinstatement is allowed within 12 months of premium cessation subject to medical evidence and payment of outstanding contributions.

This class is closed to new business.

Flexible Protection Plan 1988 Series 2

Nature of Contract: This contract is similar to the Flexible Protection Plan 1988 Series 1 with the following exceptions:-

All policies include Critical Illness and Permanent Total Disability Cover (unless declined on underwriting grounds). Mortality and Morbidity costs are deducted monthly by cancellation of policy units.

The greater of the unit proceeds or sum assured is payable on death or on diagnosis of specified illnesses (including permanent total disability).

This class is closed to new business.

Flexible Protection Plan 1992 Series - Priorities

Nature of Contract: Regular Premium flexible unit linked whole life assurance with a ten year guarantee. The guaranteed death benefit is selected by the policyholder at outset within an available range with a choice of 0%, 5% or 10% annual escalation in sum assured within certain restrictions. The death benefit is the greater of the unit proceeds or the sum assured. All polices are non-qualifying.

Charging Structure: Initial charges depend on age and premium size. Unit allocation rates are between 90% - 103% depending on premium size. Mortality costs are deducted monthly by cancellation of policy units. The Company reserves the right to change the level of mortality charge at any time. A Policy Fee of £2.59 (increasing to £2.69 pm with effect from 1st January 1995) is made by deduction from units, reviewable annually.

Investment Links: Series A units of all Life funds. Maximum of four funds initially. Unlimited fund switching is available.

Surrender Value: Available at any time. Unit proceeds payable.

Options and Guarantees: The rate of escalation in cover level cannot be increased, but may be reduced to 0% at any time. The policyholder may reduce or, subject to evidence of insurability and the Company's discretion, increase the guaranteed death benefit within permitted limits at any time. Premiums may also be increased within permitted limits with or without an increase in cover.

Waiver of premium benefit is available. The cost is met by a deduction from units. Certain guaranteed insurability options as selected at outset are available. All increases under these options are subject to the conditions applicable at the time of increase.

Premiums may be reduced but escalation ceases on any reduction in premiums as does the 10 year guarantee and other options. The cover level will be reduced in the same proportion as the reduction in premiums unless the unit value exceeds a minimum amount.

Other Features: Policy reviews are carried out by the Company at specified times on a basis determined at the Company's discretion. If, after ten years or more, the unit value of the policy falls to zero the policy will lapse without value.

Policies may be made Paid Up at any time provided the unit value exceeds a minimum amount. Full cover continues until a claim or exhaustion of units, although certain options will no longer be available. Reinstatement of a policy (including options) is allowed within 12 months subject to medical evidence and payment of outstanding premiums. Reinstatement is also allowed without payment of outstanding premiums, but the lost options are not reinstated.

A replacement policy option is available, to take out a new policy within 30 days of cancellation or lapse with up to the same cover level and no medical evidence.

Flexible Protection Plan 1992 Series - Priorities Plus

Nature of Contract: This contract is similar to the Flexible Protection Plan 1992 Series - Priorities with the following exceptions:-

All policies include Critical Illness and Permanent Total Disability cover (unless declined on underwriting grounds). Mortality and Morbidity costs are deducted monthly by cancellation of units.

The greater of the unit proceeds or sum assured is payable on death or on diagnosis of specified illnesses (including permanent total disability).

Flexible Protection Plan 1992 Series - Independence

Nature of Contract: Regular Premium unit linked assurance for a fixed policy term with a five year guarantee. The guaranteed benefit escalates annually at a rate of 0%, 5% or 10%, as selected by the policyholder at outset. The sum insured is payable on diagnosis of specified illnesses (including permanent total disability) within the policy term. All policies are non-qualifying.

Charging Structure: Initial charges depend on age and premium size. Unit allocation rates are between 90% - 103% depending on premium size. Morbidity costs are deducted monthly by cancellation of policy units. The Company reserves the right to change the level of morbidity charge at any time. A Policy Fee of £2.59 pm (increasing to £2.69 pm with effect from 1st January 1995) is made by deduction from units, reviewable annually.

Investment Links: The only investment link available is the Life Managed Fund Series A units.

Surrender Value: The contract never acquires a surrender value.

Option and Guarantees: The rate of escalation in cover level cannot be increased, but may be reduced to 0% at any time.

Waiver of premium benefit is available. The cost is met by a deduction from units. Certain guaranteed insurability options as selected at outset are available. All increases under these options are subject to the conditions applicable at the time of increase.

Premiums may be reduced but escalation ceases on any reduction in premiums as does the 5 year guarantee and other options. The cover level will be reduced in the same proportion as the reduction in premiums unless the notional unit value exceeds a minimum amount.

Other Features: Policy reviews are carried out by the Company at specified times on a basis determined at the Company's discretion. If, after five years or more, the notional unit value of the policy falls to zero, the policy will lapse without value.

The contract may not be made Paid Up, and expires at the end of the term with no maturity value.

The death benefit is limited to a return of one year's premium. For a joint life first claim policy, the death benefit is only payable on the occasion of the second death.

Flexible Investment Scheme

Nature of Contract: Regular Premium qualifying unit linked whole life assurance. The premium term is initially 15 years but is extendable for successive 10 year periods. The death benefit is the greater of the sum assured or the surrender value.

Charging Structure: The unit allocation rates depend on age, premium level and the duration of the policy. Specimen values are:

DURATION (YEARS)	MALE AGE NEXT BIRTHDAY AT ENTRY	ANNUAL PREMIUM £200	£500
1 - 10	30	87%	90%
1 - 10	50	84%	87%
Thereafter	all ages	97%	100%

Investment Links: Series A units of all Life funds. No limit on the number of funds held. Unlimited fund switching is available provided that the policy has not been made Paid Up.

Surrender Value: Available after two years. A proportion of the unit proceeds dependent on duration is payable, rising to full unit proceeds after 10 years. Partial surrenders are available subject to certain conditions.

Options and Guarantees: The sum assured is 11.25 times the annualised premium payable, but may be reduced on exercise of certain options. Option to continue paying premiums for a further 10 years, repeatable at the end of each premium paying term. Option to take income from specified anniversaries after the 10th policy anniversary. Option to take out new policies at three yearly intervals without medical evidence, subject to certain restrictions.

Other Features: This class is closed to new business.

ENDOWMENT ASSURANCE TYPE BY REGULAR PREMIUM

Higher Investment Plan 1981 Series

Nature of Contract: Regular Premium qualifying unit linked endowment assurance. It has a fixed 10 year term initially, with the minimum qualifying sum assured. The death benefit is the greater of the sum assured and surrender value. The unit proceeds are payable on maturity.

Charging Structure: The unit allocation rate depends on age and premium size. Specimen values are:

MALE AGE NEXT BIRTHDAY AT ENTRY	ANNUAL PREMIUM £1000	£2000
30	98%	99%
50	97%	98%
70	92%	93%

If premiums are continued after year 10 the allocation rate is 105% except for certain cases with small premiums for which it is 100%.

Investment Links: Series A units of all Life funds. No limit on the number of funds held. Unlimited fund switching is available provided that the policy has not been made Paid Up.

Surrender Value: The unit proceeds are payable, reduced by a factor which decreases to zero over ten years. Part surrenders are available subject to qualifying conditions.

Options and Guarantees: The plan may be extended for successive 10 year periods. Alternatively it may be converted to a whole life contract for a nominal premium and a regular income taken. Policies may be made Paid Up at any time. Reinstatement must be made within 12 months and is subject to medical evidence and the payment of all outstanding premiums.

Other Features: This class is closed to new business.

Higher Investment Plan 1982 Series

Nature of Contract: This contract is similar to the Higher Investment Plan 1981 Series with the following exceptions:-

Charging Structure: The unit allocation rate depends on age and premium size. Specimen values are:

MALE AGE NEXT BIRTHDAY AT ENTRY	ANNUAL PREMIUM £500	£1000
30	97%	98%
50	96%	97%
70	93%	94%

If premiums are continued after year 10 for cases with small premiums, an allocation rate of 99% applies.

Options and Guarantees: A further policy may be effected on each policy anniversary without evidence of health with a premium of up to 50% of the original contract, subject to certain conditions.

Other Features: This class is closed to new business.

Higher Investment Plan 1988 Series

Nature of Contract: Regular Premium qualifying unit linked endowment assurance. It has a fixed 10 year term, with the sum assured selected by the policyholder at outset from within limits. The death benefit is the greater of the sum assured and the surrender value. The unit proceeds are payable on maturity. There is a non smoker discount. Plans are automatically created as a cluster of policies.

Charging Structure: The unit allocation rate is 99% or 99.5% (dependent on premium size) during the first 10 years, and is 101% thereafter. A Policy Fee of £1.50 pm is made by deduction from units, increased or decreased proportionally with the number of policies in the plan. Mortality charges are deducted monthly by cancellation of units and may be changed by the Company at any time. Waiver of Premium benefit is charged at a fixed rate of 2% of total premium per life covered.

Investment Links: Series A units of all Life funds. No limit on the number of funds held. Unlimited fund switching is available.

Surrender Value: The unit proceeds are payable, reduced by a factor dependent on number of years to maturity and the proportion surrendered. Partial surrenders are available by cashing individual policies within the plan, subject to certain conditions.

Options and Guarantees: Waiver of premium benefit, for the whole plan only. The total plan may be extended for successive periods of 10 years. Alternatively the plan may be converted to a whole life contract for a nominal premium and a regular income taken. The sum assured may be varied at any time subject to certain limits. Policies may be made Paid Up at any time. Reinstatement must be made within 12 months and is subject to medical evidence and the payment of all outstanding premiums.

Other Features: This class is closed to new business.

Higher Investment Plan 1990 Series

Nature of Contract: This contract is similar to the Higher Investment Plan 1988 Series with the following exceptions:-

Charging Structure: The unit allocation rate is 97% or 98% (dependent on premium size) during the first 10 years, and is 100% thereafter. A Policy Fee of £2.00 pm is made by deduction from units, increased or decreased proportionately with the number of policies in the plan.

Flexible Endowment Plan

Nature of Contract: Regular Premium qualifying unit linked endowment assurance. The term of the contract is chosen at outset to be not less than 10 years. The sum assured is selected by the policyholder at outset from within limits. The death benefit is the greater of the sum assured or surrender value. The unit proceeds are payable on maturity. There is a non smoker discount. Policies are automatically clustered within one plan.

Charging Structure: The unit allocation rate is 100% throughout. A Policy Fee of £1.20 pm or £12.00 pa is made by a deduction from premiums. Mortality charges are deducted monthly by cancellation of units and may be changed by the Company at any time.

Investment Links: Series A units of all Life funds. No limit on the number of funds held. Unlimited fund switching is available.

Surrender Value: None in the first year. From the second year, the unit proceeds less a surrender charge dependent on the number of years to maturity. Partial surrenders are available by cashing individual policies within the plan, subject to certain conditions.

Options and Guarantees: Increase in sum assured on purchase of a new house without medical evidence, subject to certain conditions. Option to convert to a whole life policy at maturity. Alternatively option to take income on the policy at maturity. Policies may be made Paid Up at any time. Reinstatement may be made within 12 months, subject to medical evidence.

Other Features: Policy reviews are carried out by the company at specified times. At review the policyholder may increase premiums, decrease the sum assured or increase the policy term, within limits.

This class is closed to new business.

Homebuilder Plan 1988 Series

Nature of Contract: Regular Premium qualifying unit linked endowment assurance for a term fixed at outset of not less than 11 years. The sum assured is selected by the policyholder at outset from within limits. The death benefit is the greater of the sum assured or surrender value. The unit proceeds are payable on maturity. A non smoker discount is available.

Charging Structure: The unit allocation rates vary with policy term and premium size. Specimen examples are:

POLICY TERM IN YEARS	ANNUAL PREMIUM £500	£1000
15	99.0 %	99.5 %
20	99.5 %	100.0 %
25	100.0 %	100.5 %

A Policy Fee of £1.50 pm is made by deduction from units. This may be increased to the then current level only on an increase in premium. Waiver of premium option cost is fixed at 2% of premium per life, deducted from premiums. Mortality costs are deducted monthly by the cancellation of units and may be changed by the Company at any time.

Investment Links: Series A units of all Life funds. No limit on the number of funds held. Unlimited fund switching is available.

Surrender Value: Available at any time. Unit proceeds payable, reduced by an amount dependent on the term to maturity and the number of premiums paid to date.

Options and Guarantees: Subject to certain conditions the sum assured, premium level and term may be varied on the purchase of a new house. The sum assured may also be varied within limits on request at the Company's discretion. Waiver of premium benefit is available subject to certain conditions. The policy may be extended for up to ten years after its maturity date, with premiums payable beyond the original policy term allocated at 101%. Partial encashment can be made at maturity subject to certain conditions. Policies may be made Paid Up at any time. Reinstatement is allowed within 12 months subject to medical evidence and payment of outstanding contributions.

Other Features: The policy is reviewed after the first ten years and then after every five subsequent years and in each of the last five years, with premiums varied, within limits, to ensure a sufficient maturity value.

This class is closed to new business.

Homebuilder Plan 1990 Series

Nature of Contract: This contract is similar to the Homebuilder Plan 1988 Series with the following exceptions:-

Charging Structure: The unit allocation rates vary with policy term and premium size. Specimen value are:

POLICY TERM IN YEARS	ANNUAL PREMIUM £300	£1000
less than 20	95%	98%
20 or more	96%	99%

The allocation rate for premiums payable after the initial maturity date is 100%. A Policy Fee of £2.00 pm is made by deduction from units. This may be increased to the then current level on an increase in premium or extension of term.

Low Start Homebuilder Plan

Nature of Contract: This contract is similar to the Homebuilder Plan 1990 Series with the following exceptions:-

The premium payable under the Plan increases by 25% in each of the first four years, to remain constant at double its initial level thereafter. The minimum term of the plan is 15 years.

Charging Structure: The unit allocation rates depend only on premium size. Specimen examples are:

INITIAL ANNUAL PREMIUM	ALLOCATION RATE
£ 180	95%
£ 300	97%
£1000	98%

Other Features: This class is closed to new business.

WHOLE LIFE TYPE BY SINGLE PREMIUM

Fortune Bond and Fortune Convertible Bond

Nature of Contract: Single Premium unit linked whole life assurance. The death benefit is a multiple of the single premium dependent on age.

Charging Structure: The unit allocation rate is 100%.

Investment Links: One of any of the Life funds, Series A or S units, or any one of the following Hill Samuel unit trusts: British, Capital, Dollar, Far East, Financial, High Yield, Income & Growth, International, Security (renamed "Enterprise Growth" with effect from 14th November 1994) and Special Situations. Unlimited fund switching is available.

Surrender Value: Unit proceeds payable.

Options and Guarantees: Minimum surrender value guarantee after 20 years on certain policies. Most policies have the option to liquidate units and replace their value with an interest-free loan.

Other Features: This class is closed to new business.

Fortune Convertible Bond 1977 Series

Nature of Contract: Single Premium unit linked whole life assurance. The death benefit is a multiple of the surrender value dependent on age.

Charging Structure: The unit allocation rate is 100%.

Investment Links: Up to 5 of the Life funds Series A units or the following Hill Samuel unit trusts : Capital, Dollar, Far East, Financial, High Yield, Income & Growth, Security (renamed "Enterprise Growth" with effect from 14th November 1994) and Special Situations. Unlimited fund switching is available.

Surrender Value: Unit proceeds payable.

Options and Guarantees: None.

Other Features: This class is closed to new business.

Fortune Convertible Bond 1981 Series

Nature of Contract: Single Premium unit linked whole life assurance. The death benefit is 101% of unit proceeds.

Charging Structure: The unit allocation rate is 100%.

Investment Links: Series A units of all Life funds. No limit on the number of funds held. Unlimited fund switching is available.

Surrender Value: Unit proceeds payable.

Options and Guarantees: Most policies have the option to pay additional premiums at any time.

Other Features: This class is closed to new business.

Investment Portfolio and Investment Portfolio Bond

Nature of Contract: Single Premium unit linked whole life assurance. The plan is clustered into a number of policies, dependent on the size of the premium. The death benefit is 101% of the unit proceeds.

Charging Structure: The unit allocation rate is 100%, increased to 101% for premiums of £50,000 or more. Additional premiums are subject to the rates applicable at the time of investment.

Investment Links: Series A units of all Life funds. No limit on the number of funds held. Unlimited fund switching is available.

Surrender Value: Available at any time. Unit proceeds payable. Partial surrenders are available by cashing individual policies within the plan.

Options and Guarantees: Policies have the option to pay additional premiums at any time. Option to take regular income from the plan by cashing in units.

Other Features: None.

Capital Preservation Portfolio

Nature of Contract: Single Premium flexible unit linked whole life assurance where the guaranteed death benefit is selected by the policyholder at outset within an available range. The death benefit is the greater of the unit proceeds or the sum assured. There is a non smoker discount.

Charging Structure: The unit allocation rate is 100%, increased to 101% for premiums of £50,000 or more. Mortality costs are deducted monthly by cancellation of policy units. The Company reserves the right to change mortality charges at any time without notice.

Investment Links: Series A units of all Life funds. No limit on the number of funds held. Unlimited fund switching is available.

Surrender Value: Available after one month. Unit proceeds payable. Certain contracts have the surrender value restricted to the premiums paid.

Options and Guarantees: Option to take income of 5% pa of original premium, selected from outset but cancellable.

Other Features: Policy reviews are carried out by the Company at specified times on a basis determined at the Company's discretion. At these reviews the Company may recommend a reduction in sum assured or an additional premium payment. If action is not taken and the value of the policy falls to zero, the policy will lapse. Additional premiums are only permitted on review.

This class is closed to new business.

DEFERRED ANNUITY TYPE BY ANNUAL PREMIUM (Pension Business)

Personal Retirement Plan 1976 Series

Nature of Contract: Regular Premium unit linked retirement annuity, now approved under Chapter III, part XIV of ICTA 1988. A death benefit of the unit proceeds of the contract is available before retirement.

Charging Structure: The unit allocation rate is 100% for ages at entry below 50. A reduced allocation rate applies to older lives, dependent on age at entry and initial period to Chosen Retirement Date (CRD). This varies from 79% to 100%. A 3% service charge is deducted from all regular contributions before allocation. The first two years' contributions are invested in Capital units, with Accumulation units allocated thereafter. On CRD, or the 25th policy anniversary if earlier, the Capital units are exchanged for Accumulation units of equal value.

Investment Links: Accumulation and Capital units of all available Pension funds. Series A and Series C units of available Pension funds may be applied as a result of switching. Unlimited fund switching is available.

Retirement Benefits: At CRD the unit proceeds are applied to secure an annuity, part of which may be commuted for a cash sum, subject to statutory limits. Late retirement is allowed up to age 75. 100% of contributions made after CRD (subject to the 3% service charge for regular contributions) are allocated to Accumulation units. Early retirement is permitted, subject to Inland Revenue rules. A proportion of the value of any Capital units, together with the value of Accumulation units attaching to the policy on early retirement, are applied to secure an annuity. This proportion is dependent on the outstanding duration to CRD.

Options and Guarantees: Certain contracts have a guaranteed minimum annuity rate. Others have an annuity rate linked to the price of 2.5% Consols at retirement. Certain contracts have an open market option. Transfer values are available under all contracts by concession. A proportion of the early retirement value, increasing to 100% at CRD, is payable. Policies can be made Paid Up at any time. No penalty is applied after the contract has been in force for two years.

Other Features: Additional lump sum contributions may be made at any time, subject to certain limits. The allocation rate is 100% into Accumulation units.

This class is closed to new business.

Personal Retirement Plan 1980 Series

Nature of Contract: Regular Premium unit linked retirement annuity, now approved under Chapter III part XIV of ICTA 1988. This contract is similar to the Personal Retirement Plan 1976 Series with the following exceptions:-

Charging Structure: The unit allocation rate varies with the initial period to Chosen Retirement Date (CRD) and the contribution size. Specimen values are:

NUMBER OF COMPLETE YEARS TO CRD	ANNUAL CONTRIBUTION	
	UP TO £500	£500 OR MORE
5 or less	95%	97%
7	97%	99%
10 or more	100%	102%

The allocation rate for regular non-annual contributions is 3% lower than the above rates.

Retirement Benefits: The allocation rate for contributions payable after CRD is the same as that which applied prior to CRD.

Options and Guarantees: No annuity guarantees were made. All contracts have the open market option. Certain contracts have the option to replace part of the unit holding by a sterling amount and a loan taken against it.

Other Features: Additional lump sum contributions may be made at any time, subject to certain limits. The allocation rate scale is the same as that shown above for contributions of up to £500. An allocation rate of 95% is applied to lump sum contributions payable after CRD. Accumulation units are allocated.

This class is closed to new business.

Personal Pension Account

Nature of Contract: Regular Premium unit linked retirement annuity, now approved under Chapter III part XIV of ICTA 1988. This contract is similar to the Personal Retirement Plan 1980 Series with the following exceptions:-

Charging Structure: The unit allocation rate varies with duration and contribution size. The values are:

ANNUAL CONTRIBUTION	ALLOCATION RATE	
	FIRST 10 YEARS	THEREAFTER
Up to £500	100%	105%
£500 or more	102%	105%

The allocation rate for regular non-annual contributions during the first 10 years is reduced by 2% from the above rates.

Investment Links: Only Series A or Series C units of the Pension funds are available.

Other Features: Additional lump sum contributions may be made at any time subject to certain limits. The allocation rate is 97% for amounts of up to £1000 and 100% for larger amounts. Series A units are allocated.

This class is closed to new business.

Executive Retirement Plan 1978 Series

Nature of Contract: Regular Premium unit linked exempt approved retirement benefits scheme. A death benefit of the unit proceeds of the contract is available before retirement.

Charging Structure: The unit allocation rate varies with the initial period to Chosen Retirement Date (CRD). Specimen value are:

NUMBER OF COMPLETE YEARS TO CRD	ALLOCATION RATE
5 or less	95%
7	97%
10 or more	100%

The first two years' contributions are invested in Capital units, with Accumulation units allocated thereafter. On CRD, or on the 25th policy anniversary if earlier, the Capital units are exchanged for Accumulation units of equal value.

Investment Links: Accumulation and Capital units of all available Pension funds. Series A and Series C units of available Pension funds may be applied as a result of switching. Unlimited fund switching is available.

Retirement Benefits: At CRD the unit proceeds are applied to secure pension and/or lump sum benefits, subject to Inland Revenue limits. Early or late retirement is allowed, subject to Inland Revenue rules. A proportion of the value of any Capital units, together with the value of Accumulation units attaching to the policy on early retirement, are applied to secure a pension. This proportion is dependent on the outstanding duration to CRD.

Options and Guarantees: All contracts have an open market option. Transfer values are available under all contracts by concession. Policies can be made Paid Up at any time. No penalty is applied after the contract has been in force for two years. Certain contracts have the option to replace part of the unit holding by a sterling amount and a loan taken against it.

Other Features: Additional lump sum contributions may be made at any time, subject to certain limits. The allocation rate is based on the above scale. Accumulation units are allocated.

This class is closed to new business.

Executive Retirement Plan 1984 Series

Nature of Contract: Regular Premium unit linked exempt approved retirement benefits scheme. This contract is similar to the Executive Retirement Plan 1978 Series with the following exceptions:-

Charging Structure: The unit allocation rate varies with duration and contribution size. Specimen value are :

ANNUAL CONTRIBUTION	ALLOCATION RATE	
	FIRST 10 YEARS	THEREAFTER
£ 500	100%	105%
£1000	102%	105%
£3000	104%	105%

The allocation rate for regular non-annual contributions during the first 10 years is reduced by 2% from the above rates.

Investment Links: Series A and Series C units of the Pension funds are allocated, rather than Accumulation and Capital units.

Options and Guarantees: All contracts have the option to replace part of the unit holding by a sterling amount and a loan taken against it.

Other Features: Additional lump sum contributions may be made at any time, subject to certain limits. The allocation rate is 100% into Series A units.

This class is closed to new business.

Private Income Plan 1987 Series

Nature of Contract: Regular Premium unit linked retirement annuity, now approved under Chapter III part XIV of ICTA 1988. A death benefit of either the unit proceeds or the transfer value is chosen at outset. Each contract is issued as a cluster of 10 policies.

Charging Structure: The unit allocation rate varies with the initial period to Chosen Retirement Date (CRD) and contribution size. Specimen values are:

NUMBER OF COMPLETE YEARS TO CRD	ANNUAL CONTRIBUTION	
	£240	£1000
less than 2 years	95%	97%
2 - 3 years	97%	101%
3 or more years	98%	102%

Series A units are allocated throughout if the number of complete years to CRD is less than 2. For all other contracts Series B units are allocated during the first year, with Series A units allocated thereafter. Series B units are exchanged for Series A units of equal value at CRD. A policy fee of £2.50pm (£25 pa) is deducted from contributions prior to allocation. This may be increased to the then current level only if contributions are increased. A charge of 0.2% of the annualised contribution is deducted monthly by unit cancellation during the first quarter of the policy term. Mortality costs are deducted monthly by unit cancellation where the death benefit of the unit proceeds has been chosen.

Unit bonuses of 0.5% per annum of the value of Series A units are allocated each month, provided that contributions are currently being paid.

Investment Links: Series A or B units of all Pension funds. No limit on the number of funds held. Unlimited fund switching is available.

Transfer Value: A transfer is allowed at any time, subject to Inland Revenue requirements. The value is the full unit proceeds of any Series A units plus a proportion of the unit proceeds of any Series B units, this proportion increasing to 100% by CRD. A termination charge equal to any outstanding charges due over the first quarter of the policy term is also made.

Retirement Benefits: At CRD the unit proceeds are applied to secure an annuity, part of which may be commuted for a cash sum, subject to Inland Revenue restrictions. Late retirement is allowed up to age 75 and, where contributions are made after CRD, the allocation rates and units allocated are the same as those for contributions payable under a contract with less than 2 years to CRD. Early retirement is permitted, subject to Inland Revenue restrictions. The transfer value is applied to secure an annuity.

Options and Guarantees: Contributions may be suspended at any time without penalty (apart from the loss of unit bonuses). Reinstatement is allowed without payment of missed contributions within certain limits. Contributions may be increased at any time. Each increase is treated as a new contract for charging purposes. The open market option is available. Contribution waiver benefit is available at a cost of 2% of contribution. All contracts have the option to replace part of the unit holding by a sterling amount and a loan taken against it.

Other Features: Additional lump sum contributions may be paid at any time. The unit allocation rate is 97% after deduction of a £10 charge (£25 if regular contributions are suspended) and Series A units are allocated. Unit bonuses on such units continue even if regular contributions cease.

This class is closed to new business.

Private Income Plan 1988 Series

Nature of Contract: Regular Premium unit linked personal pension plan approved under Chapter IV part XIV of ICTA 1988. This contract is similar to the Private Income Plan 1987 Series with the following exceptions. The death benefit may also be chosen to be a fixed amount.

Other Features: The unit allocation rate for transfer payments received from a personal pension or an occupational scheme is 103%. If the life cover ceases due to retirement, transfer or contribution cessation it may be replaced by a life assurance contract without medical evidence.

Private Income Plan 1990 Series

Nature of Contract: Regular Premium unit linked personal pension plan approved under Chapter IV part XIV of ICTA 1988. This contract is similar to the Private Income Plan 1988 Series with the following exceptions:-

Charging Structure: The unit allocation rate varies with the initial period to Chosen Retirement Date (CRD) and contribution size. Specimen values are:

NUMBER OF COMPLETE YEARS TO CRD	ANNUAL CONTRIBUTION	
	£240	£1000
less than 2 years	88%	95%
2 or more years	92%	100%

A policy fee of £3 pm (£30 pa) is deducted from contributions prior to allocation. This may be increased to the then current level only if contributions are increased. A charge of 0.5% of the annualised contribution is deducted monthly by unit cancellation during the first quarter of the policy term.

Other Features: The unit allocation rate for additional lump sum contributions is 95%. Transfer payments cannot be made into this contract.

Directors Retirement Plan

Nature of Contract: Regular Premium unit linked exempt approved occupational pension scheme contract. It is similar to the Private Income Plan 1988 Series with the following exceptions.

Charging Structure: The unit allocation rate varies with initial period to Chosen Retirement Date (CRD). Specimen values are:

NUMBER OF COMPLETE YEARS TO CRD	ALLOCATION RATE
Less than 2	97%
2 - 3	99%
3 or more	100%

A policy fee of £3.00 pm (£30 pa) is deducted from contributions prior to investment. This may be increased to the then current level only on an increase in contribution. If the establishment of the plan requires a new occupational scheme to be set up and the aggregate contribution from all members is less than £3000 per annum a set-up fee of £60 is payable.

Options and Guarantees: For contracts with a death benefit of a fixed amount the option exists to increase this yearly by the movement in the RPI, subject to certain conditions.

Directors Retirement Plan 1990 Series

Nature of Contract: Regular Premium unit linked exempt approved occupational pension scheme contract. It is similar to the Private Income Plan 1990 Series with the following exceptions.

Charging Structure: The unit allocation rate varies with the initial period to Chosen Retirement Date (CRD) and contribution size. Specimen values are:

NUMBER OF COMPLETE YEARS TO CRD	ANNUAL CONTRIBUTION	
	£360	£1000
Less than 2 years	88%	93%
2 or more years	91%	98%

Other Features: The plan will accept transfers of non-protected rights benefits only, on the same terms as for additional lump sum contributions.

DEFERRED ANNUITY TYPE BY SINGLE PREMIUM (Pension Business)

Personal Retirement Bond

Nature of Contract: Single Premium unit linked retirement annuity, now approved under Chapter III part XIV of ICTA 1988. A death benefit of the unit proceeds of the contract is available before retirement.

Charging Structure: The unit allocation rate is 100%.

Investment Links: Accumulation units of all available Pension funds. Series A units may be applied as a result of switching. Unlimited fund switching is available.

Retirement Benefits: At the chosen retirement date the unit proceeds are applied to secure an annuity, part of which may be commuted for a cash sum, subject to statutory limits.

Options and Guarantees: Certain contracts have an annuity rate linked to the price of 2.5% Consols at retirement.

Other Features: Additional contributions may be made at any time subject to certain limits. The allocation rate is as shown above.

This class is closed to new business.

Personal Pension Portfolio

Nature of Contract: Single Premium unit linked retirement annuity, now approved under Chapter III part XIV of ICTA 1988. A death benefit of the unit proceeds of the contract is available before retirement.

Charging Structure: The unit allocation rate is 100% for contributions of £1000 or more. A reduced allocation rate applies to lower contributions.

Investment Links: Series A units of all Pension funds. No limit on the number of funds held. Unlimited fund switching is available.

Retirement Benefits: At the chosen retirement date the unit proceeds are applied to secure an annuity, part of which may be commuted for a cash sum, subject to statutory limits.

Options and Guarantees: All contracts have an open market option.

Other Features: Additional contributions may be made at any time. The allocation rate is 100% into Series A units for additional amounts of £1000 or more.

This class is closed to new business.

Private Income Bond 1987 Series

Nature of Contract: Single Premium unit linked retirement annuity, now approved under Chapter III part XIV of ICTA 1988. A death benefit of the unit proceeds of the contract is available before retirement.

Charging Structure: The unit allocation rate is 97%. A policy fee of £40 is deducted from the initial contribution prior to investment.

Unit bonuses of 0.5% per annum of the unit proceeds are allocated to the contract each month.

Investment Links: Series A units of all Pension funds. No limit on the number of funds held. Unlimited fund switching is available.

Transfer Value: A transfer is allowed at any time, subject to Inland Revenue requirements. The transfer value is the full unit proceeds.

Retirement Benefits: At the chosen retirement date the unit proceeds are applied to secure an annuity, part of which may be commuted for a cash sum, subject to statutory limits.

Options and Guarantees: All contracts have the open market option.

Other Features: Additional contributions may be made at any time. The unit allocation rates are as for new contracts. A reduced policy fee of £10 is deducted prior to investment.

This class is closed to new business.

Private Income Bond 1988 Series

Nature of Contract: Single Premium unit linked personal pension plan approved under Chapter IV part XIV of ICTA 1988. This contract is similar to the Private Income Bond 1987 Series with the following exceptions.

Other Features: The unit allocation rate for transfer payments received from a personal pension or an occupational scheme is 103%.

Private Income Bond 1990 Series

Nature of Contract: Single Premium unit linked personal pension plan approved under Chapter IV part XIV of ICTA 1988. It is similar to the Private Income Bond 1988 Series with the following exceptions.

Charging Structure: The unit allocation rate is 95% for both initial and additional contributions.

4(ii) LINKED CONTRACTS - INTERNAL LINKED FUNDS

For each fund:

(i) The costs of buying and selling investments and other expenses directly attributable to the fund and its investments, including audit fees and property valuation fees and fees for investment management services, are charged to or borne by the fund.

(ii) Deductions are made from the fund in respect of notional taxation liabilities in accordance with the rates of charge applicable to the company in respect of the relevant investments and the class of business. With the exception of the Property fund Series S units, a reserve in respect of unrealised chargeable gains is accumulated within the fund to meet the potential tax liability. No tax on chargeable gains is levied on the Pension funds. Tax deducted at source from investment income is credited to the Pension funds when the recovery of the deduction is received.

(iii) A valuation is carried out for pricing purposes at least once a month (except the Managed fund, the Fixed Interest fund, the Equity fund and the Money fund, which are valued at least once a week) taking into account all income less any notional taxation, management charges and expenses attributed to the fund.

(iv) The initial management charge is represented by the difference between the bid and offer prices of the units.

(v) The company may at any time adjust the unit bid price based on the valuation of the fund in terms of (iii) above by an appropriate percentage, upwards to reflect the costs of buying investments or downwards to reflect the costs of selling investments.

(vi) The unit offer price is determined by dividing the relevant bid price by 0.945 for the Life funds and 0.95 for the Pension funds, rounding the result to the higher 1/10th of a penny, with the exception of the Property fund Series S units for which the relevant bid price is multiplied by 1.05 and rounded to the higher 1/10th of a penny.

(vii) The annual management charges, the general nature of the investments and the investment guidelines applicable to the internal funds are set out overleaf.

LIFE FUNDS

Hill Samuel Linked Funds		Annual Management Charge (% of Fund)		General Nature of Current Investments
Managed fund #	Series S*+ Series A	0.50% 0.75%	)))	Authorised Equity Unit Trusts, Property and Sterling and Overseas Fixed Interest Securities
Property fund	Series S*+ Series A	0.50% 0.75%	))	Commercial Property
Fixed Interest fund #		0.75%		Fixed Interest Securities
Equity fund #		0.75%		Authorised Equity Unit Trusts
Money fund #	Series S* Series A	0.50% 0.75%	))	Short Term Deposits
British fund		0.75%		Hill Samuel British Trust units
Capital fund		0.75%		Hill Samuel Capital Trust units
Dollar fund		0.75%		Hill Samuel Dollar Trust units
European fund		0.75%		Hill Samuel European Trust units
Far East fund		0.75%		Hill Samuel Far East Trust and Japanese General Trust units
Financial fund		0.75%		Hill Samuel Financial Trust units
High Yield fund		0.75%		Hill Samuel High Yield Trust units
Income fund		0.75%		Hill Samuel Income & Growth Trust units
Indexed Securities fund		0.75%		British Government and other Securities linked to the Retail Prices Index.
International fund		0.75%		Hill Samuel International Trust units
Managed Currency fund		0.75%		Sterling Managed Shares in Hill Samuel International Currency Fund Limited.
Security fund		0.75%		Hill Samuel Security Trust units (renamed the Hill Samuel Enterprise Growth Trust, with effect from 14th November 1994)
Smaller Companies fund		0.75%		Hill Samuel Smaller Companies Trust units

LIFE FUNDS

Hill Samuel Linked Funds	Annual Management Charge (% of Fund)	General Nature of Current Investments
Special Situations fund	0.75%	Hill Samuel Special Situations Trust units
Natural Resources fund	0.75%	Hill Samuel Natural Resources Trust units
Japanese Technology fund units	0.75%	Hill Samuel Japanese Technology Trust
Global Bond fund	0.75%	Sterling Managed Shares of Hill Samuel International Bond Fund Limited
US Smaller Companies fund	0.75%	Hill Samuel US Smaller Companies Trust units

PENSION FUNDS

Hill Samuel Linked Funds	Annual Management Charge (% of Fund)		General Nature of Current Investments
Pensions Managed fund	Accumulation*	0.75%)	Authorised Equity Unit Trusts, Property and Sterling and Overseas Fixed Interest Securities
	Capital*	4.25%)	
	Series A	1.00%)	
	Series B	6.00%)	
	Series C	4.50%)	
Pensions Property fund	Accumulation*	0.75%)	Commercial Property
	Capital*	4.25%)	
	Series A	1.00%)	
	Series B	6.00%)	
	Series C	4.50%)	
Pensions Fixed Interest fund	Accumulation*	0.75%)	Fixed Interest Securities
	Capital*	4.25%)	
	Series A	1.00%)	
	Series B	6.00%)	
	Series C	4.50%)	
Pensions Equity fund	Accumulation*	0.75%)	Authorised Equity Unit Trusts
	Capital*	4.25%)	
	Series A	1.00%)	
	Series B	6.00%)	
	Series C	4.50%)	
Pensions Guaranteed fund	Accumulation*	0.75%)	Short Term Deposits
	Capital*	4.25%)	
	Series A	1.00%)	
	Series B	6.00%)	
	Series C	4.50%)	
Pensions Indexed Securities fund	Accumulation*	0.75%)	British Government and Other Securities linked to the Retail Prices Index
	Capital*	4.25%)	
	Series A	1.00%)	
	Series B	6.00%)	
	Series C	4.50%)	
Pensions Dollar fund	Series A	1.00%)	Hill Samuel Dollar Trust units
	Series B	6.00%)	
	Series C	4.50%)	
Pensions European fund	Series A	1.00%)	Hill Samuel European Trust units
	Series B	6.00%)	
	Series C	4.50%)	
Pensions Far East fund	Series A	1.00%)	Hill Samuel Far East Trust and Japanese General Trust units.
	Series B	6.00%)	
	Series C	4.50%)	

PENSIONS FUNDS

Hill Samuel Linked Funds	Annual Management Charge (% of Fund)		General Nature of Current Investment
Pensions International fund	Series A Series B Series C	1.00%) 6.00%) 4.50%)	Hill Samuel International Trust units
Pensions Managed Currency fund	Series A Series B Series C	1.00%) 6.00%) 4.50%)	Sterling Managed shares in Hill Samuel International Currency Fund Limited
Pensions Building Society fund	Series A Series B Series C	1.00%) 6.00%) 4.50%)	Building Society Deposits
Pensions Smaller Companies fund	Series A Series B Series C	1.00%) 6.00%) 4.50%)	Hill Samuel Smaller Companies Trust units
Pensions US Smaller Companies fund	Series A Series B Series C	1.00%) 6.00%) 4.50%)	Hill Samuel US Smaller Companies Trust units
Pensions Investment Trust fund	Series A Series B Series C	1.00%) 6.00%) 4.50%)	Investment Trust shares and Authorised Equity Unit Trust units

Notes:

(i) The Company reserves the right to amend the level of management charges at any time for all series of units except those marked *.

(ii) In the case of the Money Fund Series A units and the Pensions Guaranteed Fund Accumulation and Series A units, the Company guarantees that the unit price will never fall.

(iii) The annual management charge is levied against gross income for the series of units marked +.

(iv) The Company values each fund for pricing purposes at least once a month, except for those funds which are valued at least once a week, marked #.

The investment guidelines applicable to the internal funds are:

(i) The investment descriptions set out under the general nature of the current investment is observed for each fund.

(ii) Each fund may hold a proportion of its assets at any time in the form of cash or short term deposits and securities.

(iii) The Managed fund may hold units in any of the other non-Pension funds. The Pensions Managed fund may hold units of the other Pension funds. Any non-Pension fund may hold units of the Money fund. Any Pension fund may hold units of the Pension Guaranteed fund. Where units of another fund are held as investments, the management charges are adjusted as appropriate to avoid double charging.

(iv) Where units of Hill Samuel Unit Trusts are purchased, the cost is reduced by any discount allowed by the managers. This is equal to 5.66% of the purchase price (3.85% with effect from 1st February 1995). In addition the fund currently receives the benefit of any rebates received of part of the Unit Trust annual management charges, net of tax at the rate applicable to the Company in respect of the type of business. No units in any other Units Trusts are currently being purchased.

(v) No derivatives are currently used in the internal funds.

(vi) A sub-committee of the Board of the Company, known as the Investment Committee meets monthly to review the Company's investment activities.

5. PRINCIPLES ADOPTED IN THE VALUATION

Non-Linked Assurances

The liability for each regular premium policy (other than term assurance policies and those categories described individually below) was ascertained by the net premium method. The net premium was that calculated on the valuation basis in respect of mortality and interest with a zillmer adjustment for initial expenses conforming to Regulation 68 of the Insurance Companies Regulations 1994 of 3% of the sum assured, but restricted to 95% of the annualised office premium excluding any extra premium. The liability for each regular premium term assurance policy was ascertained by the net premium method. The net premium was that calculated on the valuation basis in respect of mortality and interest with a zillmer adjustment for initial expenses conforming to Regulation 68 of the Insurance Companies Regulations 1994 of 0.5% of the sum assured, but restricted to 95% of the annualised office premium (85% of the office premium in the case of level term assurance policies which have a convertibility option).

Where a policy was determined in a currency other than sterling all monetary amounts were converted to sterling at the latest closing middle exchange rate available on the valuation date.

Under level term assurance policies with a convertibility option the liability includes an additional reserve for this option equal to an accumulation of 10% of office premiums paid at the valuation rate of interest to the valuation date.

The liability for single premium and paid up policies (other than those described individually below) was ascertained by reserving an amount equal to the sum of the present values of the sum assured, vested bonus and future expense provisions on the valuation basis. Where a guaranteed surrender value applied, the liability was not less than that amount at the valuation date.

For all contracts in the Pension Business Fund the exact age at the valuation date was used. For term assurances the term of the contract was taken to the nearer month.

In the valuation of whole life and term assurance policies the payment of death claims is assumed to take place two months after death.

The liability for group life assurance was ascertained by reserving an amount equal to the value of the unexpired risk at the valuation date in respect of the most recent premium paid.

The liability for the category 'Flexiplan 10' was ascertained as for Endowment Assurances with participation in profits. Where a guaranteed surrender value applied, the liability was not less than that amount at the valuation date.

No allowance has been made for derivative contracts in the determination of the amount of the long term liabilities, as no such instruments were held at the valuation date or are currently held.

Permanent Health Insurances

The liability was ascertained as:

(i) the whole of the single premium for contracts by renewable single premiums, and

(ii) 5 times the annual premium for contracts by annual premiums.

The reserve calculated in this manner was, for non-group contracts, greater than that which would have resulted from a net premium valuation at 4.5% using the A1967-70 Ultimate mortality table and the Manchester Unity (AHJ) sickness table reduced by 25%.

Non-Linked Annuities

The liability for annuities by single premium was ascertained by taking the sum of the present values of:

(i) in the case of deferred annuities with cash option, the cash option or the expected annuity payments if greater,

(ii) in the case of other annuities, the expected annuity payments,

(iii) any death benefit payments, and

(iv) future expense provisions,

on the valuation basis. Where a guaranteed surrender value applied, the liability was not less than that value at the valuation date.

The liability for annuities by regular premiums was ascertained by deducting the present value of 95% of future office premiums from an amount equal to the sum of the present value of:

1. in the case of deferred annuities with cash option, the cash option or the expected annuity payments if greater,

2. in the case of other annuities, the expected annuity payments, and

3. any death benefit payments on the valuation date.

In the calculations the exact age at the valuation date and, where relevant, the exact outstanding terms were used.

Linked Assurances and Annuities

The liability for each policy (other than that for any investment performance guarantee or special option) was ascertained in two parts:

(i) unit liability, equal to the value at bid price of the funded units of the investment link deemed attaching to the policy. Contracts which can switch between funds and/or which can link to more than one fund or Trust have been treated as being linked to those investments to which they were linked on the valuation date, and

(ii) a reserve for mortality and expenses determined by cash flow methods, including an amount for potential liabilities under the review of pensions required by SIB..

For this purpose "funded units" means

(a)	for Series S units	:	allocated units
(b)	for Series A units deemed attaching to the		
	(i) Flexible Endowment Plan, Homebuilder Plan 1988 Series and Higher Investment Plan 1988 Series	:	allocated units x v^m @ 0.0333%
	(ii) Homebuilder Plan 1990 Series and Low Start Homebuilder Plan	:	allocated units x v^m @ 0.0375%
	(iii) Higher Investment Plan 1990 Series	:	allocated units x v^m @ 0.0417%
(c)	for all other Series A units and Accumulation units	:	allocated units
(d)	for Series B units	:	allocated units x v^n @ 0.458%
(e)	for Series C units and Capital units deemed attaching to annuity policies	:	allocated units x Ay:n

Where

(i) v^t is the discounted value of 1 payable in t years at the rate of interest shown, ignoring mortality

(ii) m is the outstanding period in months to the earlier of the twenty fifth policy anniversary and the maturity date of the contract

(iii) n is the outstanding period at the valuation date in months to the date of conversion to Accumulation units

(iv) Ay:n is the discounted value of 1 payable at age (y + n) or on earlier death using the A1967-70 Ultimate mortality table and 3.5% p.a. interest.

Negative Reserves

For some policies negative reserves arose. These were eliminated by increasing the value of the sum assured.

Future Bonuses

No explicit reserve was held to provide for future bonuses.

Mismatching

In framing the methods and bases of the valuation due account has been taken of the nature and term of the assets held. An investigation was conducted to calculate the changes in the values of fixed interest assets and liabilities in the event of a 3% upward or 1½% downward change in the yield.

For Life Assurance Business and the without profits Pension and General Annuity Business, specific reserves have been set up sufficient to cover such a change in values.

For the With Profits Business an investment reserve was held. This, together with margins in the valuation basis, is sufficient to provide an amount equivalent to a 25% reduction in the value of the equities in the fund (allowing for the reduction that this would generate in the reserve for tax on unrealised gains), and the amount resulting from the investigation outlined above in respect of the fixed interest assets.

Unrealised Capital Gains

Specific reserves for the potential tax liability in respect of unrealised capital gains on assets hypothecated to linked assurance liabilities and on assets in the With Profits fund of £30,875,000 and £1,718,000 respectively were held, with due account having been taken of indexation allowances available.

In the case of internal funds other than the Property fund Series S units, the reserve established was the aggregate of an amount equal to 25% of the estimated chargeable gain at the valuation date for each fund.

The holding of this reserve is solely for the purpose of calculating unit prices which are fair as between policies for which units are being allocated and those for which units are being relinquished. No risk attaches to the Company in the event that the assumptions are not realised.

In the case of Unit Trust units held directly against linked assurance liabilities and Property fund Series S units, the difference between the potential liability to tax at the expected average rate of 25% and the maximum amount deductible in the calculation of "unit proceeds" under appropriate policies was established. The liability was determined by deducting from this amount an allowance for the value of unrelieved management expenses. The Company is at risk in these cases and the reserve held is equal to that required on the above basis.

In the case of the With Profits fund the liability was taken as being 80% of the expected potential liability to tax. The holding of this reserve is solely for the purpose of equity between different generations of with profit policyholders.

AIDS Reserves

A reserve was held to cover the expected additional death claims due to AIDS on contracts where no allowance for AIDS had been made in the premium rates or where no future increase in the rate of mortality deductions is permissible. The reserve was based on the Institute of Actuaries projection R, using the highest additional mortality cost for each year. No additional cost was assumed for female lives or for males lives over age 70 at the valuation date.

Other Reserves

An additional expense reserve was held as shown in Form 56. This represents the value of the estimated shortfall in future years between the aggregate provision represented by the expense assumptions and the expected future maintenance costs, taking into account an agreement between the Company and its holding Company relating to the amount of expenses chargeable to the Company.

Linked Contracts - Investment Performance Guarantees

A specific reserve to cover possible liabilities under investment performance guarantees of £100,000 was held. This reserve was greater than that which would have resulted from using the time series model recommended by the Institute and Faculty of Actuaries Maturity Guarantees Working Party, adopting a 99.9% probability that the guaranteed surrender values applying will be covered at all times in the future.

Other Benefits and Options

(i) Certain contracts included under "Miscellaneous" in Form 56 have additional maturity benefits. Reserves were held for these, calculated by prospective methods.

(ii) A further reserve was held to cover any possible liability arising from the options to increase cover under certain unit linked policies. This was calculated by taking the present value of the difference between the ultimate and select mortality cost when the option is exercised. The increased mortality cost was based on the average age, the aggregate sum assured to which the option applies and the assumption that the option is exercised whenever possible.

(iii) A reserve was held equal to the aggregate of the loan value at the valuation date under those contracts with an option to liquidate units and replace them with a policy loan.

Derivative Contracts

No derivative contracts were held as part of the long term liabilities.

Risk Premium Reinsurance

The premiums shown in Forms 55 and 56 are the total premiums before deducting the risk premiums for amounts of risk reassured with other reassurers. The amounts reassured in this way are shown below. The liability for the contracts concerned has been obtained by valuing them ignoring the risk premium reassurance and then deducting the risk premium reserve from the value of the sum assured or mortality and expense reserve as appropriate.

		Sums Assured £	Risk Premium £
Non-Linked -			
With Profits	:	564,664	10,630
Without Profits	:	5,029,563	41,392
Unit Linked	:	514,231,917	1,372,029
TOTAL		519,826,144	1,424,051

6. VALUATION BASIS

Interest Rates

Linked assurances and annuities - refer to Section 8

Pension Term Assurances	6.0%
Other non profit assurance contracts	4.5%
With Profit contracts	3.0%
Single premium annuity contracts	9.0%
Regular premium annuity contracts	6.0%

Liabilities under the reinsurance deposit:

Direct Business :	4.92%
Reinsurance :	7.79%

The rates employed for assurances are net of tax. Those employed for annuities for General Annuity Business take into account the taxation position of that business.

Tables of Mortality and Sickness

Linked assurances and annuities - refer to Section 8

All Term Assurances	TM80(5)ult and AF80(2)ult adjusted as follows:	
	Smoker	150%
	Non Smoker	95%
	Aggregate	110%
Other Non Linked Assurances	100% AM80(2)ult and 100% AF80(2)ult	
Immediate annuities in the Pensions Business Fund	PMA80 (base 2000) ult and PFA80 (base 2000) ult	
All other immediate annuities and temporary annuities.	IM80 (base 2000) ult and IF80 (base 2000) ult	
Deferred annuities issues under master proposals	PMA80 (base 2000) ult and PFA80 (base 2000) ult	
All other deferred annuities, and contingent annuities	IM80 (base 2000) ult and IF80 (base 2000) ult.	

7. NON-LINKED CONTRACTS

Expense Provisions

(a) Policies valued by the net premium method : the proportion of office premiums implicitly reserved for future expenses is shown in Form 55

(b) For each relevant policy, the following explicit provisions for future expenses were made:

Assurances	£28.36 on payment of claim, less tax relief at 25%
Annuities in course of payment	£4.72 p.a. plus £0.56 per payment.
Deferred and contingent annuities by single premium, except those issued under master proposals	£4.72 p.a.; £28.36 on death, vesting or payment of an issued cash option ; and £0.56 per payment after vesting
Deferred Annuities by single premium issued under master proposals	£28.36 on death or vesting

Allowance was made for the future inflation of all the above explicit expense provisions at the rate of 6% p.a.

In addition

(a)	for all policies by single premium, and the reinsurance deposit	0.1% of the projected reserves each year, less tax relief as appropriate, was held to cover investment expenses.
(b)	for non linked assurances after premiums have ceased, and for single premium assurances	£6.63 per annum, less tax at 25%

8. LINKED CONTRACTS - MORTALITY AND EXPENSES RESERVE

The Mortality and Expenses reserve is the amount which, together with the unit reserve, margins in the premiums receivable and management charges levied, is required to ensure that, in the aggregate for all policies, claims (other than those for guaranteed sterling maturity or surrender values) and expenses are met each year in the future without recourse to additional finance. In calculating this reserve, the projection of future unit liabilities was based upon an initial value of units of 75% of the published unit price for each fund on the valuation date, and includes an amount for potential liabilities under the review of pensions required by SIB.

Assurances

Assumptions made in the calculation of the Mortality and Expenses reserve for each assurance policy are:

(a) Mortality : AM80(2) ult and AF80(2) ult adjusted as follows:-

Smoker	140%
Non Smoker	90%
Aggregate	100%

In addition, for Flexible Protection Plan 1988 Series 2 and the Flexible Protection Plan 1992 Series (Priorities Plus), the following male and female non smoker rates were used to determine projected benefits arising from death, permanent disability or diagnosis of one of several specified illnesses. The smoker rates used are approximately 200% of the non smoker rates at age 40 reducing to approximately 128% for ages over 80.

Age	Male Claim Rates	Female Claim Rates	Age	Male Claim Rates	Female Claim Rates	Age	Male Claim Rates	Female Claim Rates
20	11.78	9.89	47	59.19	39.64	74	727.44	494.44
21	11.48	9.35	48	66.28	43.77	75	797.26	546.11
22	11.18	8.83	49	74.17	48.34	76	873.36	602.64
23	10.95	8.34	50	83.20	53.52	77	955.48	664.44
24	10.65	8.10	51	93.30	59.49	78	1045.28	731.91
25	10.43	8.48	52	104.81	66.18	79	1143.26	805.50
26	10.28	8.78	53	116.71	72.94	80	1251.82	885.67
27	10.13	9.23	54	130.13	80.44	81	1350.18	967.79
28	10.28	9.75	55	145.28	89.02	82	1454.71	1056.50
29	10.58	10.20	56	162.35	98.60	83	1565.59	1152.21
30	10.95	10.73	57	181.78	109.47	84	1682.97	1255.30
31	11.48	11.40	58	200.76	121.38	85	1806.94	1366.15
32	12.23	12.23	59	221.98	134.86	86	1937.58	1485.14
33	13.05	12.98	60	245.82	149.86	87	2074.91	1612.60
34	14.03	13.80	61	221.19	124.89	88	2218.88	1748.88
35	15.23	14.63	62	244.24	139.68	89	2369.38	1894.27
36	16.65	15.68	63	266.85	156.05	90	2526.26	2049.02
37	18.38	16.73	64	291.71	174.15	91	2689.25	2213.32
38	20.40	18.00	65	319.20	194.14	92	2858.03	2387.32
39	22.65	19.43	66	349.18	216.20	93	3032.20	2571.10
40	25.43	21.00	67	382.67	240.53	94	3211.25	2764.63
41	28.69	22.88	68	417.59	267.34	95	3394.62	2967.82
42	32.53	25.00	69	455.73	296.87	96	3581.64	3180.48
43	36.64	27.23	70	498.33	329.34	97	3771.58	3402.32
44	41.35	29.88	71	545.35	365.04	98	3963.63	3632.92
45	46.50	32.78	72	598.51	404.25	99	4156.93	3871.79
46	52.42	36.04	73	658.25	447.27	100	4350.56	4118.30

For the Flexible Protection Plan 1992 Series (Independence), the following non smoker rates were used to determine projected benefits arising from permanent disability or diagnosis of one of several specified illnesses. Smoker rates vary from approximately 150% to approximately 170% of the non smoker rates, dependent upon age and sex.

Age	Male Claim Rates	Female Claim Rates	Age	Male Claim Rates	Female Claim Rates	Age	Male Claim Rates	Female Claim Rates
19	5.64	3.48	38	14.04	16.44	57	109.20	76.92
20	3.72	2.28	39	16.32	17.76	58	119.98	83.28
21	3.72	2.40	40	18.84	19.32	59	131.64	90.00
22	3.84	2.64	41	21.84	21.00	60	144.48	97.20
23	3.96	3.12	42	25.56	22.68	61	159.60	105.60
24	4.20	3.96	43	29.64	24.48	62	176.16	114.72
25	4.44	4.92	44	34.20	26.40	63	194.04	124.68
26	4.80	6.00	45	37.20	28.32	64	213.36	135.84
27	5.04	6.96	46	40.20	31.44	65	234.24	148.20
28	5.16	7.80	47	44.88	34.80	66	254.28	161.04
29	5.52	8.76	48	49.56	37.68	67	275.28	175.20
30	5.88	9.60	49	54.36	40.68	68	297.48	190.68
31	6.24	10.20	50	59.28	43.92	69	320.88	207.84
32	6.72	10.92	51	64.56	47.52	70	345.84	226.44
33	7.44	11.64	52	70.52	51.48	71	372.48	246.60
34	8.28	12.36	53	76.56	55.68	72	401.04	268.32
35	9.36	13.20	54	83.40	60.36	73	431.40	291.00
36	10.56	14.04	55	91.08	65.52	74	463.80	314.52
37	12.24	15.24	56	99.72	71.04			

(b) Interest : 4.5% p.a. net of tax

(c) Gross expenses :

(i) Renewal Commission allowances at the following percentages of premiums payable;

Contract	Percentage	Duration
Maximum Investment Policy	2.0	throughout
All other premium paying contracts	2.5	throughout

Contracts sold prior to 1st July 1988 are subject to Renewal Commission allowances 50% higher than those shown above.

(ii) Maintenance costs : £32.10 p.a. for regular premium policies (halved where multiple policies exist) except for all Flexible Protection Plan 1992 Series, which are £53.13 p.a. £13.23 p.a. for single premium policies and £6.63 p.a. for Paid Up policies. All amounts increase at 6% p.a.

(iii) Claim costs : £28.36 per policy, increasing at 6% p.a.

(iv) Investment management expenses : 0.25% p.a. of the projected unit liability of the policy for policies linked to Unit Trusts.

(d) Tax relief on maintenance expenses : 25%

(e) Margin in respect of investment performance guarantee reserves : 5% of relevant premiums.

(f) The growth rate of the unit bid price of the investment link (plus the effect of reinvestment of dividends in the case of Unit Trust units) is 6.25%.

(g) Initial Expenses Adjustment :

For certain policies an adjustment for initial expenses has been made equal to the percentage of one year's premium shown in the table below. Linear interpolation of the percentages is made when premiums are payable more frequently than yearly.

Contracts	Premiums Paid (Years)										
	0	1	2	3	4	5	6	7	8	9	10
Higher Investment Plan											
1990 Series	47	47	42	36	31	25	20	15	10	5	0
1988 Series	37	33	29	25	21	18	14	10	7	3	0
All Others	36	36	36	36	35	34	31	24	13	7	0

An adjustment for initial expenses has also been made for longer term endowment products. For an original policy term of 25 years the adjustment reduces from the percentage of one year's ultimate premium level shown below at commencement to zero over the term of the contract.

	Initial Percentage
Flexible Endowment Plan	83%
Homebuilder 1988 Series	83%
1990 Series	108.5%
Low Start Homebuilder	105%

For these policies all the above assumptions apply together with the assumption that the adjustment will be reduced in the manner specified allowing for interest on the outstanding balance at 6% p.a net.

Allowance was made for any outstanding initial commission and for uninvested cash in respect of premiums received which had not been allocated to units at the valuation date.

Where the calculation of the Mortality and Expenses reserve for any policy prior to making any initial expenses adjustment resulted in a negative amount this was disregarded.

For the purposes of Form 56, any initial expenses adjustment applying at the valuation date has been included as a negative non-unit liability.

Deferred Annuities

Assumptions made in the calculation of the Mortality and Expenses reserve for each annuity policy are:

(a) Mortality : AM80(2) ultimate and AF80(2) ultimate, adjusted as follows:-

Smoker	140%
Non Smoker	90%
Aggregate	100%

(b) Interest : 6.0% p.a. gross

(c) Gross Expenses :

(i) Renewal commission : 2.5% of premiums payable

(ii) Maintenance costs at the following rates, each increasing at 6% p.a. were allowed :

Single premium and Paid Up contracts	£ 6.63 p.a
Premium paying contracts	£53.13 p.a

(iii) Claim costs : £28.36 per policy, increasing at 6% p.a.

(iv) Investment management expenses : 0.125% p.a. of the projected unit liability of the policy for policies linked to Series A, B and C units.

(v) Tax relief on expenses : Nil

(vi) The growth rate of the unit price of the investment link (plus the effect of reinvestment of dividends in the case of Unit Trust units) was 7.0% p.a. for Accumulation and Series A units, 1.65% p.a. for Series B units and 3.26% p.a. for Capital and Series C units.

Allowance was made for any outstanding initial commission and for uninvested cash in respect of premiums received which had not been allocated to units at the valuation date.

Where the calculation of the Mortality and Expenses reserve for any policy resulted in a negative amount this was eliminated.

9. CURRENCY MISMATCHING

The proportion of the total net liabilities of the Company (other than liabilities for property linked benefits under linked contracts) as shown in Form 55 not matched by assets in the same currency was less than 0.3%.

10. REINSURANCE

(1) Facultative reinsurance : the Company paid £22,258 as premiums in the period ended 31st October 1994 to reassurers not permitted to carry on business in the UK.

(2) Treaty reinsurance : the Company had business in force at the valuation date ceded under the following reassurance treaties :

Treaty	Category of Business	Nature of Cover		Maximum sum at risk reassurable	Premium Payable in year ended 31.10.1994
1.	Life Assurance	RP	OT	£ 300,000	£33,946
2.	Foreign Currency Life Assurance		OT	£ 300,000	£3,518
3.	Foreign Currency Life Assurance		OT	£ 300,000	NIL
4.*	Life Assurance	RP	OT	£ 500,000	£161,094
5.	Life Assurance	RP		£2,850,000	£28,212
6.	Life Assurance	RP		£2,850,000	£14,901
7.	Life Assurance	RP		£2,000,000	£125,451
8.	Foreign Currency Life Assurance	RP	OT	£2,000,000	£72,634
9.	Life Assurance		OT	£1,000.000	£1,187,405
10.	Life Assurance	RP	OT	£ 300,000	£9,327
11.*	Life Assurance		OT	£2,000,000	£388,219
12	Life Assurance		OT	£ 900,000	£67,045
13.	Life Assurance	RP		£2,000,000	£435,296
14.	Life Assurance	RP		£5,000,000	£42,795
15.	Life Assurance	RP	OT	£ 25,000	£54
16.*	Life Assurance		OT	£ 280,000	£90,759
17.	Permanent Health Insurance		OT	£ 20,000 p.a.	£45,347
18.*	Life Assurance	RP	OT	£ 500,000	£NIL

Notes:

(a) The reassurers of all the treaties apart from treaty number 9 are permitted to carry on business in the UK.

(b) Under 'Nature of Cover' RP denotes risk premium business and OT denotes business reassured under original terms.

(c) * denotes that the treaty is closed to new business.

(d) The Company has no liability for the refund of reinsurance commission under any of the treaties other than where premiums would be refunded to the Company and hence no provision has been made.

(e) Treaty number 9 allows for the deposit back of the premiums paid by the cedant. At the valuation date the amount of this deposit was £463,775,275.

(f) The Company also has reassurance treaties with its subsidiary Gisborne Life Assurance Company Limited under which its pension and annuity business is ceded on original terms.

11. POLICYHOLDER'S PROFIT PARTICIPATION RIGHTS

Policyholders participate in the profits of a separate With Profits sub-fund with assets separately identified, which was set up on 31 March 1984.

12. DISTRIBUTION OF PROFITS

The principles of distribution of profits are determined by the Directors on the advice of the Actuary. The amount of surplus allocated to With Profit policyholders by way of bonus will not be less than 90% of the surplus established within the With Profits sub-fund at each annual actuarial valuation.

These principles were notified to With Profits policyholders by an enclosure with the advice of bonus distribution in 1984.

13. RATE OF BONUS

Profits distributable to policies entitled to participate in profits are in the form of an annual compound reversionary bonus.

The rate of reversionary bonus is £42 per £1000 of sum assured and attaching bonuses compounding annually in respect of each full year's premium due and paid during the year ended 31 October 1994, and a proportionate amount in respect of policies for which less than a full year's premium was due and paid.

14-15 ALLOCATION OF BONUS - SPECIAL CONDITIONS

Not applicable

16. INTERIM BONUS

Under policies entitled to participate in profits becoming claims by death or maturity or surrender, interim bonus will be allocated until further notice at the rate of £42 per £1000 of sum assured and attaching bonuses.

In addition it is the Company's intention to pay a terminal bonus on policies becoming claims by death or maturity at a rate of 10% plus 4% for each complete year from commencement of the policy to the date of claim, expressed as a proportion of all other bonuses payable as part of the claim proceeds.

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Non-Linked Contracts

Global business : With Profits Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Type of Insurance 1	Valuation Basis Rate of Interest 2	Mortality Table 3	Number of contracts 4	Amount of Sums Assured or Annuities per annum including Vested Reversionary Bonuses 5
UNITED KINGDOM BUSINESS				£'000
LIFE ASSURANCE BUSINESS				
PREMIUM PAYING				
Whole Life	3.0%	A1967-70	1,836	43,254
Endowment	"	"	1,756	20,668
Flexiplan 10	"	"	5,782	17,168
Term Assurance combined with with-profit contracts	4.5%	"	-	3,639
Miscellaneous	3.0%	"	15	159
Total premium paying			9,389	84,888
SINGLE PREMIUM AND PAID-UP				
Whole Life	3.0%	A1967-70	393	5,942
Endowment	"	"	155	656
Flexiplan 10	"	"	536	534
Miscellaneous	"	"	-	-
Total single premium and paid-up			1,084	7,132
Potential Tax On Chargeable Gains			-	-
AIDS Reserve			-	-
Investment Reserve			-	-
TOTAL UK LIFE ASSURANCE BUSINESS			10,473	92,020
TOTAL UK BUSINESS			10,473	92,020

OB

Amount of Annual Premiums		Proportion of Office Premiums reserved for Expenses and Profits	Value of Sums Assured or Annuities per annum including Vested Reversionary Bonuses	Value of Annual Premiums		Amount of Mathematical Reserves
Office Premiums	Net Premiums			Office Premiums	Net Premiums	
6	7	8	9	10	11	12
£'000	£'000		£'000	£'000	£'000	£'000
708	505	0.287	26,563	7,305	5,061	21,502
608	437	0.283	16,597	3,909	2,770	13,827
314	185	0.410	10,878	3,554	1,994	8,884
33	23	0.322	195	248	170	25
2	2	0.282	93	29	19	74
1,665	1,152	–	54,326	15,045	10,014	44,312
–	–	–	4,140	–	–	4,140
–	–	–	530	–	–	530
–	–	–	345	–	–	345
–	–	–	0	–	–	–
–	–	–	5,015	–	–	5,015
–	–	–	1,718	–	–	1,718
–	–	–	376	–	–	376
–	–	–	10,796	–	–	10,796
1,665	1,152	–	72,231	15,045	10,014	62,217
1,665	1,152	–	72,231	15,045	10,014	62,217

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Non-Linked Contracts

Global business : With Profits Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Type of Insurance 1	Valuation Basis Rate of Interest 2	Mortality Table 3	Number of contracts 4	Amount of Sums Assured or Annuities per annum including Vested Reversionary Bonuses 5
OVERSEAS BUSINESS				£'000
LIFE ASSURANCE BUSINESS				
PREMIUM PAYING				
Whole Life	3.0%	A1967-70	8	84
Endowment	"	"	1	107
Flexiplan 10	"	"	21	77
Term Assurance combined with with-profit contracts	4.5%	"	-	-
Total premium paying			30	268
SINGLE PREMIUM AND PAID-UP				
Whole Life	3.0%	A1967-70	1	28
Total single premium and paid-up			1	28
TOTAL OVERSEAS LIFE ASSURANCE BUSINESS			31	296
TOTAL OVERSEAS BUSINESS			31	296

OB

Amount of Annual Premiums		Proportion of Office Premiums reserved for Expenses and Profits	Value of Sums Assured or Annuities per annum including Vested Reversionary Bonuses	Value of Annual Premiums		Amount of Mathematical Reserves
Office Premiums	Net Premiums			Office Premiums	Net Premiums	
6	7	8	9	10	11	12
£'000	£'000		£'000	£'000	£'000	£'000
2	1	0.358	59	15	10	49
2	2	0.186	103	2	2	101
1	1	0.366	56	12	7	49
–	–	0.318	0	1	–	–
5	4	–	218	30	19	199
–	–	–	11	–	–	11
–	–	–	11	–	–	11
5	4	–	229	30	19	210
5	4	–	229	30	19	210

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Non-Linked Contracts

Global business : With Profits Fund

Financial year ended: 31 OCTOBER 1994

Reassurance Ceded

Type of Insurance 1	Valuation Basis Rate of Interest 2	Mortality Table 3	Number of contracts 4	Amount of Sums Assured or Annuities per annum including Vested Reversionary Bonuses 5
UNITED KINGDOM BUSINESS				£'000
LIFE ASSURANCE BUSINESS				
PREMIUM PAYING				
Whole Life	3.0%	A1967-70	-	4,435
Endowment	"	"	-	987
Term Assurance combined with with-profit contracts	4.5%	"	-	167
Total premium paying			-	5,589
SINGLE PREMIUM AND PAID-UP				
Whole Life	3.0%	A1967-70	-	323
Endowment	"	"	-	13
Total single premium and paid-up			-	336
TOTAL UK LIFE ASSURANCE REINSURANCE			-	5,925
TOTAL UK REINSURANCE			-	5,925
TOTAL NET UK BUSINESS			10,473	86,095
TOTAL NET OVERSEAS BUSINESS			31	296
GLOBAL NET BUSINESS			10,504	86,391

OB

Amount of Annual Premiums		Proportion of Office Premiums reserved for Expenses and Profits	Value of Sums Assured or Annuities per annum including Vested Reversionary Bonuses	Value of Annual Premiums		Amount of Mathematical Reserves
Office Premiums	Net Premiums			Office Premiums	Net Premiums	
6	7	8	9	10	11	12
£'000	£'000		£'000	£'000	£'000	£'000
111	81	0.272	2,600	874	649	1,951
47	39	0.181	726	187	157	569
2	–	0.721	4	6	3	1
160	120	–	3,330	1,067	809	2,521
–	–	–	185	–	–	185
–	–	–	10	–	–	10
–	–	–	195	–	–	195
160	120	–	3,525	1,067	809	2,716
160	120	–	3,525	1,067	809	2,716
1,505	1,032	–	68,706	13,978	9,205	59,501
5	4	–	229	30	19	210
1,510	1,036	–	68,935	14,008	9,224	59,711

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Non-Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Type of Insurance 1	Valuation Basis Rate of Interest 2	Mortality Table 3	Number of contracts 4	Amount of Sums Assured or Annuities per annum including Vested Reversionary Bonuses 5
UNITED KINGDOM BUSINESS				£'000
LIFE ASSURANCE BUSINESS				
PREMIUM PAYING				
Whole Life	4.5%	AM80/AF80	1,823	15,953
Endowment	"	"	149	1,000
Term Assurance	"	TM80/AF80	7,845	315,637
Convertible Term Assurance	"	"	3,683	143,247
Group Life			5	40,607
Miscellaneous			124	2,543
Total Premium Paying			13,629	518,987
SINGLE PREMIUM AND PAID-UP				
Whole Life	4.5%	AM80/AF80	325	2,429
Endowment	"	"	19	50
Pure Endowment	"	"	8	56
Term Assurance	"	TM80/AF80	138	2,773
Convertible Term Assurance	"	"	34	437
Maximum Income Bond	4.92%		38,357	471,339
Group Life			1	277,600
Miscellaneous			21	556
Total single premium and paid-up			38,903	755,240
AIDS Reserves			–	–
TOTAL UK LIFE ASSURANCE BUSINESS			52,532	1,274,227

OB

Amount of Annual Premiums		Proportion of Office Premiums reserved for Expenses and Profits	Value of Sums Assured or Annuities per annum including Vested Reversionary Bonuses	Value of Annual Premiums		Amount of Mathematical Reserves
Office Premiums	Net Premiums			Office Premiums	Net Premiums	
6	7	8	9	10	11	12
£'000	£'000		£'000	£'000	£'000	£'000
318	279	0.124	7,516	2,792	2,480	5,036
27	24	0.104	837	90	83	754
1,803	1,399	0.224	10,773	10,849	7,929	2,844
375	280	0.254	2,360	1,662	1,288	1,072
64	–	–	862	–	–	862
21	–	–	99	5	4	95
2,608	1,982	–	22,447	15,398	11,784	10,663
–	–	–	1,263	–	–	1,263
–	–	–	42	–	–	42
–	–	–	55	–	–	55
–	–	–	80	–	–	80
–	–	–	4	–	–	4
–	–	–	497,397	–	–	497,397
–	–	–	867			867
–	–	–	12	–	–	12
–	–	–	499,720	–	–	499,720
–	–	–	2,347	–	–	2,347
2,608	1,982	–	524,514	15,398	11,784	512,730

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Non-Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Type of Insurance 1	Valuation Basis Rate of Interest 2	Mortality Table 3	Number of contracts 4	Amount of Sums Assured or Annuities per annum including Vested Reversionary Bonuses 5
UNITED KINGDOM BUSINESS				£'000
PENSION BUSINESS				
TERM ASSURANCE	6.0%	TM80/AF80	3,474	167,546
CONVERTIBLE TERM ASSURANCE	"	"	150	8,909
GROUP LIFE			29	29,386
DEFERRED ANNUITY				
Without Cash Option				
a) Without Return	9.00%	IM80/IF80	49	17 p.a.
b) With Return	"	"	293	73 p.a.
With Cash Option				
a) Without Return	9.00%	IM80/IF80	1	0 p.a.
b) With Return	"	"	27	4 p.a.
ANNUITY IN PAYMENT				
a) Temporary	9.00%	PMA80/PFA80	3	4 p.a.
b) Throughout Life	"	"	13,496	6,027 p.a.
CONTINGENT ANNUITY	9.00%	IM80/IF80	1,056	948 p.a.
GROUP ANNUITY				
Deferred Without Cash Option Without Return	9.00%	PMA80/PFA80 AM80/AF80	1	188 p.a.
ANNUITY CERTAIN	9.00%		15	11 p.a.
MISCELLANEOUS			896	19 p.a.
SUB-TOTAL			19,490	205,841 7,291 p.a.
Investment Expense Reserve			–	–
Mismatching Reserve			–	–
AIDS Reserve			–	–
TOTAL UK PENSION BUSINESS			19,490	205,841 7,291 p.a.

OB

Amount of Annual Premiums		Proportion of Office Premiums reserved for Expenses and Profits	Value of Sums Assured or Annuities per annum including Vested Reversionary Bonuses	Value of Annual Premiums		Amount of Mathematical Reserves
Office Premiums	Net Premiums			Office Premiums	Net Premiums	
6	7	8	9	10	11	12
£'000	£'000		£'000	£'000	£'000	£'000
848	673	0.206	7,749	6,511	5,083	2,666
39	30	0.212	426	290	227	199
–	–	–	44	–	–	44
–	–	–	146	–	–	146
–	–	–	385	–	–	385
–	–	–	0	–	–	0
–	–	–	27	–	–	27
–	–	–	20	–	–	20
–	–	–	41,112	–	–	41,112
–	–	–	2,494	–	–	2,494
–	–	–	1,618	–	–	1,618
–	–	–	24	–	–	24
–	–	–	145	–	–	145
886	704	–	54,190	6,801	5,310	48,880
–	–	–	334	–	–	334
–	–	–	259	–	–	259
–	–	–	1,346	–	–	1,346
886	704	–	56,129	6,801	5,310	50,819

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Non-Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Type of Insurance 1	Valuation Basis Rate of Interest 2	Mortality Table 3	Number of contracts 4	Amount of Sums Assured or Annuities per annum including Vested Reversionary Bonuses 5
UNITED KINGDOM BUSINESS				£'000
GENERAL ANNUITY BUSINESS				
DEFERRED ANNUITY				
Without Cash Option				
a) Without Return	9.00%	IM80/IF80	26	8 p.a.
b) With Return – Issued under Master Proposals	"	PMA80/PFA80 AM80/AF80	133,295	1,053 p.a.
c) Purchased Life	"	IM80/IF80	467	48 p.a.
With Cash Option, With Return	9.00%	IM80/IF80	407	147 p.a.
ANNUITY IN PAYMENT				
a) Connected to Retirement Benefit Schemes	9.00%	PMA80/PFA80	14,083	2,969 p.a.
b) Purchased Life	"	IM80/IF80	2,781	1,941 p.a.
c) Temporary	"	"	118	347 p.a.
CONTINGENT ANNUITY				
a) By Single Premium	9.00%	IM80/IF80	372	366 p.a.
b) By Annual Premium	6.0%	"	3	8 p.a.
GROUP DEFERRED ANNUITY				
With Cash Option, With Return	6.0%	PMA80/PFA80	1	24 p.a.
ANNUITY CERTAIN	9.00%		2	2 p.a.
MISCELLANEOUS			1,257	34 p.a. 29
SUB-TOTAL			152,812	6,947 p.a. 29
Investment Expense Reserve			–	–
Mismatching Reserve			–	–
TOTAL UK GENERAL ANNUITY BUSINESS			152,812	6,947 p.a. 29

OB

Amount of Annual Premiums		Proportion of Office Premiums reserved for Expenses and Profits	Value of Sums Assured or Annuities per annum including Vested Reversionary Bonuses	Value of Annual Premiums		Amount of Mathematical Reserves
Office Premiums	Net Premiums			Office Premiums	Net Premiums	
6	7	8	9	10	11	12
£'000	£'000		£'000	£'000	£'000	£'000
–	–	–	43	–	–	43
–	–	–	6,481	–	–	6,481
–	–	–	282	–	–	282
–	–	–	1,349	–	–	1,349
–	–	–	16,619	–	–	16,619
–	–	–	9,465	–	–	9,465
–	–	–	995	–	–	995
–	–	–	890	–	–	890
1	1	0.050	23	7	7	16
1	1	0.050	272	1	1	271
–	–	–	2	–	–	2
–	–	–	255	–	–	255
2	2	–	36,676	8	8	36,668
–	–	–	253	–	–	253
–	–	–	202	–	–	202
2	2	–	37,131	8	8	37,123

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Non-Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Type of Insurance 1	Valuation Basis Rate of Interest 2	Mortality Table 3	Number of contracts 4	Amount of Sums Assured or Annuities per annum including Vested Reversionary Bonuses 5
UNITED KINGDOM BUSINESS				£'000
PERMANENT HEALTH BUSINESS				
PREMIUM PAYING				
Individual Contracts			718	120 p.w.
Group contracts			3	12 p.w.
Reserve for claims in payment			–	–
TOTAL UK PERMANENT HEALTH BUSINESS			721	132 p.w.
TOTAL UK BUSINESS			225,555	1,460,097 14,238 p.a. 132 p.w.

OB

Amount of Annual Premiums		Proportion of Office Premiums reserved for Expenses and Profits	Value of Sums Assured or Annuities per annum including Vested Reversionary Bonuses	Value of Annual Premiums		Amount of Mathematical Reserves
Office Premiums	Net Premiums			Office Premiums	Net Premiums	
6	7	8	9	10	11	12
£'000	£'000		£'000	£'000	£'000	£'000
148	–	–	748	–	–	748
63	–	–	187	–	–	187
–	–	–	98	–	–	98
211	–	–	1,033	–	–	1,033
3,707	2,688	–	618,607	22,207	17,102	601,705

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Non-Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Type of Insurance 1	Valuation Basis Rate of Interest 2	Mortality Table 3	Number of contracts 4	Amount of Sums Assured or Annuities per annum including Vested Reversionary Bonuses 5
OVERSEAS BUSINESS LIFE ASSURANCE BUSINESS PREMIUM PAYING				£'000
Term Assurance	4.5%	TM80/AF80	14	6,356
Convertible Term Assurance	"	"	5	1,027
Total premium paying			19	7,383
SINGLE PREMIUM AND PAID-UP Term Assurance	4.5%	TM80/AF80	3	9,154
Total single premium and paid-up			3	9,154
TOTAL OVERSEAS LIFE ASSURANCE BUSINESS			22	16,537
GENERAL ANNUITY BUSINESS				
ANNUITY IN PAYMENT				
a) Connected to Retirement Benefit Schemes	9.00%	PMA80/PFA80	26	15 p.a.
b) Purchased Life	"	IM80/IF80	7	9 p.a.
CONTINGENT ANNUITY	"	"	2	2 p.a.
GROUP IMMEDIATE ANNUITY	"	PMA80/PFA80	2	17 p.a.
SUB-TOTAL			37	43 p.a.
Investment Expense Reserve			-	-
TOTAL OVERSEAS GENERAL ANNUITY BUSINESS			37	43 p.a.
TOTAL OVERSEAS BUSINESS			59	16,537 43 p.a.

OB

Amount of Annual Premiums		Proportion of Office Premiums reserved for Expenses and Profits	Value of Sums Assured or Annuities per annum including Vested Reversionary Bonuses	Value of Annual Premiums		Amount of Mathematical Reserves
Office Premiums	Net Premiums			Office Premiums	Net Premiums	
6	7	8	9	10	11	12
£'000	£'000		£'000	£'000	£'000	£'000
40	37	0.055	378	245	232	146
5	4	0.176	81	54	45	36
45	41		459	299	277	182
–	–	–	1	–	–	1
–	–	–	1	–	–	1
45	41		460	299	277	183
–	–	–	71	–	–	71
–	–	–	31	–	–	31
–	–	–	4	–	–	4
–	–	–	124	–	–	124
–	–	–	230	–	–	230
–	–	–	1	–	–	1
–	–	–	231	–	–	231
45	41		691	299	277	414

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Non-Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Reassurance Ceded

Type of Insurance 1	Valuation Basis Rate of Interest 2	Mortality Table 3	Number of contracts 4	Amount of Sums Assured or Annuities per annum including Vested Reversionary Bonuses 5
UNITED KINGDOM BUSINESS				£'000
LIFE ASSURANCE BUSINESS				
PREMIUM PAYING				
Whole Life	4.5%	AM80/AF80	-	5,731
Term Assurance	"	TM80/AF80	-	104,080
Convertible Term Assurance	"	"	-	43,573
Total Premium Paying			-	153,384
SINGLE PREMIUM AND PAID-UP				
Whole Life	4.5%	AM80/AF80	-	765
Term Assurance	"	TM80/AF80	-	373
Maximum Income Bond	7.79%		-	471,223
Miscellaneous			-	80
Total Single Premium and Paid-Up			-	472,441
TOTAL UK LIFE ASSURANCE REASSURANCE			-	625,825

OB

Amount of Annual Premiums		Proportion of Office Premiums reserved for Expenses and Profits	Value of Sums Assured or Annuities per annum including Vested Reversionary Bonuses	Value of Annual Premiums		Amount of Mathematical Reserves
Office Premiums	Net Premiums			Office Premiums	Net Premiums	
6	7	8	9	10	11	12
£'000	£'000		£'000	£'000	£'000	£'000
112	99	0.065	2,521	910	851	1,670
654	461	0.209	3,188	2,760	2,184	1,004
88	80	0.055	626	386	365	261
854	640	–	6,335	4,056	3,400	2,935
–	–	–	365	–	–	365
–	–	–	2	–	–	2
–	–	–	478,851	–	–	478,851
–	–	–	–	–	–	–
–	–	–	479,218	–	–	479,218
854	640	–	485,553	4,056	3,400	482,153

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Non-Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Reassurance Ceded

Type of Insurance 1	Valuation Basis Rate of Interest 2	Mortality Table 3	Number of contracts 4	Amount of Sums Assured or Annuities per annum including Vested Reversionary Bonuses 5
UNITED KINGDOM BUSINESS				£'000
PENSION BUSINESS				
TERM ASSURANCE	6.0%	TM80/AF80	-	167,546
CONVERTIBLE TERM ASSURANCE	-	-	-	8,909
GROUP LIFE			-	29,386
DEFERRED ANNUITY				
Without Cash Option				
a) Without Return	9.00%	IM80/IF80	-	17 p.a.
b) With Return	-	-	-	73 p.a.
With Cash Option				
a) Without Return	9.00%	IM80/IF80	-	0 p.a.
b) With Return	-	-	-	4 p.a.
ANNUITY IN PAYMENT				
a) Temporary	9.00%	PMA80/PFA80	-	4 p.a.
b) Throughout Life	-	-	-	6,027 p.a.
CONTINGENT ANNUITY	9.00%	IM80/IF80	-	948 p.a.
GROUP ANNUITY				
Deferred Without Cash Option Without Return	9.00%	PMA80/PFA80 AM80/AF80	-	188 p.a.
ANNUITY CERTAIN	9.00%		-	11 p.a.
MISCELLANEOUS			-	19 p.a.
SUB-TOTAL			-	205,841 7,291 p.a.
Investment Expense Reserve			-	-
Mismatching Reserve			-	-
AIDS Reserve			-	-
TOTAL UK PENSION REASSURANCE			-	205,841 7,291 p.a.

OB

Amount of Annual Premiums		Proportion of Office Premiums reserved for Expenses and Profits	Value of Sums Assured or Annuities per annum including Vested Reversionary Bonuses	Value of Annual Premiums		Amount of Mathematical Reserves
Office Premiums	Net Premiums			Office Premiums	Net Premiums	
6	7	8	9	10	11	12
£'000	£'000		£'000	£'000	£'000	£'000
848	673	0.206	7,749	6,511	5,083	2,666
39	30	0.212	426	290	227	199
–	–	–	44	–	–	44
–	–	–	146	–	–	146
–	–	–	385	–	–	385
–	–	–	0	–	–	0
–	–	–	27	–	–	27
–	–	–	20	–	–	20
–	–	–	41,112	–	–	41,112
–	–	–	2,494	–	–	2,494
–	–	–	1,618	–	–	1,618
–	–	–	24	–	–	24
–	–	–	145	–	–	145
886	704	–	54,190	6,801	5,310	48,880
–	–	–	334	–	–	334
–	–	–	259	–	–	259
–	–	–	1,346	–	–	1,346
886	704	–	56,129	6,801	5,310	50,819

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Non-Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Reassurance Ceded

Type of Insurance 1	Valuation Basis Rate of Interest 2	Mortality Table 3	Number of contracts 4	Amount of Sums Assured or Annuities per annum including Vested Reversionary Bonuses 5
UNITED KINGDOM BUSINESS				
GENERAL ANNUITY BUSINESS				£'000
DEFERRED ANNUITY				
Without Cash Option				
a) Without Return	9.00%	IM80/IF80	–	8 p.a.
b) With Return – Issued under Master Proposals	"	PMA80/PFA80	–	1,053 p.a.
c) Purchased Life	"	AM80/AF80	–	48 p.a.
With Cash Option, With Return	9.00%	IM80/IF80	–	147 p.a.
ANNUITY IN PAYMENT				
a) Connected to Retirement Benefit Schemes	9.00%	PMA80/PFA80	–	2,969 p.a.
b) Purchased Life	"	IM80/IF80	–	1,941 p.a.
c) Temporary	"	"	–	347 p.a.
CONTINGENT ANNUITY				
a) By Single Premium	9.00%	IM80/IF80	–	366 p.a.
b) By Annual Premium	6.0%	"	–	8 p.a.
GROUP DEFERRED ANNUITY				
With Cash Option – With Return	6.0%	PMA80/PFA80	–	24 p.a.
ANNUITY CERTAIN	9.00%		–	2 p.a.
MISCELLANEOUS			–	34 p.a.
SUB-TOTAL			–	29
Investment Expense Reserve			–	6,947 p.a.
Mismatching Reserve			–	29
TOTAL UK GENERAL ANNUITY REASSURANCE			–	–
				6,947 p.a.
				29

OB

Amount of Annual Premiums		Proportion of Office Premiums reserved for Expenses and Profits	Value of Sums Assured or Annuities per annum including Vested Reversionary Bonuses	Value of Annual Premiums		Amount of Mathematical Reserves
Office Premiums	Net Premiums			Office Premiums	Net Premiums	
6	7	8	9	10	11	12
£'000	£'000		£'000	£'000	£'000	£'000
–	–	–	43	–	–	43
–	–	–	6,481	–	–	6,481
–	–	–	282	–	–	282
–	–	–	1,349	–	–	1,349
–	–	–	16,619	–	–	16,619
–	–	–	9,465	–	–	9,465
–	–	–	995	–	–	995
–	–	–	890	–	–	890
1	1	0.050	23	7	7	16
1	1	0.050	272	1	1	271
–	–	–	2	–	–	2
–	–	–	255	–	–	255
2	2	–	36,676	8	8	36,668
–	–	–	253	–	–	253
–	–	–	202	–	–	202
2	2	–	37,131	8	8	37,123

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Non-Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Reassurance Ceded

Type of Insurance 1	Valuation Basis Rate of Interest 2	Mortality Table 3	Number of contracts 4	Amount of Sums Assured or Annuities per annum including Vested Reversionary Bonuses 5
UNITED KINGDOM BUSINESS				
PERMANENT HEALTH BUSINESS				£'000
Individual Contracts			-	59 p.w.
TOTAL UK PERMANENT HEALTH REASSURANCE			-	59 p.w.
TOTAL UK REASSURANCE			-	831,695 14,238 p.a. 59 p.w.
TOTAL NET UK BUSINESS			225,555	648,402 73 p.w.

OB

Amount of Annual Premiums		Proportion of Office Premiums reserved for Expenses and Profits	Value of Sums Assured or Annuities per annum including Vested Reversionary Bonuses	Value of Annual Premiums		Amount of Mathematical Reserves
Office Premiums	Net Premiums			Office Premiums	Net Premiums	
6	7	8	9	10	11	12
£'000	£'000		£'000	£'000	£'000	£'000
74	–	–	373	–	–	373
74	–	–	373	–	–	373
1,816	1,346	–	579,186	10,865	8,718	570,468
1,891	1,342	–	39,621	11,342	8,384	31,237

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Non-Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Reassurance Ceded

Type of Insurance 1	Valuation Basis Rate of Interest 2	Mortality Table 3	Number of contracts 4	Amount of Sums Assured or Annuities per annum including Vested Reversionary Bonuses 5
OVERSEAS BUSINESS LIFE ASSURANCE BUSINESS PREMIUM PAYING				£'000
Term Assurance	4.5%	TM80/AF80	–	5,499
Convertible Term Assurance	"	"	–	785
Total premium paying			–	6,284
SINGLE PREMIUM AND PAID-UP Term Assurance	4.5%	TM80/AF80	–	1,749
Total single premium and paid-up			–	1,749
TOTAL OVERSEAS LIFE ASSURANCE REASSURANCE			–	8,033
GENERAL ANNUITY BUSINESS				
ANNUITY IN PAYMENT				
a) Connected to Retirement Benefit Schemes	9.00%	PMA80/PFA80	–	15 p.a.
b) Purchased Life	"	IM80/IF80	–	9 p.a.
CONTINGENT ANNUITY	"	"	–	2 p.a.
GROUP IMMEDIATE ANNUITY	"	PMA80/PFA80	–	17 p.a.
SUB-TOTAL			–	43 p.a.
Investment Expense Reserve			–	–
TOTAL OVERSEAS GENERAL ANNUITY REASSURANCE			–	43 p.a.
TOTAL OVERSEAS REASSURANCE			– –	8,033 43 p.a.
TOTAL NET OVERSEAS BUSINESS			59	8,504
GLOBAL NET BUSINESS			225,614	656,906 73 p.w.

FORM 55

OB

Amount of Annual Premiums		Proportion of Office Premiums reserved for Expenses and Profits	Value of Sums Assured or Annuities per annum including Vested Reversionary Bonuses	Value of Annual Premiums		Amount of Mathematical Reserves
Office Premiums	Net Premiums			Office Premiums	Net Premiums	
6	7	8	9	10	11	12
£'000	£'000		£'000	£'000	£'000	£'000
33 4	32 4	0.009 0.112	352 69	223 45	221 41	131 28
37	36		421	268	262	159
–	–	–	1	–	–	1
–	–	–	–	–	–	–
37	36		421	268	262	159
– – – –	– – – –	– – – –	71 31 4 124	– – – –	– – – –	71 31 4 124
–	–	–	230	–	–	230
–	–	–	1	–	–	1
–	–	–	231	–	–	231
37	36		652	268	262	390
8	5		39	31	15	24
1,899	1,347		39,660	11,373	8,399	31,261

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Type of Insurance	Valuation Basis		Number of contracts	Amount of Sums Assured, Annuities per annum or other measure of benefit, including vested reversionary bonuses		
	Rate of Interest	Mortality Table		Guaranteed on Death	Current on Death	Guaranteed on Maturity
1	2	3	4	5	6	7
UNITED KINGDOM BUSINESS				£'000	£'000	£'000
LIFE ASSURANCE BUSINESS						
WHOLE LIFE ASSURANCE TYPE PREMIUM PAYING						
Fortune Plan 1968 Series	4.5%	AM80/AF80	1,198	3,056	6,862	–
	•	•	2,255	5,418	22,221	–
Fortune Plan 1976 Series	•	•	203	710	1,075	–
	•	•	144	443	805	–
Fortune Plan 1977 Series	•	•	2,819	13,266	15,019	–
Maximum Investment Policy	•	•	323	2,167	7,811	–
	•	•	128	1,179	4,326	–
Flexible Protection Plan 1981 Series	•	•	18,723	403,704	403,730	–
Flexible Protection Plan 1985 Series	•	•	13,824	501,539	501,578	–
Flexible Protection Plan 1988 Series 1	•	•	13,448	918,233	918,233	–
Flexible Protection Plan 1988 Series 2	•	•	2,772	163,560	163,560	–
Flexible Protection Plan 1992 Series						
--- Priorities	•	•	1,787	133,391	133,391	–
--- Priorities Plus	•	•	693	38,056	38,056	–
--- Independence	•	•	233	12,339	12,339	–
Miscellaneous			1,174	4,802	6,549	–
			58	101	502	–
Total Premium Paying			59,782	2,201,965	2,236,058	–
SINGLE PREMIUM						
Fortune Bond and Fortune Convertible Bond	4.5%	AM80/AF80	1,739	3,518	16,204	–
	•	•	560	930	7,177	–
Fortune Convertible Bond 1977 Series	•	•	1,249	–	8,342	–
	•	•	470	–	4,120	–
Fortune Convertible Bond 1981 Series	•	•	2,939	–	12,413	–
Investment Portfolio and Investment Portfolio Bond	•	•	45,400	0	335,098	–
Capital Preservation Portfolio	•	•	1,023	65,115	65,293	–
Miscellaneous	•	•	14	–	92	–
	•	•	11	–	201	–
Total Single Premium			53,405	69,563	448,940	–

OB

Amount of Annual Premiums		Category of Unit Link	Unit Liability	Non–Unit Liabilities		Amount of Mathematical Reserves	Undiscounted Unit Liability
Office Premiums 8	Net Premiums 9	10	11	Mortality and Expenses 12	Options and Guarantees 13	14	15
£'000	£'000		£'000	£'000	£'000	£'000	£'000
117	–	Funds	6,862	22	–	6,884	6,862
206	–	Trusts	22,221	15	–	22,235	22,221
27	–	Funds	1,068	2	–	1,070	1,068
17	–	Trusts	805	1	–	806	805
525	–	Funds	13,239	43	–	13,281	13,239
114	–	Funds	7,807	4	–	7,811	7,807
62	–	Trusts	4,324	1	–	4,325	4,324
2,911	–	Funds	24,072	318	–	24,390	24,072
3,907	–	Funds	19,361	515	–	19,877	19,361
6,509	–	Funds	11,248	463	–	11,711	11,248
954	–	Funds	989	94	–	1,083	989
1,162	–	Funds	72	53	–	125	72
444	–	Funds	–	6	–	6	–
117	–	Funds	–	0	–	0	–
194	–	Funds	5,063	80	–	5,143	5,063
3	–	Trusts	502	–	–	502	502
17,269	–		117,631	1,617	–	119,248	117,631
–	–	Funds	16,125	88	–	16,214	16,125
–	–	Trusts	7,171	7	–	7,178	7,171
–	–	Funds	7,521	7	–	7,528	7,521
–	–	Trusts	4,051	1	–	4,052	4,051
–	–	Funds	12,290	54	–	12,344	12,290
–	–	Funds	331,393	982	–	332,375	331,393
–	–	Funds	18,131	19	–	18,150	18,131
–	–	Funds	92	–	–	92	93
–	–	Trusts	192	9	–	201	192
–	–		396,967	1,167	–	398,133	396,967

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Type of Insurance	Valuation Basis		Number of contracts	Amount of Sums Assured, Annuities per annum or other measure of benefit, including vested reversionary bonuses		
	Rate of Interest	Mortality Table		Guaranteed on Death	Current on Death	Guaranteed on Maturity
1	2	3	4	5	6	7
UNITED KINGDOM BUSINESS				£'000	£'000	£'000
LIFE ASSURANCE BUSINESS						
WHOLE LIFE ASSURANCE TYPE continued						
PAID–UP						
Fortune Plan 1968 Series	4.5%	AM80/AF80	283	–	1,000	–
	•	•	574	–	3,272	–
Fortune Plan 1976 Series	•	•	49	–	168	–
	•	•	41	–	113	–
Fortune Plan 1977 Series	•	•	482	–	1,083	–
Maximum Investment Policy	•	•	64	–	1,124	–
	•	•	32	–	809	–
Flexible Protection Plan 1981 Series	•	•	1,643	33,988	33,994	–
Flexible Protection Plan 1985 Series	•	•	1,058	33,134	33,134	–
Flexible Protection Plan 1988 Series 1	•	•	674	43,361	43,361	–
Flexible Protection Plan 1988 Series 2	•	•	112	7,567	7,567	–
Miscellaneous			222	195	601	–
			205	5	79	–
Total Paid–Up			5,439	118,251	126,306	–
Total Whole Life Assurance Type			118,626	2,389,779	2,811,304	–

OB

Amount of Annual Premiums		Category of Unit Link	Unit Liability	Non-Unit Liabilities		Amount of Mathematical Reserves	Undiscounted Unit Liability
Office Premiums 8	Net Premiums 9	10	11	Mortality and Expenses 12	Options and Guarantees 13	14	15
£'000	£'000		£'000	£'000	£'000	£'000	£'000
–	–	Funds	1,000	15	–	1,015	1,000
–	–	Trusts	3,272	2	–	3,274	3,272
–	–	Funds	168	1	–	169	168
–	–	Trusts	113	0	–	113	113
–	–	Funds	1,083	11	–	1,094	1,083
–	–	Funds	1,124	0	–	1,124	1,124
–	–	Trusts	809	–	–	809	809
–	–	Funds	1,210	11	–	1,221	1,210
–	–	Funds	531	20	–	551	531
–	–	Funds	275	(1)	–	274	275
–	–	Funds	38	–	–	38	38
–	–	Funds	601	12	–	613	601
–	–	Trusts	79	10	–	89	79
–	–		10,305	79	–	10,384	10,305
17,269	–		524,903	2,863	–	527,766	524,903

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Type of Insurance	Valuation Basis		Number of contracts	Amount of Sums Assured, Annuities per annum or other measure of benefit, including vested reversionary bonuses		
	Rate of Interest	Mortality Table		Guaranteed on Death	Current on Death	Guaranteed on Maturity
1	2	3	4	5	6	7
UNITED KINGDOM BUSINESS				£'000	£'000	£'000
LIFE ASSURANCE BUSINESS						
ENDOWMENT ASSURANCE TYPE						
PREMIUM PAYING						
Higher Investment Plan 1981 Series	4.5%	AM80/AF80	1,125	513	5,496	–
Higher Investment Plan 1982 Series	•	•	13,608	21,605	43,117	–
Higher Investment Plan 1988 Series	•	•	2,261	15,954	16,020	–
Higher Investment Plan 1990 Series	•	•	3,698	31,301	31,303	–
Flexible Endowment Plan	•	•	5,973	134,615	135,346	–
Homebuilder Plan 1988 Series	•	•	4,408	133,895	133,895	–
Homebuilder Plan 1990 Series	•	•	4,573	125,708	125,708	–
Low Start Homebuilder 1990 Series	•	•	1,777	74,932	74,932	–
Miscellaneous	•	•	3,295	1,042	16,152	–
	•	•	66	71	708	–
Total Premium Paying			40,784	539,636	582,675	–

OB

Amount of Annual Premiums		Category of Unit Link	Unit Liability	Non-Unit Liabilities		Amount of Mathematical Reserves	Undiscounted Unit Liability
Office Premiums 8	Net Premiums 9	10	11	Mortality and Expenses 12	Options and Guarantees 13	14	15
£'000	£'000		£'000	£'000	£'000	£'000	£'000
64	–	Funds	5,492	31	–	5,523	5,492
2,952	–	Funds	43,218	159	–	43,376	43,218
1,923	–	Funds	11,248	(290)	–	10,957	11,462
3,656	–	Funds	9,304	(1,308)	–	7,996	9,634
3,596	–	Funds	27,992	(918)	–	27,074	29,388
3,259	–	Funds	15,697	(1,620)	–	14,076	16,737
3,377	–	Funds	7,376	(2,525)	–	4,852	7,980
1,633	–	Funds	2,882	(1,509)	–	1,373	3,134
1,162	–	Funds	16,105	148	–	16,253	16,104
9	–	Trusts	707	1	–	708	707
21,633	–		140,019	(7,832)	–	132,187	143,856

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Type of Insurance	Valuation Basis		Number of contracts	Amount of Sums Assured, Annuities per annum or other measure of benefit, including vested reversionary bonuses		
	Rate of Interest	Mortality Table		Guaranteed on Death	Current on Death	Guaranteed on Maturity
1	2	3	4	5	6	7
UNITED KINGDOM BUSINESS				£'000	£'000	£'000
LIFE ASSURANCE BUSINESS						
ENDOWMENT ASSURANCE TYPE continued						
PAID–UP						
Higher Investment Plan 1981 Series	4.5%	AM80/AF80	746	50	2,699	–
Higher Investment Plan 1982 Series	•	•	2,175	927	5,165	–
Higher Investment Plan 1988 Series	•	•	140	1,173	1,173	–
Higher Investment Plan 1990 Series	•	•	136	830	830	–
Flexible Endowment Plan	•	•	646	17,080	17,083	–
Homebuilder Plan 1988 Series	•	•	681	23,677	23,677	–
Homebuilder Plan 1990 Series	•	•	233	7,147	7,147	–
Low Start Homebuilder 1990 Series	•	•	60	2,676	2,676	–
Miscellaneous	•	•	836	30	3,890	–
	•	•	105	11	847	–
Total Paid–Up			5,760	53,601	65,188	–
TOTAL ENDOWMENT ASSURANCE TYPE			46,544	593,238	647,863	–
Potential Tax on Chargeable Gains			–	–	–	–
AIDS Reserve			–	–	–	–
Investment Performance Guarantees			–	–	–	–
Options Under Certain Policies			–	–	–	–
TOTAL UK LIFE ASSURANCE			165,170	2,983,016	3,459,167	–

OB

Amount of Annual Premiums		Category of Unit Link	Unit Liability	Non-Unit Liabilities		Amount of Mathematical Reserves	Undiscounted Unit Liability
Office Premiums 8	Net Premiums 9	10	11	Mortality and Expenses 12	Options and Guarantees 13	14	15
£'000	£'000		£'000	£'000	£'000	£'000	£'000
–	–	Funds	2,699	1	–	2,700	2,699
–	–	Funds	5,053	8	–	5,061	5,053
–	–	Funds	337	–	–	337	337
–	–	Funds	107	–	–	107	107
–	–	Funds	1,367	7	–	1,374	1,367
–	–	Funds	763	–	–	763	763
–	–	Funds	176	0	–	176	176
–	–	Funds	43	–	–	43	43
–	–	Funds	3,881	1	–	3,882	3,881
–	–	Trusts	847	–	–	847	847
–	–		15,274	17	–	15,291	15,274
21,633	–		155,293	(7,816)	–	147,477	159,130
–	–		–	30,875	–	30,875	–
–	–		–	14	–	14	–
–	–		–	–	100	100	–
–	–		–	–	2,095	2,095	–
38,902	–		680,196	25,936	2,195	708,327	684,033

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Type of Insurance	Valuation Basis		Number of contracts	Amount of Sums Assured, Annuities per annum or other measure of benefit, including vested reversionary bonuses		
	Rate of Interest	Mortality Table		Guaranteed on Death	Current on Death	Guaranteed on Maturity
1	2	3	4	5	6	7
UNITED KINGDOM BUSINESS				£'000	£'000	£'000
PENSION BUSINESS						
DEFERRED ANNUITY						
PREMIUM PAYING						
Personal Retirement Plan 1976 Series	6.0%	AM80/AF80	1,026	–	15,875	–
Personal Retirement Plan 1980 Series	•	•	1,807	–	17,913	–
Personal Pension Account	•	•	3,963	–	24,621	–
Executive Retirement Plan 1978 Series	•	•	239	–	7,942	–
Executive Retirement Plan 1984 Series	•	•	653	–	14,376	–
Private Income Plan 1987 Series	•	•	1,532	–	8,398	–
Private Income Plan 1988 Series	•	•	10,622	29,706	90,291	–
Private Income Plan 1990 Series	•	•	7,371	39,625	52,583	–
Directors Retirement Plan	•	•	736	6,645	17,666	–
Directors Retirement Plan 1990 Series	•	•	383	5,299	7,308	–
AVC Plan	•	•	1,506	1,551	8,461	–
AVC Plan 1990 Series	•	•	2,348	4,652	9,327	–
Miscellaneous	•	•	2	0	21	–
Total Premium Paying			32,188	87,479	274,782	–
SINGLE PREMIUM						
Personal Retirement Bond	6.0%	AM80/AF80	596	–	5,556	–
Personal Pension Portfolio	•	•	1,838	–	8,668	–
Private Income Bond 1987 Series	•	•	236	–	2,260	–
Private Income Bond 1988 Series	•	•	15,355	–	98,570	–
Private Income Bond 1990 Series	•	•	6,935	–	70,614	–
Miscellaneous	•	•	49	–	449	–
	•	•	386	–	6,818	–
Total Single Premium			25,395	–	192,935	–

OB

Amount of Annual Premiums		Category of Unit Link	Unit Liability	Non-Unit Liabilities		Amount of Mathematical Reserves	Undiscounted Unit Liability
Office Premiums 8	Net Premiums 9	10	11	Mortality and Expenses 12	Options and Guarantees 13	14	15
£'000	£'000		£'000	£'000	£'000	£'000	£'000
343	–	Funds	15,392	33	–	15,425	15,869
799	–	Funds	16,998	105	–	17,103	17,891
1,990	–	Funds	22,821	521	–	23,342	24,545
274	–	Funds	7,536	4	–	7,540	7,940
918	–	Funds	13,552	29	–	13,581	14,360
1,215	–	Funds	7,839	291	–	8,129	8,611
8,718	–	Funds	60,972	3,223	–	64,195	66,480
6,559	–	Funds	12,338	2,054	–	14,392	15,962
1,858	–	Funds	11,883	33	–	11,915	12,954
920	–	Funds	2,222	13	–	2,235	2,729
1,651	–	Funds	6,606	168	–	6,773	7,154
2,630	–	Funds	4,072	99	–	4,171	5,206
0	–	Funds	21	55	–	76	21
27,875	–		182,251	6,627	–	188,878	199,721
–	–	Funds	5,556	3	–	5,560	5,556
–	–	Funds	8,668	55	–	8,723	8,668
–	–	Funds	2,249	2	–	2,251	2,249
–	–	Funds	98,189	3,474	–	101,663	98,189
–	–	Funds	70,342	1,621	–	71,963	70,342
–	–	Trusts	449	0	–	449	449
–	–	Funds	6,795	6	–	6,801	6,795
–	–		192,248	5,161	–	197,410	192,248

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Type of Insurance	Valuation Basis		Number of contracts	Amount of Sums Assured, Annuities per annum or other measure of benefit, including vested reversionary bonuses		
	Rate of Interest	Mortality Table		Guaranteed on Death	Current on Death	Guaranteed on Maturity
1	2	3	4	5	6	7
UNITED KINGDOM BUSINESS				£'000	£'000	£'000
PENSION BUSINESS						
DEFERRED ANNUITY						
PAID–UP						
Personal Retirement Plan 1976 Series	6.0%	AM80/AF80	1,471	–	11,582	–
Personal Retirement Plan 1980 Series	•	•	2,250	–	10,758	–
Personal Pension Account	•	•	3,861	–	12,274	–
Executive Retirement Plan 1978 Series	•	•	621	–	9,052	–
Executive Retirement Plan 1984 Series	•	•	1,171	–	9,102	–
Private Income Plan 1987 Series	•	•	1,109	–	3,099	–
Private Income Plan 1988 Series	•	•	8,484	5,547	36,051	–
Private Income Plan 1990 Series	•	•	2,257	3,641	6,856	–
Directors Retirement Plan	•	•	676	1,404	7,020	–
Directors Retirement Plan 1990 Series	•	•	76	65	477	–
AVC Plan	•	•	480	288	2,019	–
AVC Plan 1990 Series	•	•	292	261	685	–
Total Paid–Up			22,748	11,206	108,976	–
Deferred Tax Reserve			–	–	–	–
Options Under Certain Policies			–	–	–	–
Expense Reserve			–	–	–	–
AIDS Reserve			–	–	–	–
TOTAL DEFERRED ANNUITY			80,331	98,685	576,693	–
TOTAL UK PENSION BUSINESS			80,331	98,685	576,693	–
TOTAL UK BUSINESS			245,501	3,081,701	4,035,860	–

OB

Amount of Annual Premiums		Category of Unit Link	Unit Liability	Non-Unit Liabilities		Amount of Mathematical Reserves	Undiscounted Unit Liability
Office Premiums 8	Net Premiums 9	10	11	Mortality and Expenses 12	Options and Guarantees 13	14	15
£'000	£'000		£'000	£'000	£'000	£'000	£'000
–	–	Funds	10,925	10	–	10,935	11,581
–	–	Funds	9,715	34	–	9,749	10,754
–	–	Funds	10,663	69	–	10,731	12,269
–	–	Funds	8,291	6	–	8,297	9,051
–	–	Funds	7,932	15	–	7,947	9,099
–	–	Funds	2,735	58	–	2,793	3,246
–	–	Funds	28,744	2,126	–	30,869	31,998
–	–	Funds	2,780	591	–	3,371	3,728
–	–	Funds	5,238	(27)	–	5,211	6,250
–	–	Funds	318	(10)	–	308	472
–	–	Funds	1,751	21	–	1,771	1,904
–	–	Funds	356	14	–	370	494
–	–		89,447	2,907	–	92,353	100,845
–	–		–	281	–	281	–
–	–		–	–	991	991	–
–	–		–	5,743	–	5,743	–
–	–		–	58	–	58	–
27,875	–		463,946	20,777	991	485,714	492,815
27,875	–		463,946	20,777	991	485,714	492,815
66,777	–		1,144,142	46,713	3,186	1,194,041	1,176,848

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Reassurance Ceded

Type of Insurance	Valuation Basis		Number of contracts	Amount of Sums Assured, Annuities per annum or other measure of benefit, including vested reversionary bonuses		
	Rate of Interest	Mortality Table		Guaranteed on Death	Current on Death	Guaranteed on Maturity
1	2	3	4	5	6	7
UNITED KINGDOM BUSINESS				£'000	£'000	£'000
PENSION BUSINESS						
DEFERRED ANNUITY						
PREMIUM PAYING						
Personal Retirement Plan 1976 Series	6.0%	AM80/AF80	–	–	15,875	–
Personal Retirement Plan 1980 Series	•	•	–	–	17,913	–
Personal Pension Account	•	•	–	–	24,621	–
Executive Retirement Plan 1978 Series	•	•	–	–	7,942	–
Executive Retirement Plan 1984 Series	•	•	–	–	14,376	–
Private Income Plan 1987 Series	•	•	–	–	8,398	–
Private Income Plan 1988 Series	•	•	–	29,706	90,291	–
Private Income Plan 1990 Series	•	•	–	39,625	52,583	–
Directors Retirement Plan	•	•	–	6,645	17,666	–
Directors Retirement Plan 1990 Series	•	•	–	5,299	7,308	–
AVC Plan	•	•	–	1,551	8,461	–
AVC Plan 1990 Series	•	•	–	4,652	9,327	–
Miscellaneous	•	•	–	0	21	–
Total Premium Paying			–	87,479	274,782	–
SINGLE PREMIUM						
Personal Retirement Bond	6.0%	AM80/AF80	–	–	5,556	–
Personal Pension Portfolio	•	•	–	–	8,668	–
Private Income Bond 1987 Series	•	•	–	–	2,260	–
Private Income Bond 1988 Series	•	•	–	–	98,570	–
Private Income Bond 1990 Series	•	•	–	–	70,614	–
Miscellaneous	•	•	–	–	449	–
	•	•	–	–	6,818	–
Total Single Premium			–	–	192,935	–

OB

Amount of Annual Premiums				Non-Unit Liabilities			
Office Premiums 8	Net Premiums 9	Category of Unit Link 10	Unit Liability 11	Mortality and Expenses 12	Options and Guarantees 13	Amount of Mathematical Reserves 14	Undiscounted Unit Liability 15
£'000	£'000		£'000	£'000	£'000	£'000	£'000
343	–	Funds	15,392	33	–	15,425	15,869
799	–	Funds	16,998	105	–	17,103	17,891
1,990	–	Funds	22,821	521	–	23,342	24,545
274	–	Funds	7,536	4	–	7,540	7,940
918	–	Funds	13,552	29	–	13,581	14,360
1,215	–	Funds	7,839	291	–	8,129	8,611
8,718	–	Funds	60,972	3,223	–	64,195	66,480
6,559	–	Funds	12,338	2,054	–	14,392	15,962
1,858	–	Funds	11,883	33	–	11,915	12,954
920	–	Funds	2,222	13	–	2,235	2,729
1,651	–	Funds	6,606	168	–	6,773	7,154
2,630	–	Funds	4,072	99	–	4,171	5,206
0	–	Funds	21	55	–	76	21
27,875	–		182,251	6,627	–	188,878	199,721
–	–	Funds	5,556	3	–	5,560	5,556
–	–	Funds	8,668	55	–	8,723	8,668
–	–	Funds	2,249	2	–	2,251	2,249
–	–	Funds	98,189	3,474	–	101,663	98,189
–	–	Funds	70,342	1,621	–	71,963	70,342
–	–	Trusts	449	0	–	449	449
–	–	Funds	6,795	6	–	6,801	6,795
–	–		192,248	5,161	–	197,410	192,248

Returns under Insurance Companies Legislation

HILL SAMUEL LIFE ASSURANCE LIMITED

Valuation Summary of Linked Contracts

Global business : Without Profits Fund

Financial year ended: 31 OCTOBER 1994

Reassurance Ceded

Type of Insurance	Valuation Basis		Number of contracts	Amount of Sums Assured, Annuities per annum or other measure of benefit, including vested reversionary bonuses		
	Rate of Interest	Mortality Table		Guaranteed on Death	Current on Death	Guaranteed on Maturity
1	2	3	4	5	6	7
UNITED KINGDOM BUSINESS				£'000	£'000	£'000
PENSION BUSINESS						
DEFERRED ANNUITY						
PAID–UP						
Personal Retirement Plan 1976 Series	6.0%	AM80/AF80	–	–	11,582	–
Personal Retirement Plan 1980 Series	•	•	–	–	10,758	–
Personal Pension Account	•	•	–	–	12,274	–
Executive Retirement Plan 1978 Series	•	•	–	–	9,052	–
Executive Retirement Plan 1984 Series	•	•	–	–	9,102	–
Private Income Plan 1987 Series	•	•	–	–	3,099	–
Private Income Plan 1988 Series	•	•	–	5,547	36,051	–
Private Income Plan 1990 Series	•	•	–	3,641	6,856	–
Directors Retirement Plan	•	•	–	1,404	7,020	–
Directors Retirement Plan 1990 Series	•	•	–	65	477	–
AVC Plan	•	•	–	288	2,019	–
AVC Plan 1990 Series	•	•	–	261	685	–
Total Paid–Up			–	11,206	108,976	–
Deferred Tax Reserve			–	–	–	–
Options Under Certain Policies			–	–	–	–
Expense Reserve			–	–	–	–
AIDS Reserve			–	–	–	–
TOTAL DEFERRED ANNUITY			–	98,685	576,693	–
TOTAL UK PENSION REINSURANCE			–	98,685	576,693	–
TOTAL UK REINSURANCE			–	98,685	576,693	–
TOTAL UK NET BUSINESS			245,501	2,983,016	3,459,167	–
GLOBAL NET BUSINESS			245,501	2,983,016	3,459,167	–

OB

Amount of Annual Premiums				Non–Unit Liabilities			
Office Premiums 8	Net Premiums 9	Category of Unit Link 10	Unit Liability 11	Mortality and Expenses 12	Options and Guarantees 13	Amount of Mathematical Reserves 14	Undiscounted Unit Liability 15
£'000	£'000		£'000	£'000	£'000	£'000	£'000
–	–	Funds	10,925	10	–	10,935	11,581
–	–	Funds	9,715	34	–	9,749	10,754
–	–	Funds	10,663	69	–	10,731	12,269
–	–	Funds	8,291	6	–	8,297	9,051
–	–	Funds	7,932	15	–	7,947	9,099
–	–	Funds	2,735	58	–	2,793	3,246
–	–	Funds	28,744	2,126	–	30,869	31,998
–	–	Funds	2,780	591	–	3,371	3,728
–	–	Funds	5,238	(27)	–	5,211	6,250
–	–	Funds	318	(10)	–	308	472
–	–	Funds	1,751	21	–	1,771	1,904
–	–	Funds	356	14	–	370	494
–	–		89,447	2,907	–	92,353	100,845
–	–		–	281	–	281	–
–	–		–	–	991	991	–
–	–		–	5,743	–	5,743	–
–	–		–	58	–	58	–
27,875	–		463,946	20,777	991	485,714	492,815
27,875	–		463,946	20,777	991	485,714	492,815
27,875	–		463,946	20,777	991	485,714	492,815
38,902	–		680,196	25,936	2,195	708,327	684,033
38,902	–		680,196	25,936	2,195	708,327	684,033

Returns under Insurance Companies Legislation

FORM 57

Long Term Business: Analysis of Unit Liabilities

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global Business: Long Term Business Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Name of Unit Link 1	Valuation Price per Unit (pence) 2	Number of Units Deemed Allocated to Contracts 3	Unit Liability (£000's) 4
Hill Samuel Authorised Unit Trusts			
Security			
British	313.6 *	1,278,763	4,011
International	94.8	2,544,736	2,413
Dollar	246.5	2,313,520	5,703
Capital	321.6 *	1,442,987	4,641
Income	166.8	10,652,791	17,769
Financial	137.3 *	841,501	1,155
High Yield	783.8 *	275,545	2,160
Far East	100.6	6,792,563	6,833
Special Situations	323.3	56,786	184
	144.8 *	381,085	552
Other Authorised Unit Trusts			
Scotbits	292.9	41,356	121
Hill Samuel Internal Funds			
Security			
British	495.8	992,183	4,919
International	506.4	2,213,862	11,211
Dollar	526.6	2,047,476	10,782
Capital	355.5	1,205,846	4,287
Income	461.3	1,059,936	4,889
Property (A)	660.4	5,794,097	38,264
Property (S)	453.5	5,325,063	24,149
Financial	747.5	1,069,388	7,994
Managed (A)	550.7	1,444,580	7,955
Managed (S)	522.3	67,730,251	353,755
High Yield	934.9	2,360,724	22,070
Money (A)	621.7	4,184,462	26,015
Money (S)	287.3	2,939,112	8,444
Equity	380.5	108,329	412
Fixed Interest	592.9	1,499,275	8,889
Indexed Securities	346.4	3,036,254	10,518
European	178.5	869,571	1,552
Natural Resources	697.9	4,589,412	32,030
Far East	305.9	764,737	2,339
Smaller Companies	673.7	2,527,890	17,030
Special Situations	466.7	4,395,908	20,516
Managed Currency	425.5	1,286,399	5,474
Japanese Technology	258.5	630,322	1,629
Global Bond	303.6	2,149,067	6,525
U.S. Smaller Companies	162.1	352,988	572
	219.9	1,310,494	2,882
SUB-TOTAL			680,644

* These prices include an adjustment for dividends declared but not received, or for anticipated dividends in respect of those trusts which were ex-dividend on the valuation date.

The number of units shown in column 3 is funded units where applicable.

Returns under Insurance Companies Legislation FORM 57

Long Term Business: **Analysis of Unit Liabilities**

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global Business: Long Term Business Fund

Financial year ended: 31 OCTOBER 1994

Direct Business and Reinsurance Accepted

Name of Unit Link 1	Valuation Price per Unit (pence) 2	Number of Units Deemed Allocated to Contracts 3	Unit Liability (£000's) 4
Hill Samuel Internal Funds (continued...)			
Pensions Property (ACC)	720.1	214,399	1,544
Pensions Property (CAP)	392.3	104,283	409
Pensions Property (A)	352.9	2,062,725	7,279
Pensions Property (B)	201.5	118,497	239
Pensions Property (C)	234	82,293	193
Pensions Managed (ACC)	1354.1	3,458,282	46,829
Pensions Managed (CAP)	721.9	1,768,768	12,769
Pensions Managed (A)	337.1	89,572,965	301,950
Pensions Managed (B)	142.1	9,864,278	14,017
Pensions Managed (C)	236.3	4,105,701	9,702
Pensions Guaranteed (ACC)	562.8	566,439	3,188
Pensions Guaranteed (CAP)	301.2	225,553	679
Pensions Guaranteed (A)	243.5	1,246,033	3,034
Pensions Guaranteed (B)	125.8	72,937	92
Pensions Guaranteed (C)	169.3	69,639	118
Pensions Equity (ACC)	1080.3	352,143	3,804
Pensions Equity (CAP)	607.5	148,971	905
Pensions Equity (A)	353.4	4,300,870	15,199
Pensions Equity (B)	128.9	444,473	573
Pensions Equity (C)	242.6	569,088	1,381
Pensions Fixed Interest (ACC)	630.6	158,689	1,001
Pensions Fixed Interest (CAP)	357.7	52,708	189
Pensions Fixed Interest (A)	274.8	1,306,783	3,591
Pensions Fixed Interest (B)	119.7	50,815	61
Pensions Fixed Interest (C)	197.2	44,278	87
Pensions Indexed Securities (ACC)	218.2	74,545	163
Pensions Indexed Securities (CAP)	136.9	17,385	24
Pensions Indexed Securities (A)	203.8	128,616	262
Pensions Indexed Securities (B)	120	7,138	9
Pensions Indexed Securities (C)	142.1	17,952	26
Pensions International (A)	340.6	977,065	3,328
Pensions International (B)	151.3	51,071	77
Pensions International (C)	233.3	203,261	474
Pensions Dollar (A)	235.9	480,882	1,134
Pensions Dollar (B)	141.8	15,412	22
Pensions Dollar (C)	168.7	72,967	123
Pensions European (A)	420.1	2,451,073	10,297
Pensions European (B)	156.7	251,932	395
Pensions European (C)	293.8	280,318	824
Pensions Far East (A)	355.9	1,220,164	4,343
Pensions Far East (B)	136.9	94,807	130
Pensions Far East (C)	243.6	191,841	467
Pensions Managed Currency (A)	224.7	127,537	287
Pensions Managed Currency (B)	108.1	3,672	4
Pensions Managed Currency (C)	160.2	27,906	45
Pensions Building Society (A)	267.2	2,307,528	6,166
Pensions Building Society (B)	129.7	121,534	158
Pensions Building Society (C)	186.3	102,732	191
Pensions Smaller Companies (A)	119.6	4,130,250	4,940
Pensions Smaller Companies (B)	84.4	207,205	175
Pensions Smaller Companies (C)	90.6	35,249	32
Pensions U.S. Smaller Companies (A)	332.2	73,060	243
Pensions U.S. Smaller Companies (B)	227.8	4,793	11
Pensions U.S. Smaller Companies (C)	244.4	0	0
Pensions Investment Trust (A)	155.2	196,248	305
Pensions Investment Trust (B)	111.7	12,631	14
Pensions Investment Trust (C)	122.5	365	0
SUB-TOTAL			463,498
TOTAL			1,144,142

The number of units shown in column 3 is funded units where applicable.

Returns under Insurance Companies Legislation

FORM 57

Long Term Business: **Analysis of Unit Liabilities**

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global Business: Long Term Business Fund

Financial year ended: 31 OCTOBER 1994

Reassurance Ceded

Name of Unit Link 1	Valuation Price per Unit (pence) 2	Number of Units Deemed Allocated to Contracts 3	Unit Liability (£000's) 4
Hill Samuel Authorised Unit Trusts			
Security			
British	313.6 *	9,211	29
International	94.8	1,019	1
Dollar	246.5	47,167	116
Capital	321.6 *	1,494	5
Income	166.8	122,118	204
High Yield	137.3 *	23,817	33
	100.6	60,887	61
SUB-TOTAL			449

* These prices include an adjustment for dividends declared but not received, or for anticipated dividends in respect of those trusts which were ex-dividend on the valuation date.

The number of units shown in column 3 is funded units where applicable.

Returns under Insurance Companies Legislation FORM 57

Long Term Business: Analysis of Unit Liabilities

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global Business: Long Term Business Fund

Financial year ended: 31 OCTOBER 1994

Reassurance Ceded

Name of Unit Link 1	Valuation Price per Unit (pence) 2	Number of Units Deemed Allocated to Contracts 3	Unit Liability (£000's) 4
Hill Samuel Internal Funds			
Pensions Property (ACC)	720.1	214,399.1	1,544
Pensions Property (CAP)	392.3	104,282.5	409
Pensions Property (A)	352.9	2,062,725.2	7,279
Pensions Property (B)	201.5	118,496.8	239
Pensions Property (C)	234.0	82,283.4	193
Pensions Managed (ACC)	1,354.1	3,458,281.9	46,829
Pensions Managed (CAP)	721.9	1,768,768.0	12,769
Pensions Managed (A)	337.1	89,572,964.9	301,950
Pensions Managed (B)	142.1	9,864,278.0	14,017
Pensions Managed (C)	236.3	4,105,700.6	9,702
Pensions Guaranteed (ACC)	562.8	568,439.1	3,188
Pensions Guaranteed (CAP)	301.2	225,553.2	679
Pensions Guaranteed (A)	243.5	1,246,033.2	3,034
Pensions Guaranteed (B)	125.8	72,936.5	92
Pensions Guaranteed (C)	169.3	69,639.0	118
Pensions Equity (ACC)	1,080.3	352,142.9	3,804
Pensions Equity (CAP)	607.5	148,971.1	905
Pensions Equity (A)	353.4	4,300,869.8	15,199
Pensions Equity (B)	128.9	444,473.1	573
Pensions Equity (C)	242.6	569,087.6	1,381
Pensions Fixed Interest (ACC)	630.6	158,688.9	1,001
Pensions Fixed Interest (CAP)	357.7	52,708.1	189
Pensions Fixed Interest (A)	274.8	1,306,782.7	3,591
Pensions Fixed Interest (B)	119.7	50,814.8	61
Pensions Fixed Interest (C)	197.2	44,278.5	87
Pensions Indexed Securities (ACC)	218.2	74,545.1	163
Pensions Indexed Securities (CAP)	136.9	17,385.3	24
Pensions Indexed Securities (A)	203.8	128,617.9	262
Pensions Indexed Securities (B)	120.0	7,137.6	9
Pensions Indexed Securities (C)	142.1	17,951.8	26
Pensions International (A)	340.6	977,084.9	3,328
Pensions International (B)	151.3	51,071.1	77
Pensions International (C)	233.3	203,261.1	474
Pensions Dollar (A)	235.9	480,881.7	1,134
Pensions Dollar (B)	141.8	15,412.4	22
Pensions Dollar (C)	168.7	72,966.7	123
Pensions European (A)	420.1	2,451,073.0	10,297
Pensions European (B)	156.7	251,932.2	395
Pensions European (C)	293.8	280,318.3	824
Pensions Far East (A)	355.9	1,220,164.2	4,343
Pensions Far East (B)	136.9	94,807.0	130
Pensions Far East (C)	243.6	191,840.8	467
Pensions Managed Currency (A)	224.7	127,536.7	287
Pensions Managed Currency (B)	108.1	3,672.2	4
Pensions Managed Currency (C)	160.2	27,906.2	45
Pensions Building Society (A)	267.2	2,307,528.0	6,166
Pensions Building Society (B)	129.7	121,534.0	158
Pensions Building Society (C)	186.3	102,731.5	191
Pensions Smaller Companies (A)	119.6	4,130,249.8	4,940
Pensions Smaller Companies (B)	84.4	207,205.5	175
Pensions Smaller Companies (C)	90.6	35,249.2	32
Pensions U.S. Smaller Companies (A)	332.2	73,059.7	243
Pensions U.S. Smaller Companies (B)	227.8	4,793.4	11
Pensions U.S. Smaller Companies (C)	244.4	0.0	0
Pensions Investment Trust (A)	155.2	196,247.6	305
Pensions Investment Trust (B)	111.7	12,631.5	14
Pensions Investment Trust (C)	122.5	364.7	0
SUB-TOTAL			463,498
TOTAL			463,947

The number of units shown in column 3 is funded units where applicable.

Returns under Insurance Companies Legislation

FORM 58

Long Term Business: Valuation Result and Distribution of Surplus

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global Business: With Profits Fund

Financial year ended: 31 OCTOBER 1994

				£'000
Valuation result	Fund carried forward		1	62,052
	Bonus payments made to policyholders in anticipation of a surplus		2	723
	Transfers out of Fund / Part of Fund	Net transfer to (from) statement of other income and expenditure	3	–
		Net transfer to (from) other Funds / Part of Funds	4	59
	Net transfer out of Fund / Part of Fund (3+4)		5	59
	Total (1+2+5)		6	62,834
	Mathematical reserves for non-linked contracts		7	59,711
	Mathematical reserves for linked contracts		8	–
	Total (7+8)		9	59,711
	Surplus including contingency and other reserves held towards the solvency margin (deficiency) (6–9)		10	3,123
Composition of surplus	Balance of surplus brought forward unappropriated from last valuation		11	3,039
	Transfers into Fund / Part of Fund	Net transfer from (to) statement of other income and expenditure	12	–
		Net transfer from (to) other Funds / Part of Funds	13	–
	Net transfer into Fund / Part of Fund (12+13)		14	–
	Surplus arising since the last valuation		15	84
	Total (11+14+15) (= 10)		16	3,123
Distribution of surplus	Bonus payments made to policyholders in anticipation of a surplus		17	723
	Allocated to policyholders by way of	Cash Bonuses	18	–
		Reversionary Bonuses	19	2,299
		Other Bonuses	20	–
		Premium Reductions	21	–
	Total allocation to policyholders (17 to 21)		22	3,022
	Net transfer out of Fund / Part of Fund (= 5)		23	59
	Total distributed surplus (22+23)		24	3,081
	Balance of surplus (including contingency and other reserves held towards the solvency margin) carried forward unappropriated		25	42
	Total (24+25) (= 10)		26	3,123
Percentage of distributed surplus allocated to policyholders of Fund / Part of Fund			27	98.09%
Corresponding percentage at three immediately previous valuations	Latest (date of valuation 31.10.1993)		28	98.58%
	Earlier (date of valuation 31.10.1992)		29	99.05%
	Earliest (date of valuation 31.10.1991)		30	99.50%

Returns under Insurance Companies Legislation

FORM 58

Long Term Business: Valuation Result and Distribution of Surplus

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global Business: Long Term Business Fund

Financial year ended: 31 OCTOBER 1994

				£'000
Valuation result	Fund carried forward		1	816,932
	Bonus payments made to policyholders in anticipation of a surplus		2	723
	Transfers out of Fund / Part of Fund	Net transfer to (from) statement of other income and expenditure	3	–
		Net transfer to (from) other Funds / Part of Funds	4	–
	Net transfer out of Fund / Part of Fund (3+4)		5	–
	Total (1+2+5)		6	817,655
	Mathematical reserves for non – linked contracts		7	90,972
	Mathematical reserves for linked contracts		8	708,327
	Total (7+8)		9	799,299
	Surplus including contingency and other reserves held towards the solvency margin (deficiency) (6–9)		10	18,355
Composition of surplus	Balance of surplus brought forward unappropriated from last valuation		11	20,197
	Transfers into Fund / Part of Fund	Net transfer from (to) statement of other income and expenditure	12	823
		Net transfer from (to) other Funds / Part of Funds	13	–
	Net transfer into Fund / Part of Fund (12+13)		14	823
	Surplus arising since the last valuation		15	(2,665)
	Total (11+14+15) (= 10)		16	18,355
Distribution of surplus	Bonus payments made to policyholders in anticipation of a surplus		17	723
	Allocated to policyholders by way of	Cash Bonuses	18	–
		Reversionary Bonuses	19	2,299
		Other Bonuses	20	–
		Premium Reductions	21	–
	Total allocation to policyholders (17 to 21)		22	3,022
	Net transfer out of Fund / Part of Fund (= 5)		23	–
	Total distributed surplus (22+23)		24	3,022
	Balance of surplus (including contingency and other reserves held towards the solvency margin) carried forward unappropriated		25	15,333
	Total (24+25) (= 10)		26	18,355
Percentage of distributed surplus allocated to policyholders of Fund / Part of Fund			27	100.00 %
Corresponding percentage at three immediately previous valuations	Latest (date of valuation 31.10.1993)		28	100.00 %
	Earlier (date of valuation 31.10.1992)		29	100.00 %
	Earliest (date of valuation 31.10.1991)		30	100.00 %

Note : The figure of £ 15,333,000 shown in line 25 is made up as follows :

Contingency and other reserves held towards the solvency margin – £ 15,000,000
Other Surplus – £ 333,000

Returns under Insurance Companies Legislation

FORM 60

Long Term Business: **Required Minimum Margin**

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global Business

Financial year ended: 31 OCTOBER 1994

CLASS	Classes I and II	Class III Business with Relevant Factor of			
Relevant Factor	4%	4%	1%	Nil	Total
1 Mathematical reserves before deduction for reinsurance	£'000	£'000	£'000	£'000	£'000
(a) Reserves before distribution of surplus	663,513	93,107	71,752	1,029,182	1,194,041
(b) Reserves for bonus allocated to policyholders	2,446	–	–	–	–
(c) Reserves after distribution of surplus	665,959	93,107	71,752	1,029,182	1,194,041
2 Mathematical reserves after deduction for reinsurance					
(a) Reserves before distribution of surplus	90,312	55,803	31,907	620,616	708,326
(b) Reserves for bonus allocated to policyholders	2,299	–	–	–	–
(c) Reserves after distribution of surplus	92,611	55,803	31,907	620,616	708,326
3 Ratio of 2 (c) to 1 (c) or 0.85 if greater	0.8500				0.8500
4 Required margin of solvency – First Result = 1 (c) x 3 x Relevant Factor	22,643				3,776
5 Non–negative capital at risk before reinsurance					
(a) Temporary assurances with required margin of solvency of .001	390,763				
(b) Temporary assurances with required margin of solvency of .0015	36,429				
(c) All other contracts with required margin of solvency of .003	653,741				2,886,793
(d) Total for (a) + (b) + (c)	1,080,933				2,886,793
6 Non–negative capital at risk after reinsurance (all contracts)	688,124				2,267,558
7 Ratio of 6 to 5 (d) or 0.50 if greater	0.6366				0.7855
8 Required margin of solvency – Second Result	1,532				6,803
9 Sum of first and second result = 4 + 8	24,175				10,579
10 Required margin of solvency for Supplementary Accident and Sickness Insurance					
11 Total required margin of solvency for long term business = 9 + 10					
12 Minimum guarantee fund					
13 Required minimum margin (greater of 11 and 12)					

Returns under Insurance Companies Legislation

FORM 60

Long Term Business: **Required Minimum Margin**

Name of Company: HILL SAMUEL LIFE ASSURANCE LIMITED

Global Business

Financial year ended: 31 OCTOBER 1994

Classes IV and VI	Class VII Business with Relevant Factor of				Unallocated additional mathematical reserves with Relevent Factor of		Total for all classes	
4%	4%	1%	Nil	Total	4%	1%	The Financial Year	The Previous Year
£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
1,033	–	–	–	–	–	–	1,858,587	1,922,425
–	–	–	–	–	–	–	2,446	3,245
1,033	–	–	–	–	–	–	1,861,033	1,925,670
660	–	–	–	–	–	–	799,299	875,870
–	–	–	–	–	–	–	2,299	3,049
660	–	–	–	–	–	–	801,598	878,919
0.8500				–	–	–		
35				–	–	–	26,454	28,864
					–	–	390,763	129,067
					–	–	36,429	36,200
				–	–	–	3,540,535	3,790,744
				–	–	–	3,967,727	3,956,011
				–	–	–	2,955,683	2,965,078
				–	–	–		
				–	–	–	8,335	8,737
35				–	–	–	34,789	37,601
							–	–
							34,789	37,601
							614	653
							34,789	37,601

DIRECTORS' CERTIFICATE

We certify -

1. In relation to the part of the return comprising forms 9, 10, 13 to 16, 40 to 47 and 49 to 51.

   (a) that for the purposes of preparing the return:-

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

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

   (b) that the value shown for each category of asset has been determined in conformity with Regulation 4 of the Insurance Companies (Accounts and Statements) Regulations 1983, and includes the value of only such assets or such parts thereof as are permitted to be taken into account;

   (c) that the amount shown for each category of liability (including contingent and prospective liabilities) has been determined in conformity with Regulation 4 of the Insurance Companies (Accounts and Statements) Regulations 1983; and

   (d) that in respect of the Company's business which is not excluded by regulation 32 of the Insurance Companies Regulations, the assets held at the end of the financial year enabled the Company to comply with regulations 27 and 31 (matching and localisation) of those Regulations.

2. that in relation to the statement required by Regulation 29 of the Insurance Companies (Accounts and Statements) Regulations 1983 -

   (a) for the purpose of preparing the statement, proper accounts and records have been maintained; and

   (b) the information given has been ascertained in conformity with that Regulation.

3. (a) that immediately following the end of the financial year the amount of the Company's required minimum margin was as shown in Form 9; and

   (b) that at the end of the financial year the amount of the Company's available assets and quantifiable contingent liabilities (other than those included in Form 14 or in Form 15 in accordance with paragraph 10 (1) of Schedule 1 of the Insurance Companies (Accounts and Statements) Regulations 1983) and the identity and value of items admitted as implicit items in accordance with regulation 23 (5) of the Insurance Companies Regulations 1994 were as shown in Form 9.

4. (a) that the requirements of Sections 28 to 31 and 31A 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 of that Act, assets attributable to long term business, the income arising therefrom, the proceeds of any realisation of such assets and any other income or proceeds allocated to the long term business fund or funds have not been applied otherwise than for the purpose of the long term business;

(b) that any amount payable from or receivable by the long term business fund or funds 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 apportioned on terms which are believed to be no less than fair to that fund or those funds, and any exchange of assets representing such fund or funds for other assets of the Company has been made at fair market value;

(c) that all guarantees given by the Company of the performance by a related company of a contract binding on the related company which would fall to be met by any long term business fund have been disclosed in the return, and that the fund or funds on which each such guarantee would fall has been identified therein; and

(d) that the returns in respect of long term business are not distorted by agreements between the Company and 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.

B H Portman Chief Executive

P J Morris Director

28 April 1995 W Au Director

APPOINTED ACTUARY'S CERTIFICATE

I certify -

(i) that in my opinion proper records have been kept by the company adequate for the purpose of the valuation of the liabilities of the long term business; and

(ii) that 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 the end of the financial year) arising under or in connection with contracts for long term business including any increase in those liabilities arising from a distribution of surplus as a result of an investigation as at that date into the financial condition of the long term business; and

(iii) that for the purpose of sub-paragraph (ii) above the liabilities have been assessed in accordance with Part IX of the Insurance Companies Regulations in the context of assets valued in accordance with Part VIII of those Regulations, as shown in Form 13; and

(iv) that the guidance notes "Actuaries and Long-Term Insurance Business (GN1)" and "Additional Guidance for Appointed Actuaries (GN8)", issued by the Institute of Actuaries and the Faculty of Actuaries and dated 30 December 1994, have been complied with; and

(v) that, in my opinion, premiums for contracts entered into during the financial year and the income earned thereon are sufficient, on reasonable actuarial assumptions, and taking into account the other financial resources of the Company that are available for the purpose, to enable the Company to meet its commitments in respect of those contracts and, in particular, to establish adequate mathematical reserves.

The amount of the required minimum margin applicable to the Company's long term business immediately following the end of the financial year (including any amounts resulting from any increase in liabilities arising from a distribution of surplus as a result of the investigation into the financial condition of the long term business) is £34,789,000.

28 April 1995

P J Morris, Actuary

REPORTS OF THE AUDITORS TO THE SECRETARY OF STATE FOR TRADE AND INDUSTRY PURSUANT TO REGULATION 27 OF THE INSURANCE COMPANIES (ACCOUNTS AND STATEMENTS) REGULATIONS 1983.

We have audited the documents prepared by the company pursuant to section 17 of the Insurance Companies Act 1982 ("the Act") which are required to be audited by Regulation 27 of the Insurance Companies (Accounts and Statements) Regulations 1983 ("the Regulations"). These comprise Forms 9,10,13 to 16, 40 to 47 and 49 to 51, the notes on pages 54 and 55 and the certificate signed in accordance with Regulation 26(a) on pages 154 and 155. In the case of the certificate, our audit did not extend to paragraph 3 prescribed by Part 1 of Schedule 6 to the Regulations.

Respective responsibilities of the company and its auditors.

The company is responsible for the preparation of returns under the provision of the Act and the Regulations, as modified by the Orders issued by the Secretary of State on 12 July 1994, 5 October 1994 and 23 December 1994. It is our responsibility to form an independent opinion, based on our audit, on those part of the returns which are subject to audit by virtue of Regulation 27 and to report our opinion to you.

Basis of Opinion

We conducted our audit in accordance with Auditing Standards Issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the documents specified by Regulation 27. It also includes an assessment of the significant estimates and judgements made by the company in the preparation of the documents specified by Regulation 27.

We planned and performed our audit 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 documents specified by Regulation 27 are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated whether the documents have been prepared in the manner specified by the Regulations as modified and fairly stated the information provided on the basis required.

In giving this opinion, we have relied on:

(i) the Appointed Actuary's Certificate on page 156 with respect to the mathematical reserves and required minimum margin of the Company; and
(ii) the identity and value of any implicit items as they have been admitted in accordance with Regulation 23(5) of the Insurance Companies Regulations 1994.

Opinion

In our opinion :

(a) the Forms and notes have been properly prepared in accordance with the provisions of the Regulations as modified, 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 reasonable for the persons giving the certificate to have made the statements therein.

28 April 1995

KPMG
Chartered Accountants
Registered Auditors
London

STATEMENT OF INFORMATION ON THE APPOINTED ACTUARY

The information given below is in respect of Mr P J Morris who was the Appointed Actuary during the year.

1. (a) the actuary had 15,073 in shares under option in TSB Group Plc, the Company's ultimate holding Company;

   (b) the actuary had a personal loan on normal staff terms;

   (c) the actuary had in force 9 policies issued by Hill Samuel Life Assurance Limited with a total regular premium of £62.71 per month and a single premium of £50, the aggregate sum assured being £43,314. These policies are on the normal terms available to staff;

   (d) (i) the aggregate amount of remuneration and the value of other benefits under the actuary's contract of employment with the company and receivable by the actuary in respect of the year was £109,340.

   (ii) the emoluments of the actuary which are included in the aggregate amount shown in a note to the accounts of the company to comply with section 231 (1) of the Companies Act (the requirements as to aggregate amount of directors' emoluments which are specified in Schedule 5, paragraph 22) were as in item 1(d) (i) above;

   (e) no other pecuniary benefits were received by the actuary from the company in the year or were receivable by him from the company.

2. The company made a request to the actuary to furnish it with the particulars specified in paragraph (1) of Regulation 29 of the Insurance Companies (Accounts and Statements) Regulation, 1983. Pursuant to that request the actuary confirmed that the information in item 1 above was correct.