

# **Legal & General Insurance Limited**

**Annual FSA Insurance Returns for the year ended**

**31 December 2011**

**IPRU(INS) Appendices 9.1, 9.2, 9.5, 9.6**

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**Statement of solvency - general insurance business**Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

Solo solvency calculation

	Company registration number	GL/ UK/ CM	day	month	year	Units
<b>R1</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>
			<b>As at end of this financial year</b>			<b>As at end of the previous year</b>
			<b>1</b>			<b>2</b>

**Capital resources**

Capital resources arising outside the long-term insurance fund	<b>11</b>	102110	90854
Capital resources allocated towards long-term insurance business arising outside the long-term insurance fund	<b>12</b>		
Capital resources available to cover general insurance business capital resources requirement (11-12)	<b>13</b>	102110	90854

**Guarantee fund**

Guarantee fund requirement	<b>21</b>	16500	16501
Excess (deficiency) of available capital resources to cover guarantee fund requirement	<b>22</b>	85610	74353

**Minimum capital requirement (MCR)**

General insurance capital requirement	<b>31</b>	49499	49503
Base capital resources requirement	<b>33</b>	3056	3040
Individual minimum capital requirement	<b>34</b>	49499	49503
Capital requirements of regulated related undertakings	<b>35</b>		
Minimum capital requirement (34+35)	<b>36</b>	49499	49503
Excess (deficiency) of available capital resources to cover 50% of MCR	<b>37</b>	74620	64766
Excess (deficiency) of available capital resources to cover 75% of MCR	<b>38</b>	64985	53727

**Capital resources requirement (CRR)**

Capital resources requirement	<b>41</b>	49499	49503
Excess (deficiency) of available capital resources to cover general insurance business CRR (13-41)	<b>42</b>	52611	41351

**Contingent liabilities**

Quantifiable contingent liabilities in respect of other than long-term insurance business as shown in a supplementary note to Form 15	<b>51</b>		
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**Covering Sheet to Form 1**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

.....  
**J.B. Pollock**

.....  
**D.A. Finch**

.....  
**M.A. Lawler**

**Birmingham 26 March 2012** .....

**Components of capital resources**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

	Company registration number	GL/UK/CM	day month year			Units
<b>R3</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>
		General insurance business	Long-term insurance business	Total as at the end of this financial year	Total as at the end of the previous year	
		<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	

**Core tier one capital**

Permanent share capital	<b>11</b>	3500		3500	3500
Profit and loss account and other reserves	<b>12</b>	29599		29599	(10035)
Share premium account	<b>13</b>	96053		96053	96053
Positive valuation differences	<b>14</b>				
Fund for future appropriations	<b>15</b>				
Core tier one capital in related undertakings	<b>16</b>				
Core tier one capital (sum of 11 to 16)	<b>19</b>	129152		129152	89518

**Tier one waivers**

Unpaid share capital / unpaid initial funds and calls for supplementary contributions	<b>21</b>				
Implicit Items	<b>22</b>				
Tier one waivers in related undertakings	<b>23</b>				
Total tier one waivers as restricted (21+22+23)	<b>24</b>				

**Other tier one capital**

Perpetual non-cumulative preference shares as restricted	<b>25</b>				
Perpetual non-cumulative preference shares in related undertakings	<b>26</b>				
Innovative tier one capital as restricted	<b>27</b>				
Innovative tier one capital in related undertakings	<b>28</b>				

<b>Total tier one capital before deductions (19+24+25+26+27+28)</b>	<b>31</b>	129152		129152	89518
Investments in own shares	<b>32</b>				
Intangible assets	<b>33</b>				
Amounts deducted from technical provisions for discounting	<b>34</b>				
Other negative valuation differences	<b>35</b>	29782		29782	
Deductions in related undertakings	<b>36</b>				
Deductions from tier one (32 to 36)	<b>37</b>	29782		29782	
<b>Total tier one capital after deductions (31-37)</b>	<b>39</b>	99370		99370	89518

**Components of capital resources**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

	Company registration number	GL/UK/CM	day month year			Units	
	<b>R3</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>
		General insurance business	Long-term insurance business	Total as at the end of this financial year		Total as at the end of the previous year	
		<b>1</b>	<b>2</b>	<b>3</b>		<b>4</b>	

**Tier two capital**

Implicit items, (tier two waivers and amounts excluded from line 22)	<b>41</b>				
Perpetual non-cumulative preference shares excluded from line 25	<b>42</b>				
Innovative tier one capital excluded from line 27	<b>43</b>				
Tier two waivers, innovative tier one capital and perpetual non-cumulative preference shares treated as tier two capital (41 to 43)	<b>44</b>				
Perpetual cumulative preference shares	<b>45</b>	3500		3500	3500
Perpetual subordinated debt and securities	<b>46</b>				
Upper tier two capital in related undertakings	<b>47</b>				
<b>Upper tier two capital (44 to 47)</b>	<b>49</b>	3500		3500	3500

Fixed term preference shares	<b>51</b>				
Other tier two instruments	<b>52</b>				
Lower tier two capital in related undertakings	<b>53</b>				
<b>Lower tier two capital (51+52+53)</b>	<b>59</b>				

<b>Total tier two capital before restrictions (49+59)</b>	<b>61</b>	3500		3500	3500
Excess tier two capital	<b>62</b>				
Further excess lower tier two capital	<b>63</b>				
<b>Total tier two capital after restrictions, before deductions (61-62-63)</b>	<b>69</b>	3500		3500	3500

**Components of capital resources**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

	Company registration number	GL/ UK/ CM	day month year			Units	
	R3	423930	GL	31	12	2011	£000
			General insurance business	Long-term insurance business	Total as at the end of this financial year	Total as at the end of the previous year	
			1	2	3	4	

**Total capital resources**

Positive adjustments for regulated non-insurance related undertakings	71						
<b>Total capital resources before deductions (39+69+71)</b>	<b>72</b>	102870			102870		93018
Inadmissible assets other than intangibles and own shares	73	760			760		2164
Assets in excess of market risk and counterparty limits	74						
Deductions for related ancillary services undertakings	75						
Deductions for regulated non-insurance related undertakings	76						
Deductions of ineligible surplus capital	77						
<b>Total capital resources after deductions (72-73-74-75-76-77)</b>	<b>79</b>	102110			102110		90854

**Available capital resources for GENPRU/INSRU tests**

Available capital resources for guarantee fund requirement	81	102110			102110		90854
Available capital resources for 50% MCR requirement	82	99370			99370		89518
Available capital resources for 75% MCR requirement	83	102110			102110		90854

**Financial engineering adjustments**

Implicit items	91						
Financial reinsurance - ceded	92						
Financial reinsurance - accepted	93						
Outstanding contingent loans	94						
Any other charges on future profits	95						
<b>Sum of financial engineering adjustments (91+92-93+94+95)</b>	<b>96</b>						

## Calculation of general insurance capital requirement - premiums amount and brought forward amount

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

General insurance business

	Company registration number	GL/UK/CM	day month year			Units	
	R11	423930	GL	31	12	2011	£000
				This financial year 1		Previous year 2	
Gross premiums written			11	304752		281038	
Premiums taxes and levies (included in line 11)			12				
Premiums written net of taxes and levies (11-12)			13	304752		281038	
Premiums for classes 11, 12 or 13 (included in line 13)			14				
Premiums for "actuarial health insurance" (included in line 13)			15				
<b>Sub-total A (13 + 1/2 14 - 2/3 15)</b>			16	304752		281038	
Gross premiums earned			21	286855		266690	
Premium taxes and levies (included in line 21)			22				
Premiums earned net of taxes and levies (21-22)			23	286855		266690	
Premiums for classes 11, 12 or 13 (included in line 23)			24				
Premiums for "actuarial health insurance" (included in line 23)			25				
<b>Sub-total H (23 + 1/2 24 - 2/3 25)</b>			26	286855		266690	
<b>Sub-total I (higher of sub-total A and sub-total H)</b>			30	304752		281038	
<b>Adjusted sub-total I if financial year is not a 12 month period to produce an annual figure</b>			31				
Division of gross adjusted premiums amount sub-total I (or adjusted sub-total I if appropriate)	x 0.18		32	54855		50587	
	Excess (if any) over 57.5M EURO x 0.02		33	5091		4622	
<b>Sub-total J (32-33)</b>			34	49764		45965	
Claims paid in period of 3 financial years			41	517658		572548	
Claims outstanding carried forward at the end of the 3 year period	For insurance business accounted for on an underwriting year basis		42				
	For insurance business accounted for on an accident year basis		43	91994		126050	
Claims outstanding brought forward at the beginning of the 3 year period	For insurance business accounted for on an underwriting year basis		44				
	For insurance business accounted for on an accident year basis		45	125417		169561	
<b>Sub-total C (41+42+43-44-45)</b>			46	484235		529037	
Amounts recoverable from reinsurers in respect of claims included in Sub-total C			47	2579		1071	
<b>Sub-total D (46-47)</b>			48	481656		527966	
<b>Reinsurance Ratio (Sub-total D /sub-total C or, if more, 0.50 or, if less, 1.00)</b>			49	0.99		1.00	
<b>Premiums amount (Sub-total J x reinsurance ratio)</b>			50	49499		45872	
Provision for claims outstanding (before discounting and net of reinsurance)			51	91341		125296	
Provision for claims outstanding (before discounting and gross of reinsurance) if both 51.1 and 51.2 are zero, otherwise zero			52				
<b>Brought forward amount (See instruction 4)</b>			53	36088		49503	
Greater of lines 50 and 53			54	49499		49503	



**Calculation of general insurance capital requirement - claims amount and result**Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

General insurance business

		Company registration number	GL/ UK/ CM	day month year			Units	
		R12	423930	GL	31	12	2011	£000
				This financial year 1			Previous year 2	
Reference period (No. of months) See INSPRU 1.1.63R				11	36			36
Claims paid in reference period				21	517658			572548
Claims outstanding carried forward at the end of the reference period	For insurance business accounted for on an underwriting year basis			22				
	For insurance business accounted for on an accident year basis			23	91994			126050
Claims outstanding brought forward at the beginning of the reference period	For insurance business accounted for on an underwriting year basis			24				
	For insurance business accounted for on an accident year basis			25	125417			169561
Claims incurred in reference period (21+22+23-24-25)				26	484235			529037
Claims incurred for classes 11, 12 or 13 (included in 26)				27				
Claims incurred for "actuarial health insurance" (included in 26)				28				
<b>Sub-total E (26 +1/2 27 - 2/3 28)</b>				29	484235			529037
<b>Sub-total F - Conversion of sub-total E to annual figure (multiply by 12 and divide by number of months in the reference period)</b>				31	161412			176346
Division of sub-total F (gross adjusted claims amount)	x 0.26			32	41967			45850
	Excess (if any) over 40.3M EURO x 0.03			33	3787			4240
<b>Sub-total G (32-33)</b>				39	38180			41610
<b>Claims amount Sub-total G x reinsurance ratio (11.49)</b>				41	37977			41525
Higher of premiums amount and brought forward amount (11.54)				42	49499			49503
<b>General insurance capital requirement (higher of lines 41 and 42)</b>				43	49499			49503

**Analysis of admissible assets**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

Category of assets **Total other than long term insurance business assets**

	Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
	<b>R13</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>1</b>
						<b>As at end of this financial year</b>	<b>As at end of the previous year</b>	
						<b>1</b>	<b>2</b>	
Land and buildings			<b>11</b>					

**Investments in group undertakings and participating interests**

UK insurance dependants	Shares	<b>21</b>		
	Debts and loans	<b>22</b>		
Other insurance dependants	Shares	<b>23</b>		
	Debts and loans	<b>24</b>		
Non-insurance dependants	Shares	<b>25</b>	2608	2608
	Debts and loans	<b>26</b>		
Other group undertakings	Shares	<b>27</b>		
	Debts and loans	<b>28</b>		
Participating interests	Shares	<b>29</b>		
	Debts and loans	<b>30</b>		

**Other financial investments**

Equity shares	<b>41</b>			
Other shares and other variable yield participations	<b>42</b>			
Holdings in collective investment schemes	<b>43</b>			
Rights under derivative contracts	<b>44</b>			
Fixed interest securities	Approved	<b>45</b>	75870	80634
	Other	<b>46</b>	203587	185623
Variable interest securities	Approved	<b>47</b>		
	Other	<b>48</b>	5184	12823
Participation in investment pools	<b>49</b>			
Loans secured by mortgages	<b>50</b>			
Loans to public or local authorities and nationalised industries or undertakings	<b>51</b>			
Loans secured by policies of insurance issued by the company	<b>52</b>			
Other loans	<b>53</b>			
Bank and approved credit & financial institution deposits	One month or less withdrawal	<b>54</b>	11032	6206
	More than one month withdrawal	<b>55</b>		
Other financial investments	<b>56</b>			
Deposits with ceding undertakings	<b>57</b>			
Assets held to match linked liabilities	Index linked	<b>58</b>		
	Property linked	<b>59</b>		

**Analysis of admissible assets**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

Category of assets **Total other than long term insurance business assets**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
<b>R13</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>1</b>
					<b>As at end of this financial year</b>	<b>As at end of the previous year</b>	
					<b>1</b>	<b>2</b>	

**Reinsurers' share of technical provisions**

Provision for unearned premiums	<b>60</b>	8161	7453
Claims outstanding	<b>61</b>	653	754
Provision for unexpired risks	<b>62</b>		
Other	<b>63</b>		

**Debtors and salvage**

Direct insurance business	Policyholders	<b>71</b>	59701	58154
	Intermediaries	<b>72</b>	19855	17447
Salvage and subrogation recoveries		<b>73</b>		
Reinsurance	Accepted	<b>74</b>		
	Ceded	<b>75</b>		
Dependants	due in 12 months or less	<b>76</b>		
	due in more than 12 months	<b>77</b>		
Other	due in 12 months or less	<b>78</b>		3495
	due in more than 12 months	<b>79</b>		

**Other assets**

Tangible assets	<b>80</b>	56	114
Deposits not subject to time restriction on withdrawal with approved institutions	<b>81</b>	8261	7125
Cash in hand	<b>82</b>		
Other assets (particulars to be specified by way of supplementary note)	<b>83</b>		
Accrued interest and rent	<b>84</b>	6462	6753
Deferred acquisition costs (general business only)	<b>85</b>	51859	44680
Other prepayments and accrued income	<b>86</b>		

Deductions from the aggregate value of assets	<b>87</b>		
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Grand total of admissible assets after deduction of admissible assets in excess of market risk and counterparty limits (11 to 86 less 87)	<b>89</b>	453289	433869
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**Analysis of admissible assets**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

Category of assets **Total other than long term insurance business assets**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets
R13	423930	31	12	2011	£000	1
					As at end of this financial year	As at end of the previous year
					1	2

**Reconciliation to asset values determined in accordance with the insurance accounts rules or international accounting standards as applicable to the firm for the purpose of its external financial reporting**

Total admissible assets after deduction of admissible assets in excess of market risk and counterparty limits (as per line 89 above)	91	453289	433869
Admissible assets in excess of market and counterparty limits	92		
Inadmissible assets directly held	93	760	2164
Capital resources requirement deduction of regulated related undertakings	94		
Ineligible surplus capital and restricted assets in regulated related insurance undertakings	95		
Inadmissible assets of regulated related undertakings	96		
Book value of related ancillary services undertakings	97		
Other differences in the valuation of assets (other than for assets not valued above)	98		
Deferred acquisition costs excluded from line 89	99		
Reinsurers' share of technical provisions excluded from line 89	100		
Other asset adjustments (may be negative)	101		
Total assets determined in accordance with the insurance accounts rules or international accounting standards as applicable to the firm for the purpose of its external financial reporting (91 to 101)	102	454049	436033
Amounts included in line 89 attributable to debts due from related insurers, other than those under contracts of insurance or reinsurance	103		

**Liabilities (other than long term insurance business)**Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

	Company registration number	GL/ UK/ CM	day	month	year	Units
<b>R15</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>
					<b>As at end of this financial year 1</b>	<b>As at end of the previous year 2</b>

**Technical provisions (gross amount)**

Provisions for unearned premiums	<b>11</b>	152354	134457
Claims outstanding	<b>12</b>	91994	126050
Provision for unexpired risks	<b>13</b>		
Equalisation provisions	Credit business	<b>14</b>	
	Other than credit business	<b>15</b>	21766
Other technical provisions	<b>16</b>		
Total gross technical provisions (11 to 16)	<b>19</b>	274130	282273

**Provisions and creditors**

Provisions	Taxation	<b>21</b>	6718	
	Other risks and charges	<b>22</b>		
Deposits received from reinsurers	<b>31</b>			
Creditors	Direct insurance business	<b>41</b>	15434	13378
	Reinsurance accepted	<b>42</b>		
	Reinsurance ceded	<b>43</b>	8588	8075
Debenture loans	Secured	<b>44</b>		
	Unsecured	<b>45</b>		
Amounts owed to credit institutions	<b>46</b>			
Creditors	Taxation	<b>47</b>	6077	
	Foreseeable dividend	<b>48</b>		
	Other	<b>49</b>	39424	38562
Accruals and deferred income	<b>51</b>	808	727	
Total (19 to 51)	<b>59</b>	351179	343015	
Provision for "reasonably foreseeable adverse variations"	<b>61</b>			
Cumulative preference share capital	<b>62</b>	3500	3500	
Subordinated loan capital	<b>63</b>			
Total (59 to 63)	<b>69</b>	354679	346515	

Amounts included in line 69 attributable to liabilities to related insurers, other than those under contracts of insurance or reinsurance	<b>71</b>	14818	16931
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Amounts deducted from technical provisions for discounting	<b>82</b>		
Other adjustments (may be negative)	<b>83</b>	(29782)	
Capital and reserves	<b>84</b>	129152	89518
Total liabilities under insurance accounts rules or international accounting standards as applicable to the firm for the purpose of its external financial reporting (69-82+83+84)	<b>85</b>	454049	436033

**Profit and loss account (non-technical account)**Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

		Company registration number	GL/ UK/ CM	day	month	year	Units	
		<b>R16</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>
				<b>This financial year</b>		<b>Previous year</b>		
				<b>1</b>		<b>2</b>		
Transfer (to)/from the general insurance business technical account	From Form 20	<b>11</b>				17814	(29249)	
	Equalisation provisions	<b>12</b>				(8016)	(7337)	
Transfer from the long term insurance business revenue account		<b>13</b>						
Investment income	Income	<b>14</b>				15383	14823	
	Value re-adjustments on investments	<b>15</b>				3816	13166	
	Gains on the realisation of investments	<b>16</b>				(4784)	(2738)	
Investment charges	Investment management charges, including interest	<b>17</b>				471	404	
	Value re-adjustments on investments	<b>18</b>						
	Loss on the realisation of investments	<b>19</b>						
Allocated investment return transferred to the general insurance business technical account		<b>20</b>						
Other income and charges (particulars to be specified by way of supplementary note)		<b>21</b>						
Profit or loss on ordinary activities before tax (11+12+13+14+15+16-17-18-19-20+21)		<b>29</b>				23742	(11739)	
Tax on profit or loss on ordinary activities		<b>31</b>				8014	(3041)	
Profit or loss on ordinary activities after tax (29-31)		<b>39</b>				15728	(8698)	
Extraordinary profit or loss (particulars to be specified by way of supplementary note)		<b>41</b>						
Tax on extraordinary profit or loss		<b>42</b>						
Other taxes not shown under the preceding items		<b>43</b>						
Profit or loss for the financial year (39+41-(42+43))		<b>49</b>				15728	(8698)	
Dividends (paid or foreseeable)		<b>51</b>						
Profit or loss retained for the financial year (49-51)		<b>59</b>				15728	(8698)	

General insurance business : Summary of business carried on

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

		Company registration number	GL/UK/CM	day month year			units	
		R20A	423930	GL	31	12	2011	£000
Category number	FSA return general insurance business reporting category		Gross Premium written in this financial year 1	Provision for undiscounted gross claims outstanding at the end of this financial year		Provision for gross unearned premium at the end of this financial year 4		
				Reported 2	Incurred but not reported 3			
001	Total business	1	304752	70224	16692	152354		
002	Total primary (direct) and facultative business	2	304752	70224	16692	152354		
003	Total treaty reinsurance accepted business	3						
110	Total primary (direct) and facultative accident and health (category numbers 111 to 114)	4						
120	Total primary (direct) and facultative personal lines motor business (category numbers 121 to 123)	5		916	(31)			
160	Primary (direct) and facultative household and domestic all risks	6	283414	65154	15559	143689		
180	Total primary (direct) and facultative personal lines financial loss (category numbers 181 to 187)	7	21338	4156	1165	8665		
220	Total primary (direct) and facultative commercial motor business (category numbers 221 to 223)	8		(2)	(1)			
260	Total primary (direct) and facultative commercial lines property (category numbers 261 to 263)	9						
270	Total primary (direct) and facultative commercial lines liability business (category numbers 271 to 274)	10						
280	Total primary (direct) and facultative commercial lines financial loss (category numbers 281 to 284)	11						
330	Total primary (direct) and facultative aviation (category numbers 331 to 333)	12						
340	Total primary (direct) and facultative marine (category numbers 341 to 347)	13						
350	Total primary (direct) and facultative goods in transit	14						
400	Miscellaneous primary (direct) and facultative business	15						
500	Total non-proportional treaty reinsurance business accepted (category numbers 510 to 590)	16						
600	Total proportional treaty reinsurance business accepted (category numbers 610 to 690)	17						
700	Miscellaneous treaty reinsurance accepted business	18						
	Total (lines 4 to 18)	20	304752	70224	16692	152354		

General insurance business : Summary of business carried on

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

R20A	Company registration number	GL/UK/CM	day month year			units
			31	12	2011	
	423930	GL				£000
Category number	FSA return general insurance business reporting category	Gross Premium written in this financial year	Provision for undiscounted gross claims outstanding at the end of this financial year		Provision for gross unearned premium at the end of this financial year	
			Reported	Incurred but not reported		
		1	2	3	4	

Primary (direct) and facultative personal lines business

111	Medical insurance	21				
112	HealthCare cash plans	22				
113	Travel	23				
114	Personal accident or sickness	24				
121	Private motor - comprehensive	25		892	(30)	
122	Private motor - non-comprehensive	26		24	(1)	
123	Motor cycle	27				
160	Household and domestic all risks (equals line 6)	28	283414	65154	15559	143689
181	Assistance	29				
182	Creditor	30	21338	3991	1087	8583
183	Extended warranty	31				
184	Legal expenses	32				
185	Mortgage indemnity	33		165	78	82
186	Pet insurance	34				
187	Other personal financial loss	35				

Primary (direct) and facultative commercial lines business

221	Fleets	41		(2)	(1)	
222	Commercial vehicles (non-fleet)	42				
223	Motor other	43				
261	Commercial property	44				
262	Consequential loss	45				
263	Contractors or engineering all risks	46				
271	Employers liability	47				
272	Professional indemnity	48				
273	Public and products liability	49				
274	Mixed commercial package	50				
281	Fidelity and contract guarantee	51				
282	Credit	52				
283	Suretyship	53				
284	Commercial contingency	54				

Primary (direct) and facultative aviation

331	Aviation liability	61				
332	Aviation hull	62				
333	Space and satellite	63				





**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total business**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		<b>R20</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>001</b>
<b>Items to be shown net of reinsurance</b>				<b>This financial year</b>			<b>Previous year</b>		
				<b>1</b>			<b>2</b>		
This year's underwriting (accident year accounting)	Earned premium (21.19.5)	11	269313	249410					
	Claims incurred (22.17.4)	12	122226	171601					
	Claims management costs (22.18.4)	13	8206	11168					
	Adjustment for discounting (22.52.4)	14							
	Increase in provision for unexpired risks (22.19.4)	15							
	Other technical income or charges (particulars to be specified by way of supplementary note)	16							
	Net operating expenses (22.42.4)	17	106457	101638					
	Balance of year's underwriting (11-12-13+14-15+16-17)	19	32424	(34997)					
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)	21							
	Claims incurred (22.13.4)	22	14007	(6507)					
	Claims management costs (22.14.4)	23	603	759					
	Adjustment for discounting (22.51.4)	24							
	Other technical income or charges (particulars to be specified by way of supplementary note)	25							
	Net operating expenses (22.41.4)	26							
	Balance (21-22-23+24+25-26)	29	(14610)	5748					
Balance from underwriting year accounting	Per Form 24 (24.69.99-99)	31							
	Other technical income or charges (particulars to be specified by way of supplementary note)	32							
	Total	39							
Balance of all years' underwriting (19+29+39)		49	17814	(29249)					
Allocated investment income		51							
Transfer to non-technical account (49+51)		59	17814	(29249)					

**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total primary (direct) and facultative business**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		<b>R20</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>002</b>
<b>Items to be shown net of reinsurance</b>				<b>This financial year</b>			<b>Previous year</b>		
				<b>1</b>			<b>2</b>		
This year's underwriting (accident year accounting)	Earned premium (21.19.5)	11	269313	249410					
	Claims incurred (22.17.4)	12	122226	171601					
	Claims management costs (22.18.4)	13	8206	11168					
	Adjustment for discounting (22.52.4)	14							
	Increase in provision for unexpired risks (22.19.4)	15							
	Other technical income or charges (particulars to be specified by way of supplementary note)	16							
	Net operating expenses (22.42.4)	17	106457	101638					
	Balance of year's underwriting (11-12-13+14-15+16-17)	19	32424	(34997)					
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)	21							
	Claims incurred (22.13.4)	22	14007	(6507)					
	Claims management costs (22.14.4)	23	603	759					
	Adjustment for discounting (22.51.4)	24							
	Other technical income or charges (particulars to be specified by way of supplementary note)	25							
	Net operating expenses (22.41.4)	26							
	Balance (21-22-23+24+25-26)	29	(14610)	5748					
Balance from underwriting year accounting	Per Form 24 (24.69.99-99)	31							
	Other technical income or charges (particulars to be specified by way of supplementary note)	32							
	Total	39							
Balance of all years' underwriting (19+29+39)		49	17814	(29249)					
Allocated investment income		51							
Transfer to non-technical account (49+51)		59	17814	(29249)					

**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total primary (direct) and facultative accident and health**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		<b>R20</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>110</b>
Items to be shown net of reinsurance			This financial year				Previous year		
			1				2		
This year's underwriting (accident year accounting)	Earned premium (21.19.5)	11						(1)	
	Claims incurred (22.17.4)	12							
	Claims management costs (22.18.4)	13						2	
	Adjustment for discounting (22.52.4)	14							
	Increase in provision for unexpired risks (22.19.4)	15							
	Other technical income or charges (particulars to be specified by way of supplementary note)	16							
	Net operating expenses (22.42.4)	17							
	Balance of year's underwriting (11-12-13+14-15+16-17)	19						(3)	
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)	21							
	Claims incurred (22.13.4)	22				(27)		(14)	
	Claims management costs (22.14.4)	23						1	
	Adjustment for discounting (22.51.4)	24							
	Other technical income or charges (particulars to be specified by way of supplementary note)	25							
	Net operating expenses (22.41.4)	26							
	Balance (21-22-23+24+25-26)	29					27	13	
Balance from underwriting year accounting	Per Form 24 (24.69.99-99)	31							
	Other technical income or charges (particulars to be specified by way of supplementary note)	32							
	Total	39							
Balance of all years' underwriting (19+29+39)		49					27	10	
Allocated investment income		51							
Transfer to non-technical account (49+51)		59					27	10	

**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total primary (direct) and facultative personal lines motor business**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		<b>R20</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>120</b>
Items to be shown net of reinsurance				This financial year				Previous year	
				1				2	
This year's underwriting (accident year accounting)	Earned premium (21.19.5)		11						
	Claims incurred (22.17.4)		12						
	Claims management costs (22.18.4)		13					1	
	Adjustment for discounting (22.52.4)		14						
	Increase in provision for unexpired risks (22.19.4)		15						
	Other technical income or charges (particulars to be specified by way of supplementary note)		16						
	Net operating expenses (22.42.4)		17				(1)	21	
	Balance of year's underwriting (11-12-13+14-15+16-17)		19				1	(22)	
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)		21						
	Claims incurred (22.13.4)		22				(1200)	605	
	Claims management costs (22.14.4)		23				(30)	(12)	
	Adjustment for discounting (22.51.4)		24						
	Other technical income or charges (particulars to be specified by way of supplementary note)		25						
	Net operating expenses (22.41.4)		26						
	Balance (21-22-23+24+25-26)		29				1230	(593)	
Balance from underwriting year accounting	Per Form 24 (24.69.99-99)		31						
	Other technical income or charges (particulars to be specified by way of supplementary note)		32						
	Total		39						
Balance of all years' underwriting (19+29+39)			49				1231	(615)	
Allocated investment income			51						
Transfer to non-technical account (49+51)			59				1231	(615)	

**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Primary (direct) and facultative household and domestic all risks**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		<b>R20</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>160</b>
<b>Items to be shown net of reinsurance</b>				<b>This financial year</b>				<b>Previous year</b>	
				<b>1</b>				<b>2</b>	
This year's underwriting (accident year accounting)	Earned premium (21.19.5)		<b>11</b>				249410	228383	
	Claims incurred (22.17.4)		<b>12</b>				115511	163621	
	Claims management costs (22.18.4)		<b>13</b>				7895	10864	
	Adjustment for discounting (22.52.4)		<b>14</b>						
	Increase in provision for unexpired risks (22.19.4)		<b>15</b>						
	Other technical income or charges (particulars to be specified by way of supplementary note)		<b>16</b>						
	Net operating expenses (22.42.4)		<b>17</b>				96087	92307	
	Balance of year's underwriting (11-12-13+14-15+16-17)		<b>19</b>				29917	(38409)	
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)		<b>21</b>						
	Claims incurred (22.13.4)		<b>22</b>				15758	(5284)	
	Claims management costs (22.14.4)		<b>23</b>				354	532	
	Adjustment for discounting (22.51.4)		<b>24</b>						
	Other technical income or charges (particulars to be specified by way of supplementary note)		<b>25</b>						
	Net operating expenses (22.41.4)		<b>26</b>						
	Balance (21-22-23+24+25-26)		<b>29</b>				(16112)	4752	
Balance from underwriting year accounting	Per Form 24 (24.69.99-99)		<b>31</b>						
	Other technical income or charges (particulars to be specified by way of supplementary note)		<b>32</b>						
	Total		<b>39</b>						
Balance of all years' underwriting (19+29+39)			<b>49</b>				13805	(33657)	
Allocated investment income			<b>51</b>						
Transfer to non-technical account (49+51)			<b>59</b>				13805	(33657)	

**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total primary (direct) and facultative personal lines financial loss business**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		<b>R20</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>180</b>
<b>Items to be shown net of reinsurance</b>				<b>This financial year</b>				<b>Previous year</b>	
				<b>1</b>				<b>2</b>	
This year's underwriting (accident year accounting)	Earned premium (21.19.5)		<b>11</b>				19903	21028	
	Claims incurred (22.17.4)		<b>12</b>				6715	7980	
	Claims management costs (22.18.4)		<b>13</b>				311	301	
	Adjustment for discounting (22.52.4)		<b>14</b>						
	Increase in provision for unexpired risks (22.19.4)		<b>15</b>						
	Other technical income or charges (particulars to be specified by way of supplementary note)		<b>16</b>						
	Net operating expenses (22.42.4)		<b>17</b>				10371	9309	
	Balance of year's underwriting (11-12-13+14-15+16-17)		<b>19</b>				2506	3438	
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)		<b>21</b>						
	Claims incurred (22.13.4)		<b>22</b>				(523)	(1677)	
	Claims management costs (22.14.4)		<b>23</b>				279	251	
	Adjustment for discounting (22.51.4)		<b>24</b>						
	Other technical income or charges (particulars to be specified by way of supplementary note)		<b>25</b>						
	Net operating expenses (22.41.4)		<b>26</b>						
	Balance (21-22-23+24+25-26)		<b>29</b>				244	1426	
Balance from underwriting year accounting	Per Form 24 (24.69.99-99)		<b>31</b>						
	Other technical income or charges (particulars to be specified by way of supplementary note)		<b>32</b>						
	Total		<b>39</b>						
Balance of all years' underwriting (19+29+39)			<b>49</b>				2750	4864	
Allocated investment income			<b>51</b>						
Transfer to non-technical account (49+51)			<b>59</b>				2750	4864	

**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total primary (direct) and facultative commercial motor business**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		<b>R20</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>220</b>
Items to be shown net of reinsurance			This financial year				Previous year		
			1				2		
This year's underwriting (accident year accounting)	Earned premium (21.19.5)	11							
	Claims incurred (22.17.4)	12							
	Claims management costs (22.18.4)	13							
	Adjustment for discounting (22.52.4)	14							
	Increase in provision for unexpired risks (22.19.4)	15							
	Other technical income or charges (particulars to be specified by way of supplementary note)	16							
	Net operating expenses (22.42.4)	17						1	
	Balance of year's underwriting (11-12-13+14-15+16-17)	19						(1)	
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)	21							
	Claims incurred (22.13.4)	22					(1)	(137)	
	Claims management costs (22.14.4)	23						(13)	
	Adjustment for discounting (22.51.4)	24							
	Other technical income or charges (particulars to be specified by way of supplementary note)	25							
	Net operating expenses (22.41.4)	26							
	Balance (21-22-23+24+25-26)	29					1	150	
Balance from underwriting year accounting	Per Form 24 (24.69.99-99)	31							
	Other technical income or charges (particulars to be specified by way of supplementary note)	32							
	Total	39							
Balance of all years' underwriting (19+29+39)		49					1	149	
Allocated investment income		51							
Transfer to non-technical account (49+51)		59					1	149	



**General insurance business (accident year accounting) : Analysis of premiums**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

**Total business**

		Company registration number	GL/UK/CM	day month year			Units	Category number	
		R21	423930	GL	31	12	2011	£000	001
<b>Premiums receivable during the financial year</b>		Gross premiums written		Reinsurers' share			Net of reinsurance		
		Earned in previous financial years 1		Earned in previous financial years 3		Earned in previous financial years 5			
In respect of risks incepted in previous financial years		11							
		Earned In this financial year 1	Unearned at end of this financial year 2	Earned In this financial year 3	Unearned at end of this financial year 4	Earned In this financial year 5	Unearned at end of this financial year 6		
In respect of risks incepted in previous financial years		12	3383	(10)		3393			
In respect of risks incepted in this financial year	For periods of less than 12 months	13	12780	8583	1962	80	10818	8503	
	For periods of 12 months	14	136317	143689	8137	8081	128180	135608	
	For periods of more than 12 months	15							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		16	134375	82	7453		126922	82	
Total (12 to 16)		19	286855	152354	17542	8161	269313	144193	

**General insurance business (accident year accounting) : Analysis of premiums**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

**Total primary (direct) and facultative business**

		Company registration number	GL/UK/CM	day month year			Units	Category number	
		R21	423930	GL	31	12	2011	£000	002
<b>Premiums receivable during the financial year</b>		Gross premiums written		Reinsurers' share			Net of reinsurance		
		Earned in previous financial years <b>1</b>		Earned in previous financial years <b>3</b>		Earned in previous financial years <b>5</b>			
In respect of risks incepted in previous financial years		<b>11</b>							
		Earned In this financial year <b>1</b>	Unearned at end of this financial year <b>2</b>	Earned In this financial year <b>3</b>	Unearned at end of this financial year <b>4</b>	Earned In this financial year <b>5</b>	Unearned at end of this financial year <b>6</b>		
In respect of risks incepted in previous financial years		<b>12</b>	3383	(10)		3393			
In respect of risks incepted in this financial year	For periods of less than 12 months	<b>13</b>	12780	8583	1962	80	10818	8503	
	For periods of 12 months	<b>14</b>	136317	143689	8137	8081	128180	135608	
	For periods of more than 12 months	<b>15</b>							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		<b>16</b>	134375	82	7453		126922	82	
Total (12 to 16)		<b>19</b>	286855	152354	17542	8161	269313	144193	

**General insurance business (accident year accounting) : Analysis of premiums**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

**Total primary (direct) and facultative accident and health**

		Company registration number	GL/UK/CM	day month year			Units	Category number	
		<b>R21</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>110</b>
<b>Premiums receivable during the financial year</b>		Gross premiums written		Reinsurers' share			Net of reinsurance		
		Earned in previous financial years <b>1</b>		Earned in previous financial years <b>3</b>		Earned in previous financial years <b>5</b>			
In respect of risks incepted in previous financial years		<b>11</b>							
		Earned In this financial year <b>1</b>	Unearned at end of this financial year <b>2</b>	Earned In this financial year <b>3</b>	Unearned at end of this financial year <b>4</b>	Earned In this financial year <b>5</b>	Unearned at end of this financial year <b>6</b>		
In respect of risks incepted in previous financial years		<b>12</b>							
In respect of risks incepted in this financial year	For periods of less than 12 months	<b>13</b>							
	For periods of 12 months	<b>14</b>							
	For periods of more than 12 months	<b>15</b>							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		<b>16</b>							
Total (12 to 16)		<b>19</b>							

**General insurance business (accident year accounting) : Analysis of premiums**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

**Total primary (direct) and facultative personal lines motor business**

		Company registration number	GL/UK/CM	day month year			Units	Category number	
		<b>R21</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>120</b>
<b>Premiums receivable during the financial year</b>		Gross premiums written		Reinsurers' share			Net of reinsurance		
		Earned in previous financial years <b>1</b>		Earned in previous financial years <b>3</b>		Earned in previous financial years <b>5</b>			
In respect of risks incepted in previous financial years		<b>11</b>							
		Earned In this financial year <b>1</b>	Unearned at end of this financial year <b>2</b>	Earned In this financial year <b>3</b>	Unearned at end of this financial year <b>4</b>	Earned In this financial year <b>5</b>	Unearned at end of this financial year <b>6</b>		
In respect of risks incepted in previous financial years		<b>12</b>							
In respect of risks incepted in this financial year	For periods of less than 12 months	<b>13</b>							
	For periods of 12 months	<b>14</b>							
	For periods of more than 12 months	<b>15</b>							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		<b>16</b>							
Total (12 to 16)		<b>19</b>							

**General insurance business (accident year accounting) : Analysis of premiums**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

**Primary (direct) and facultative household and domestic all risks**

		Company registration number	GL/UK/CM	day month year			Units	Category number	
		R21	423930	GL	31	12	2011	£000	160
<b>Premiums receivable during the financial year</b>		Gross premiums written		Reinsurers' share			Net of reinsurance		
		Earned in previous financial years <b>1</b>		Earned in previous financial years <b>3</b>		Earned in previous financial years <b>5</b>			
In respect of risks incepted in previous financial years		<b>11</b>							
		Earned In this financial year <b>1</b>	Unearned at end of this financial year <b>2</b>	Earned In this financial year <b>3</b>	Unearned at end of this financial year <b>4</b>	Earned In this financial year <b>5</b>	Unearned at end of this financial year <b>6</b>		
In respect of risks incepted in previous financial years		<b>12</b>	3408				3408		
In respect of risks incepted in this financial year	For periods of less than 12 months	<b>13</b>							
	For periods of 12 months	<b>14</b>	136317	143689	8137	8081	128180	135608	
	For periods of more than 12 months	<b>15</b>							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		<b>16</b>	125093		7271		117822		
Total (12 to 16)		<b>19</b>	264818	143689	15408	8081	249410	135608	

**General insurance business (accident year accounting) : Analysis of premiums**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

**Total primary (direct) and facultative personal lines financial loss business**

		Company registration number	GL/UK/CM	day month year			Units	Category number	
		R21	423930	GL	31	12	2011	£000	180
<b>Premiums receivable during the financial year</b>		Gross premiums written		Reinsurers' share			Net of reinsurance		
		Earned in previous financial years 1		Earned in previous financial years 3		Earned in previous financial years 5			
In respect of risks incepted in previous financial years		11							
		Earned In this financial year 1	Unearned at end of this financial year 2	Earned In this financial year 3	Unearned at end of this financial year 4	Earned In this financial year 5	Unearned at end of this financial year 6		
In respect of risks incepted in previous financial years		12	(25)	(10)		(15)			
In respect of risks incepted in this financial year	For periods of less than 12 months	13	12780	8583	1962	80	10818	8503	
	For periods of 12 months	14							
	For periods of more than 12 months	15							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		16	9282	82	182		9100	82	
Total (12 to 16)		19	22037	8665	2134	80	19903	8585	

**General insurance business (accident year accounting) : Analysis of premiums**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

**Total primary (direct) and facultative commercial motor business**

		Company registration number	GL/UK/CM	day month year			Units	Category number	
		<b>R21</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>220</b>
<b>Premiums receivable during the financial year</b>		Gross premiums written		Reinsurers' share			Net of reinsurance		
		Earned in previous financial years <b>1</b>		Earned in previous financial years <b>3</b>		Earned in previous financial years <b>5</b>			
In respect of risks incepted in previous financial years		<b>11</b>							
		Earned In this financial year <b>1</b>	Unearned at end of this financial year <b>2</b>	Earned In this financial year <b>3</b>	Unearned at end of this financial year <b>4</b>	Earned In this financial year <b>5</b>	Unearned at end of this financial year <b>6</b>		
In respect of risks incepted in previous financial years		<b>12</b>							
In respect of risks incepted in this financial year	For periods of less than 12 months	<b>13</b>							
	For periods of 12 months	<b>14</b>							
	For periods of more than 12 months	<b>15</b>							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		<b>16</b>							
Total (12 to 16)		<b>19</b>							

## General insurance business (accident year accounting) : Analysis of claims, expenses and technical provisions

Name of company **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total business**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	423930	GL	31	12	2011	£000	001
				Amount brought forward from previous financial year 1	Amount payable/receivable in this financial year 2		Amount carried forward to next financial year 3	Amount attributable to this financial year 4	
Claims incurred in respect of incidents occurring prior to this financial year	Gross amount	11	119093		94093		38930	13930	
	Reinsurers' share	12	750		325		348	(77)	
	Net (11-12)	13	118343		93768		38582	14007	
	Claims management costs	14	6957		5921		1639	603	
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15			74678		47986	122664	
	Reinsurers' share	16			132		306	438	
	Net (15-16)	17			74546		47680	122226	
	Claims management costs	18			4767		3439	8206	
Provision for unexpired risks		19							
Net operating expenses	Commissions	21	30423		71134		35115	66442	
	Other acquisition expenses	22	14256		31433		16742	28947	
	Administrative expenses	23			12608			12608	
	Reinsurance commissions and profit participations	24	727		1621		808	1540	
	Total (21+22+23-24)	29	43952		113554		51049	106457	
Adjustments for discounting in respect of the items shown at lines 11 to 18 above	Gross amount	31							
	Reinsurers' share	32							
	Claims management costs	33							
	Total (31-32+33)	39							
Split of line 29	Prior financial years	41							
	This financial year	42	43952		113554		51049	106457	
Split of line 39	Incidents occurring prior to this financial year	51							
	Incidents occurring in this financial year	52							



## General insurance business (accident year accounting) : Analysis of claims, expenses and technical provisions

Name of company **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total primary (direct) and facultative business**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	423930	GL	31	12	2011	£000	002
				Amount brought forward from previous financial year 1	Amount payable/receivable in this financial year 2		Amount carried forward to next financial year 3	Amount attributable to this financial year 4	
Claims incurred in respect of incidents occurring prior to this financial year	Gross amount	11	119093		94093		38930	13930	
	Reinsurers' share	12	750		325		348	(77)	
	Net (11-12)	13	118343		93768		38582	14007	
	Claims management costs	14	6957		5921		1639	603	
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15			74678		47986	122664	
	Reinsurers' share	16			132		306	438	
	Net (15-16)	17			74546		47680	122226	
	Claims management costs	18			4767		3439	8206	
Provision for unexpired risks		19							
Net operating expenses	Commissions	21	30423		71134		35115	66442	
	Other acquisition expenses	22	14256		31433		16742	28947	
	Administrative expenses	23			12608			12608	
	Reinsurance commissions and profit participations	24	727		1621		808	1540	
	Total (21+22+23-24)	29	43952		113554		51049	106457	
Adjustments for discounting in respect of the items shown at lines 11 to 18 above	Gross amount	31							
	Reinsurers' share	32							
	Claims management costs	33							
	Total (31-32+33)	39							
Split of line 29	Prior financial years	41							
	This financial year	42	43952		113554		51049	106457	
Split of line 39	Incidents occurring prior to this financial year	51							
	Incidents occurring in this financial year	52							

## General insurance business (accident year accounting) : Analysis of claims, expenses and technical provisions

Name of company **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total primary (direct) and facultative accident and health**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		<b>R22</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>110</b>
			Amount brought forward from previous financial year 1	Amount payable/receivable in this financial year 2			Amount carried forward to next financial year 3	Amount attributable to this financial year 4	
Claims incurred in respect of incidents occurring prior to this financial year	Gross amount	<b>11</b>		<b>(27)</b>				<b>(27)</b>	
	Reinsurers' share	<b>12</b>							
	Net (11-12)	<b>13</b>		<b>(27)</b>				<b>(27)</b>	
	Claims management costs	<b>14</b>	2	2					
Claims incurred in respect of incidents occurring in this financial year	Gross amount	<b>15</b>							
	Reinsurers' share	<b>16</b>							
	Net (15-16)	<b>17</b>							
	Claims management costs	<b>18</b>							
Provision for unexpired risks		<b>19</b>							
Net operating expenses	Commissions	<b>21</b>							
	Other acquisition expenses	<b>22</b>							
	Administrative expenses	<b>23</b>							
	Reinsurance commissions and profit participations	<b>24</b>							
	Total (21+22+23-24)	<b>29</b>							
Adjustments for discounting in respect of the items shown at lines 11 to 18 above	Gross amount	<b>31</b>							
	Reinsurers' share	<b>32</b>							
	Claims management costs	<b>33</b>							
	Total (31-32+33)	<b>39</b>							
Split of line 29	Prior financial years	<b>41</b>							
	This financial year	<b>42</b>							
Split of line 39	Incidents occurring prior to this financial year	<b>51</b>							
	Incidents occurring in this financial year	<b>52</b>							

## General insurance business (accident year accounting) : Analysis of claims, expenses and technical provisions

Name of company **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total primary (direct) and facultative personal lines motor business**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		<b>R22</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>120</b>
			Amount brought forward from previous financial year 1	Amount payable/receivable in this financial year 2		Amount carried forward to next financial year 3		Amount attributable to this financial year 4	
Claims incurred in respect of incidents occurring prior to this financial year	Gross amount	<b>11</b>	3818	1734		885		(1199)	
	Reinsurers' share	<b>12</b>	(1)						1
	Net (11-12)	<b>13</b>	3819	1734		885		(1200)	
	Claims management costs	<b>14</b>	39			9		(30)	
Claims incurred in respect of incidents occurring in this financial year	Gross amount	<b>15</b>							
	Reinsurers' share	<b>16</b>							
	Net (15-16)	<b>17</b>							
	Claims management costs	<b>18</b>							
Provision for unexpired risks		<b>19</b>							
Net operating expenses	Commissions	<b>21</b>							
	Other acquisition expenses	<b>22</b>							
	Administrative expenses	<b>23</b>				(1)			(1)
	Reinsurance commissions and profit participations	<b>24</b>							
	Total (21+22+23-24)	<b>29</b>				(1)			(1)
Adjustments for discounting in respect of the items shown at lines 11 to 18 above	Gross amount	<b>31</b>							
	Reinsurers' share	<b>32</b>							
	Claims management costs	<b>33</b>							
	Total (31-32+33)	<b>39</b>							
Split of line 29	Prior financial years	<b>41</b>							
	This financial year	<b>42</b>				(1)			(1)
Split of line 39	Incidents occurring prior to this financial year	<b>51</b>							
	Incidents occurring in this financial year	<b>52</b>							

## General insurance business (accident year accounting) : Analysis of claims, expenses and technical provisions

Name of company **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Primary (direct) and facultative household and domestic all risks**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		<b>R22</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>160</b>
			Amount brought forward from previous financial year 1	Amount payable/receivable in this financial year 2		Amount carried forward to next financial year 3		Amount attributable to this financial year 4	
Claims incurred in respect of incidents occurring prior to this financial year	Gross amount	<b>11</b>	109169	87739		37208		15778	
	Reinsurers' share	<b>12</b>	304	(5)		329		20	
	Net (11-12)	<b>13</b>	108865	87744		36879		15758	
	Claims management costs	<b>14</b>	6795	5536		1613		354	
Claims incurred in respect of incidents occurring in this financial year	Gross amount	<b>15</b>		72006		43505		115511	
	Reinsurers' share	<b>16</b>							
	Net (15-16)	<b>17</b>		72006		43505		115511	
	Claims management costs	<b>18</b>		4546		3349		7895	
Provision for unexpired risks		<b>19</b>							
Net operating expenses	Commissions	<b>21</b>	28464	66788		33890		61362	
	Other acquisition expenses	<b>22</b>	13016	29500		14964		27552	
	Administrative expenses	<b>23</b>		8713				8713	
	Reinsurance commissions and profit participations	<b>24</b>	727	1621		808		1540	
	Total (21+22+23-24)	<b>29</b>	40753	103380		48046		96087	
Adjustments for discounting in respect of the items shown at lines 11 to 18 above	Gross amount	<b>31</b>							
	Reinsurers' share	<b>32</b>							
	Claims management costs	<b>33</b>							
	Total (31-32+33)	<b>39</b>							
Split of line 29	Prior financial years	<b>41</b>							
	This financial year	<b>42</b>	40753	103380		48046		96087	
Split of line 39	Incidents occurring prior to this financial year	<b>51</b>							
	Incidents occurring in this financial year	<b>52</b>							

## General insurance business (accident year accounting) : Analysis of claims, expenses and technical provisions

Name of company **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total primary (direct) and facultative personal lines financial loss business**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		<b>R22</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>180</b>
			Amount brought forward from previous financial year 1	Amount payable/receivable in this financial year 2		Amount carried forward to next financial year 3		Amount attributable to this financial year 4	
Claims incurred in respect of incidents occurring prior to this financial year	Gross amount	<b>11</b>	6099	4638		840		(621)	
	Reinsurers' share	<b>12</b>	447	330		19		(98)	
	Net (11-12)	<b>13</b>	5652	4308		821		(523)	
	Claims management costs	<b>14</b>	121	383		17		279	
Claims incurred in respect of incidents occurring in this financial year	Gross amount	<b>15</b>		2672		4481		7153	
	Reinsurers' share	<b>16</b>		132		306		438	
	Net (15-16)	<b>17</b>		2540		4175		6715	
	Claims management costs	<b>18</b>		221		90		311	
Provision for unexpired risks		<b>19</b>							
Net operating expenses	Commissions	<b>21</b>	1959	4346		1225		5080	
	Other acquisition expenses	<b>22</b>	1240	1933		1778		1395	
	Administrative expenses	<b>23</b>		3896				3896	
	Reinsurance commissions and profit participations	<b>24</b>							
	Total (21+22+23-24)	<b>29</b>	3199	10175		3003		10371	
Adjustments for discounting in respect of the items shown at lines 11 to 18 above	Gross amount	<b>31</b>							
	Reinsurers' share	<b>32</b>							
	Claims management costs	<b>33</b>							
	Total (31-32+33)	<b>39</b>							
Split of line 29	Prior financial years	<b>41</b>							
	This financial year	<b>42</b>	3199	10175		3003		10371	
Split of line 39	Incidents occurring prior to this financial year	<b>51</b>							
	Incidents occurring in this financial year	<b>52</b>							

## General insurance business (accident year accounting) : Analysis of claims, expenses and technical provisions

Name of company **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total primary (direct) and facultative commercial motor business**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		<b>R22</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>220</b>
			Amount brought forward from previous financial year 1	Amount payable/receivable in this financial year 2		Amount carried forward to next financial year 3		Amount attributable to this financial year 4	
Claims incurred in respect of incidents occurring prior to this financial year	Gross amount	<b>11</b>	7	9		(3)		(1)	
	Reinsurers' share	<b>12</b>							
	Net (11-12)	<b>13</b>	7	9		(3)		(1)	
	Claims management costs	<b>14</b>							
Claims incurred in respect of incidents occurring in this financial year	Gross amount	<b>15</b>							
	Reinsurers' share	<b>16</b>							
	Net (15-16)	<b>17</b>							
	Claims management costs	<b>18</b>							
Provision for unexpired risks		<b>19</b>							
Net operating expenses	Commissions	<b>21</b>							
	Other acquisition expenses	<b>22</b>							
	Administrative expenses	<b>23</b>							
	Reinsurance commissions and profit participations	<b>24</b>							
	Total (21+22+23-24)	<b>29</b>							
Adjustments for discounting in respect of the items shown at lines 11 to 18 above	Gross amount	<b>31</b>							
	Reinsurers' share	<b>32</b>							
	Claims management costs	<b>33</b>							
	Total (31-32+33)	<b>39</b>							
Split of line 29	Prior financial years	<b>41</b>							
	This financial year	<b>42</b>							
Split of line 39	Incidents occurring prior to this financial year	<b>51</b>							
	Incidents occurring in this financial year	<b>52</b>							

## General insurance business (accident year accounting) : Analysis of net claims and premiums

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total business**

		Company registration number		GL/UK/CM		day month year			Units	Category number						
		R23	423930	GL	31	12	2011	£000	001							
Accident year ended	Month	Year	Claims paid (net) during the accident year	Claims outstanding (net) as at end of the accident year	Total claims paid (net) since the end of the accident year, but prior to this financial year	Claims paid (net) during this financial year		Claims outstanding carried forward		Claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Deduction for discounting from claims outstanding carried forward (net)	Earned premiums (net)	Deterioration/ (surplus) of original claims reserve %	Claims ratio %
						Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)							
		1	2	3	4	5	6	7	8	9	10	11	12	13		
12	2011	<b>11</b>				74546	44617	3064			122227		269314		45.4	
12	2010	<b>12</b>	82326	89276		81398	14792	8447	67701	21575	15361		249410	17.2	75.0	
12	2009	<b>13</b>	89272	71837	53434	6306	3910	1551	10482	1857	(572)		265991	(9.2)	58.1	
12	2008	<b>14</b>	119307	72693	64226	2434	2457	958	5017	1152	(320)		277721	(3.6)	68.2	
12	2007	<b>15</b>	173524	107652	87898	2040	877	1406	1928	1317	1078		294728	(14.3)	90.2	
12	2006	<b>16</b>	119119	82136	62970	1660	1566	431	2281	717	659		304634	(18.9)	61.0	
12	2005	<b>17</b>	114890	90132	70386	276	631	94	2312	513	(1824)		305415	(20.8)	61.0	
12	2004	<b>18</b>	90690	71260	65962	(94)	533	23	306	45	111		285992	(6.8)	54.9	
12	2003	<b>19</b>	76561	65562	63496	(20)	566	136	671	6	5		242710	(2.1)	58.0	
12	2002	<b>20</b>	76070	57919	51603	54	(14)	125	55	78	32		215681	(10.6)	59.3	
Prior accident years		<b>21</b>				(290)	(256)	349	174	156	(527)					
Reconciliation		<b>22</b>														
Total (11 to 22)		<b>29</b>				168310	69679	16584	90927	27416	136230					

## General insurance business (accident year accounting) : Analysis of net claims and premiums

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total primary (direct) and facultative business**

										Company registration number	GL/UK/CM	day month year			Units	Category number	
										R23	423930	GL	31	12	2011	£000	002
Accident year ended		Claims paid (net) during the accident year	Claims outstanding (net) as at end of the accident year	Total claims paid (net) since the end of the accident year, but prior to this financial year	Claims paid (net) during this financial year	Claims outstanding carried forward		Claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Deduction for discounting from claims outstanding carried forward (net)	Earned premiums (net)	Deterioration/ (surplus) of original claims reserve %	Claims ratio %			
Month	Year					Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)								
		1	2	3	4	5	6	7	8	9	10	11	12	13			
12	2011	11			74546	44617	3064			122227		269314		45.4			
12	2010	12	82326	89276	81398	14792	8447	67701	21575	15361		249410	17.2	75.0			
12	2009	13	89272	71837	53434	6306	3910	10482	1857	(572)		265991	(9.2)	58.1			
12	2008	14	119307	72693	64226	2434	2457	5017	1152	(320)		277721	(3.6)	68.2			
12	2007	15	173524	107652	87898	2040	877	1928	1317	1078		294728	(14.3)	90.2			
12	2006	16	119119	82136	62970	1660	1566	2281	717	659		304634	(18.9)	61.0			
12	2005	17	114890	90132	70386	276	631	2312	513	(1824)		305415	(20.8)	61.0			
12	2004	18	90690	71260	65962	(94)	533	306	45	111		285992	(6.8)	54.9			
12	2003	19	76561	65562	63496	(20)	566	671	6	5		242710	(2.1)	58.0			
12	2002	20	76070	57919	51603	54	(14)	55	78	32		215681	(10.6)	59.3			
Prior accident years		21			(290)	(256)	349	174	156	(527)							
Reconciliation		22															
Total (11 to 22)		29			168310	69679	16584	90927	27416	136230							



## General insurance business (accident year accounting) : Analysis of net claims and premiums

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total primary (direct) and facultative accident and health**

		Company registration number		GL/UK/CM		day month year			Units	Category number						
		<b>R23</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>110</b>							
Accident year ended	Month	Year	Claims paid (net) during the accident year	Claims outstanding (net) as at end of the accident year	Total claims paid (net) since the end of the accident year, but prior to this financial year	Claims paid (net) during this financial year		Claims outstanding carried forward		Claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Deduction for discounting from claims outstanding carried forward (net)	Earned premiums (net)	Deterioration/ (surplus) of original claims reserve %	Claims ratio %
						Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)							
			<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>	<b>10</b>	<b>11</b>	<b>12</b>	<b>13</b>	
12	2011	<b>11</b>														
12	2010	<b>12</b>												(1)		
12	2009	<b>13</b>												(2)		
12	2008	<b>14</b>	4778	48	45	(27)					(27)		4594	(62.5)	104.4	
12	2007	<b>15</b>	30606	4083	3193								40639	(21.8)	83.2	
12	2006	<b>16</b>	15085	9050	2748								46799	(69.6)	38.1	
12	2005	<b>17</b>	14390	17218	14834								44284	(13.8)	66.0	
12	2004	<b>18</b>	10276	10402	14242								36679	36.9	66.8	
12	2003	<b>19</b>	8546	10175	11556								31809	13.6	63.2	
12	2002	<b>20</b>	7437	9577	8625								28419	(9.9)	56.5	
Prior accident years		<b>21</b>														
Reconciliation		<b>22</b>														
Total (11 to 22)		<b>29</b>				(27)					(27)					

## General insurance business (accident year accounting) : Analysis of net claims and premiums

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total primary (direct) and facultative personal lines motor business**

		Company registration number		GL/UK/CM		day month year			Units	Category number				
		R23	423930	GL	31	12	2011	£000	120					
Accident year ended		Claims paid (net) during the accident year	Claims outstanding (net) as at end of the accident year	Total claims paid (net) since the end of the accident year, but prior to this financial year	Claims paid (net) during this financial year	Claims outstanding carried forward		Claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Deduction for discounting from claims outstanding carried forward (net)	Earned premiums (net)	Deterioration/ (surplus) of original claims reserve %	Claims ratio %
Month	Year					Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)					
		1	2	3	4	5	6	7	8	9	10	11	12	13
12	2011	11												
12	2010	12												
12	2009	13												
12	2008	14												
12	2007	15	1815	1453	645	532	242	30	(60)	129	735	2997	(0.3)	108.9
12	2006	16	8507	10243	6400	583	264	34	201	359	321	20275	(28.9)	77.9
12	2005	17	12808	17067	12159	499	370	(115)	2357	240	(1843)	34389	(24.3)	74.8
12	2004	18	11555	12572	11683	35	14	3	113	38	(99)	32589	(6.7)	71.5
12	2003	19	10411	11279	12278	40	14	7	395	16	(350)	29616	9.4	76.8
12	2002	20	8503	10531	9099	4	(6)	8	16	10	(20)	26248	(13.5)	67.1
Prior accident years		21				38	18	2		5	53			
Reconciliation		22												
Total (11 to 22)		29				1731	916	(31)	3022	797	(1203)			

## General insurance business (accident year accounting) : Analysis of net claims and premiums

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

## Primary (direct) and facultative household and domestic all risks

										Company registration number	GL/UK/CM	day month year			Units	Category number	
										R23	423930	GL	31	12	2011	£000	160
Accident year ended		Claims paid (net) during the accident year	Claims outstanding (net) as at end of the accident year	Total claims paid (net) since the end of the accident year, but prior to this financial year	Claims paid (net) during this financial year	Claims outstanding carried forward		Claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Deduction for discounting from claims outstanding carried forward (net)	Earned premiums (net)	Deterioration/ (surplus) of original claims reserve %	Claims ratio %			
Month	Year					Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)								
		1	2	3	4	5	6	7	8	9	10	11	12	13			
12	2011	11			72006	41198	2307			115511		249411		46.3			
12	2010	12	79158	84464	77501	14438	8330	63716	20748	15805		228383	18.7	78.6			
12	2009	13	83267	62974	46581	5950	3870	1442	10073	1696	(507)	241030	(8.1)	58.5			
12	2008	14	112170	64609	57133	2443	2492	889	5002	1055	(233)	248446	(2.6)	70.5			
12	2007	15	139874	97697	81752	1495	631	1372	1981	1185	332	232951	(12.7)	96.6			
12	2006	16	94526	60812	52375	1073	1279	397	2071	358	320	223682	(9.4)	66.9			
12	2005	17	86890	53009	42099	(223)	261	209	(51)	273	25	212929	(20.1)	60.7			
12	2004	18	68205	46875	37924	(137)	522	20	189	5	211	202647	(18.2)	52.6			
12	2003	19	57027	42517	38593	(60)	541	129	265	(10)	355	164095	(7.8)	58.6			
12	2002	20	58614	35818	32950	50	(13)	117	34	68	52	143379	(7.6)	64.0			
Prior accident years		21				(348)	(394)	347	57	151	(603)						
Reconciliation		22															
Total (11 to 22)		29				159750	64825	15559	83337	25529	131268						

## General insurance business (accident year accounting) : Analysis of net claims and premiums

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011****Total primary (direct) and facultative personal lines financial loss business**

		Company registration number		GL/UK/CM		day month year			Units	Category number				
		R23	423930	GL	31	12	2011	£000	180					
Accident year ended		Claims paid (net) during the accident year	Claims outstanding (net) as at end of the accident year	Total claims paid (net) since the end of the accident year, but prior to this financial year	Claims paid (net) during this financial year	Claims outstanding carried forward		Claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Deduction for discounting from claims outstanding carried forward (net)	Earned premiums (net)	Deterioration/ (surplus) of original claims reserve %	Claims ratio %
Month	Year					Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)					
		1	2	3	4	5	6	7	8	9	10	11	12	13
12	2011	11			2540	3419	757			6716		19903		33.7
12	2010	12	3168	4812	3897	354	117	3985	827	(444)		21028	(9.2)	35.8
12	2009	13	6005	8863	6853	356	40	109	409	161	(65)	24963	(17.0)	53.5
12	2008	14	2359	8036	7048	18	(35)	69	15	97	(60)	24681	(11.6)	38.3
12	2007	15	1018	4369	2296	13	3	5	7	3	11	17958	(47.0)	18.6
12	2006	16	800	1853	1394	4	23		9		18	13334	(23.3)	16.7
12	2005	17	615	2638	1218				6		(6)	13527	(53.8)	13.6
12	2004	18	484	1352	1034							12732	(23.5)	11.9
12	2003	19	354	1539	999		11		11			14853	(34.4)	9.2
12	2002	20	1288	1567	805		5		5			15335	(48.3)	13.7
Prior accident years		21			20	120		117		23				
Reconciliation		22												
Total (11 to 22)		29			6848	3940	1057	4564	1088	6193				

**General insurance business (accident year accounting) : Analysis of net claims and premiums**

 Name of insurer **Legal & General Insurance Limited**

Global business

 Financial year ended **31 December 2011**
**Total primary (direct) and facultative commercial motor business**

		Company registration number		GL/UK/CM		day month year			Units	Category number				
		R23		423930		GL			31 12 2011	£000	220			
Accident year ended		Claims paid (net) during the accident year	Claims outstanding (net) as at end of the accident year	Total claims paid (net) since the end of the accident year, but prior to this financial year	Claims paid (net) during this financial year	Claims outstanding carried forward		Claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Deduction for discounting from claims outstanding carried forward (net)	Earned premiums (net)	Deterioration/ (surplus) of original claims reserve %	Claims ratio %
Month	Year					Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)					
		1	2	3	4	5	6	7	8	9	10	11	12	13
12	2011	11												
12	2010	12												
12	2009	13												
12	2008	14												
12	2007	15	211	50	12		1	(1)				183	(76.0)	121.9
12	2006	16	201	178	53							544	(70.2)	46.7
12	2005	17	187	200	76							286	(62.0)	92.0
12	2004	18	170	59	1079	8	(3)		4	2	(1)	1345	1737.3	93.2
12	2003	19	223	52	70							2337	34.6	12.5
12	2002	20	228	426	124							2300	(70.9)	15.3
Prior accident years		21												
Reconciliation		22												
Total (11 to 22)		29				8	(2)	(1)	4	2	(1)			

**General insurance business (accident year accounting) : Analysis of gross claims and premiums by risk category for direct insurance and facultative reinsurance**

Name of insurer **Legal & General Insurance Limited**

Currency **British Pound**

Global business

Reporting Territory **United Kingdom other than home foreign**

Financial year ended **31 December 2011**

Company registration number **GL/UK/CM** day month year **31 12 2011** Monetary units **000** Category number **111** Currency code **GBP** Reporting territory code **AA**

**Medical insurance**

<b>R31</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>000</b>	<b>111</b>	<b>GBP</b>	<b>AA</b>
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Accident year ended			Number of claims		Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Gross earned premiums	Claims ratio %
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred but not reported			
			1	2	3	4	5	6	7	8	9	10	11
12	2011	<b>11</b>											
12	2010	<b>12</b>										(1)	
12	2009	<b>13</b>										(2)	
12	2008	<b>14</b>	1502	5	4824	(27)					(27)	4594	104.4
12	2007	<b>15</b>	11354		33799							40639	83.2
12	2006	<b>16</b>	14231		18077							46803	38.6
12	2005	<b>17</b>	14681		29675							45587	65.1
12	2004	<b>18</b>	14019		26760							39426	67.9
12	2003	<b>19</b>	12417		21357							34237	62.4
12	2002	<b>20</b>	11367		16851							29842	56.5
Prior accident years		<b>21</b>											
Total (11 to 21)		<b>29</b>		5		(27)					(27)		
Line 29 expressed in sterling		<b>30</b>				(27)					(27)		

**General insurance business (accident year accounting) : Analysis of gross claims and premiums by risk category for direct insurance and facultative reinsurance**

Name of insurer **Legal & General Insurance Limited**

Currency **British Pound**

Global business

Reporting Territory **United Kingdom other than home foreign**

Financial year ended **31 December 2011**

**Primary (direct) and facultative household and domestic all risks**

Company registration number	GL/UK/CM	day month year	Monetary units	Category number	Currency code	Reporting territory code	
<b>R31</b>	<b>423930</b>	<b>GL</b>	<b>31 12 2011</b>	<b>000</b>	<b>160</b>	<b>GBP</b>	<b>AA</b>

Accident year ended			Number of claims		Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Gross earned premiums	Claims ratio %
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred but not reported			
			1	2	3	4	5	6	7	8	9	10	11
12	2011	<b>11</b>	31585	14832		72006	41198	2307			115511	264818	43.6
12	2010	<b>12</b>	54767	2918	79158	77501	14438	8330	63716	20748	15805	243257	73.8
12	2009	<b>13</b>	67594	2247	129848	5950	3870	1442	10073	1696	(507)	256586	55.0
12	2008	<b>14</b>	95110	796	169303	2443	2492	889	5002	1055	(233)	264170	66.3
12	2007	<b>15</b>	107793	289	228424	1490	960	1372	2283	1187	352	245748	94.5
12	2006	<b>16</b>	93122	130	146901	1073	1279	397	2071	358	320	235298	63.6
12	2005	<b>17</b>	90564	78	128988	(223)	261	209	(51)	273	25	224058	57.7
12	2004	<b>18</b>	85024	30	106129	(137)	522	20	189	5	211	214129	49.8
12	2003	<b>19</b>	79820	67	95620	(60)	541	129	265	(10)	355	174503	55.1
12	2002	<b>20</b>	89061	22	91564	50	(13)	117	34	68	52	150781	60.8
Prior accident years		<b>21</b>		44		(348)	(394)	347	57	151	(603)		
Total (11 to 21)		<b>29</b>		21453		159745	65154	15559	83639	25531	131288		
Line 29 expressed in sterling		<b>30</b>				159745	65154	15559	83639	25531	131288		

**General insurance business (accident year accounting) : Analysis of gross claims and premiums by risk category for direct insurance and facultative reinsurance**

Name of insurer **Legal & General Insurance Limited**

Currency **British Pound**

Global business

Reporting Territory **United Kingdom other than home foreign**

Financial year ended **31 December 2011**

Company registration number **GL/UK/CM** day month year **31 12 2011** Monetary units **000** Category number **182** Currency code **GBP** Reporting territory code **AA**

**Creditor**

Accident year ended		Number of claims	Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Gross earned premiums	Claims ratio %		
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurring but not reported				Reported	Incurring but not reported
		1	2	3	4	5	6	7	8	9	10	11	
12	2011	11	653	1273		2552	3618	864			7034	21888	32.1
12	2010	12	2099	201	3310	4170	370	119	4242	945	(528)	23178	34.4
12	2009	13	4410	37	14039	396	25	70	436	108	(53)	27431	53.0
12	2008	14	3888	5	10261	25	(35)	30	18	25	(23)	27639	37.2
12	2007	15	2932	1	5110	19	1	5	5	3	17	27162	18.9
12	2006	16	3141		4496	8	15				23	23983	18.8
12	2005	17	2588		4242				6		(6)	22997	18.4
12	2004	18	2284		3527							21979	16.0
12	2003	19	2438		4078							18492	22.1
12	2002	20	2157		2986							12837	23.3
Prior accident years		21					(3)		(2)		(1)		
Total (11 to 21)		29		1517		7170	3991	1088	4705	1081	6463		
Line 29 expressed in sterling		30				7170	3991	1088	4705	1081	6463		



**General insurance business (accident year accounting) : Analysis of gross claims and premiums by risk category for direct insurance and facultative reinsurance**

Name of insurer **Legal & General Insurance Limited**

Currency **British Pound**

Global business

Reporting Territory **United Kingdom other than home foreign**

Financial year ended **31 December 2011**

Company registration number **GL/UK/CM** day month year **31 12 2011** Monetary units **000** Category number **185** Currency code **GBP** Reporting territory code **AA**

**Mortgage indemnity**

<b>R31</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>000</b>	<b>185</b>	<b>GBP</b>	<b>AA</b>
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Accident year ended			Number of claims		Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Gross earned premiums	Claims ratio %
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred but not reported			
			1	2	3	4	5	6	7	8	9	10	11
12	2011	<b>11</b>	1			120					120	148	81.1
12	2010	<b>12</b>		1	117							255	45.9
12	2009	<b>13</b>		1					16	75	(91)	446	
12	2008	<b>14</b>	7		16		16	39		75	(20)	723	9.8
12	2007	<b>15</b>	4	1	12			39	2		37	1082	4.7
12	2006	<b>16</b>	5	2	26		2		9		(7)	1581	1.8
12	2005	<b>17</b>	5	1	8		9				9	2491	0.7
12	2004	<b>18</b>	15		51							3406	1.5
12	2003	<b>19</b>	61	10	196		11		11			6196	3.3
12	2002	<b>20</b>	226	4	951		5		5			7694	12.4
Prior accident years		<b>21</b>		81		20	122		122		20		
Total (11 to 21)		<b>29</b>		101		140	165	78	165	150	68		
Line 29 expressed in sterling		<b>30</b>				140	165	78	165	150	68		

**General insurance business (accident year accounting) : Analysis of gross claims and premiums for motor vehicle direct insurance and facultative reinsurance**

Name of insurer **Legal & General Insurance Limited**

Currency **British Pound**

Global business

Reporting Territory **United Kingdom other than home foreign**

Financial year ended **31 December 2011**

Company registration number **R32** GL/UK/CM **423930** day month year **GL 31 12 2011** Monetary units **000** Category number **121** Currency code **GBP** Reporting territory code **AA**

**Private motor - comprehensive**

Accident year ended		Number of claims	Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8) 9	Gross earned premiums 10	Claims ratio % 11	Vehicle years (000's) 12	Claims frequency % 13		
Month	Year		Closed at some cost during this or previous years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurring but not reported							
		1	2	3	4	5	6	7	8						
12	2011	11													
12	2010	12													
12	2009	13													
12	2008	14													
12	2007	15	1675	4	2407	520	236	29	(59)	126	718	3547	90.0	6	28.0
12	2006	16	10414	11	14684	569	257	33	196	351	312	21064	73.8	77	13.5
12	2005	17	16892	11	24498	487	361	(112)	2302	234	(1800)	34877	72.4	126	13.4
12	2004	18	15605	3	22699	34	14	3	110	37	(96)	32902	69.1	124	12.6
12	2003	19	12522	2	20154	39	13	7	386	16	(343)	29067	69.5	103	12.2
12	2002	20	11269	1	15641	4	(6)	8	15	10	(19)	25936	60.3	89	12.7
Prior accident years		21		7		37	17	2		5	51				
Total (11 to 21)		29		39		1690	892	(30)	2950	779	(1177)				
Line 29 expressed in sterling		30				1690	892	(30)	2950	779	(1177)				

**General insurance business (accident year accounting) : Analysis of gross claims and premiums for motor vehicle direct insurance and facultative reinsurance**

Name of insurer **Legal & General Insurance Limited**

Currency **British Pound**

Global business

Reporting Territory **United Kingdom other than home foreign**

Financial year ended **31 December 2011**

**Private motor - non-comprehensive**

Accident year ended		Company registration number	GL/UK/CM	day	month	year	Monetary units	Category number	Currency code	Reporting territory code					
Month	Year														
		<b>R32</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>000</b>	<b>122</b>	<b>GBP</b>	<b>AA</b>				
Accident year ended		Number of claims		Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8) 9	Gross earned premiums 10	Claims ratio % 11	Vehicle years (000's) 12	Claims frequency % 13	
Month	Year	Closed at some cost during this or previous years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred but not reported						
		<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>	<b>10</b>	<b>11</b>	<b>12</b>	<b>13</b>	
12	2011	<b>11</b>													
12	2010	<b>12</b>													
12	2009	<b>13</b>													
12	2008	<b>14</b>													
12	2007	<b>15</b>	19		57	12	6	1	(1)	3	17	85	89.4	0	4.8
12	2006	<b>16</b>	130		318	14	6	1	5	8	8	504	67.3	4	3.3
12	2005	<b>17</b>	235		600	12	12	(3)	55	6	(40)	883	70.3	5	4.7
12	2004	<b>18</b>	320	1	667	1			3	1	(3)	1206	55.4	5	6.4
12	2003	<b>19</b>	485		1134	1			9		(8)	1812	62.6	10	4.9
12	2002	<b>20</b>	441		1010							1426	70.8	8	5.5
Prior accident years		<b>21</b>		1		1					1				
Total (11 to 21)		<b>29</b>		2		41	24	(1)	71	18	(25)				
Line 29 expressed in sterling		<b>30</b>				41	24	(1)	71	18	(25)				

**General insurance business (accident year accounting) : Analysis of gross claims and premiums for motor vehicle direct insurance and facultative reinsurance**

Name of insurer **Legal & General Insurance Limited**

Currency **British Pound**

Global business

Reporting Territory **United Kingdom other than home foreign**

Financial year ended **31 December 2011**

**Fleets**

Accident year ended		Company registration number	Number of claims		Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8) 9	Monetary units	Category number	Currency code	Reporting territory code
Month	Year		Closed at some cost during this or previous years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurring but not reported	Reported	Incurring but not reported					
			1	2	3	4	5	6	7	8		10	11	12	13
12	2011	<b>11</b>													
12	2010	<b>12</b>													
12	2009	<b>13</b>													
12	2008	<b>14</b>													
12	2007	<b>15</b>	135		223		1	(1)				183	121.9	1	16.9
12	2006	<b>16</b>	235		254							579	43.9	1	23.5
12	2005	<b>17</b>	209		263							286	92.0	1	20.9
12	2004	<b>18</b>	184		2554	8	(3)		4	2	(1)	1345	190.3	1	18.4
12	2003	<b>19</b>	1588		1790							2337	76.6	11	14.4
12	2002	<b>20</b>	1283		1475							2300	64.1	7	18.3
Prior accident years		<b>21</b>													
Total (11 to 21)		<b>29</b>				8	(2)	(1)	4	2	(1)				
Line 29 expressed in sterling		<b>30</b>				8	(2)	(1)	4	2	(1)				

**Equalisation provisions**Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

						Company registration number			GL/UK/CM	day month year			Units
						R37	423930	GL	31	12	2011	£000	
<b>Calculation of the maximum provision</b>	Business grouping A (property)	Business grouping B (business interruption)	Business grouping C (marine and aviation)	Business grouping D (nuclear)	Business grouping E (non-proportional treaty)	All business groupings							Credit insurance business
	<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>							<b>7</b>
Total net premiums written in the previous 4 years	<b>11</b>	968430											
Net premiums written in the current year	<b>12</b>	267197											
Maximum provision	<b>13</b>	49425									49425		

**Calculation of the transfer to/from the provision**

Equalisation provision brought forward	<b>21</b>										21766		
Transfers in	<b>22</b>	8016									8016		
Total abnormal loss	<b>23</b>												
Provisional transfers out	<b>24</b>												
Excess of provisional transfer out over fund available	<b>25</b>												
Provisional amount carried forward (21+22-24+25)	<b>26</b>										29782		
Excess, if any, of 26 over 13	<b>27</b>												
Equalisation provision carried forward (26-27)	<b>28</b>										29782		
Transfer in/(out) for financial year (28-21)	<b>29</b>										8016		

**Equalisation provisions technical account : Accident year accounting**

Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2011**

		Company registration number	GL/UK/CM	day month year			Units
	<b>R38</b>	<b>423930</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>
	Business grouping A (property) <b>1</b>	Business grouping B (business interruption) <b>2</b>	Business grouping C (marine and aviation) <b>3</b>	Business grouping D (nuclear) <b>4</b>		Business grouping E (non-proportional treaty) <b>5</b>	
<b>Other than credit business</b>							
Net premiums earned	<b>11</b>	249411					
Claims incurred net of reinsurance	<b>12</b>	128829					
Trigger claims value	<b>13</b>	180823					
Abnormal loss	<b>19</b>						
Trigger claims ratio		72.5%	72.5%	95%	25%		100%

**Credit business**

Net premiums earned	<b>21</b>	148
Claims incurred net of reinsurance	<b>22</b>	67
Claims management costs	<b>23</b>	
Net operating expenditure	<b>24</b>	1
Technical surplus/ (deficit) (21-22-23-24)	<b>29</b>	80

Returns under the Accounts and Statements Rules

## Supplementary Notes

### Legal and General Insurance Limited

#### Financial Year ended 31 December 2011

##### 0301 Reconciliation of net admissible assets to capital resources

	2011	2010
	£'000	£'000
Net admissible assets as per FSA Insurance Return		
Assets: Form 13, Line 89 (OLTB)	453,289	433,869
Liabilities: Form 15, Line 69	(354,679)	(346,515)
Net admissible assets	<u>98,610</u>	<u>87,354</u>
Adjustments for:		
Cumulative preference shares: Form 15, Line 62	3,500	3,500
Form 3, Line 79	<u>102,110</u>	<u>90,854</u>

##### 0313 Reconciliation of profit and loss account and other reserves to the profit and loss retained

	2011	2010
	£'000	£'000
Profit and loss account and other reserves as per FSA Insurance Return		
Profit and loss account and other reserves brought forward	(10,035)	(1,337)
Retained loss for the financial year: Form 16, Line 59	15,728	(8,698)
Equalisation provision – add back: Form 16, Line 12	8,016	0
UK GAAP to IFRS reserve movement	15,890	0
Form 3, Line 12	<u>29,599</u>	<u>(10,035)</u>

During the year, the directors elected to prepare the financial statements of the Company in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union.

The date of transition for the Company is 1 January 2010. However, there has been no reinstatement of prior year comparatives in the Annual Returns to Financial Services Authority for the year ended 31 December 2011 as, in accordance with IPRU(INS) Appendix 9.1 paragraph 7, restatement is not considered necessary in order to allow the appropriate comparison to be made, given the limited differences between UK GAAP and IFRS.

##### 1301 Aggregate value of certain investments

- The aggregate value of unlisted investments held by the Company amounted to nil (2010: nil).
- The Company does not hold any listed investments, which are not readily realisable.
- The aggregate value of the collective investment schemes held by the Company amounted to nil (2010: nil) in quoted unit trusts.
- The Company does not hold any reversionary interests or remainders in property.

Returns under the Accounts and Statements Rules

## Supplementary Notes

### Legal and General Insurance Limited

#### Financial Year ended 31 December 2011

##### **1302 Aggregate value of hybrid securities**

There are hybrid securities of the value of £77,279,917.

##### **1303 Amount of non-debtor salvage or subrogation recoveries**

The company has no non-debtor salvage or subrogation recoveries other than those at line 73.

##### **1304 Debtors and creditors**

In accordance with Appendix 9.1.8.2 amounts shown in Forms 13 and 15 have been calculated by netting amounts due to any one person against amounts due from that person.

##### **1305 Maximum counterparty limit**

The investment managers of the shareholders' and general insurance funds of UK companies in the Legal & General Group have been given counterparty limits as authorised by the Audit Committee of the Group. These limits for cash deposits, money market investments, foreign exchange and interest rate management transactions (including exposures related to derivatives, stock lending and cash balances with custodial banks) are limited to approved counterparties and are graded by counterparty and duration, but maximum counterparty exposure is limited to 1.5% of the fund value. This limit was not exceeded during the financial year. Limits on individual bond holdings based upon their credit ratings were also not exceeded during the year.

##### **1306 Exposure at the year end to large counterparties**

There were no counterparty exposures in excess of £22,664,450 being 5% of the general business amount.

##### **1307 Aggregate value of certain fully secured rights**

No rights exist to which INSPRU 2.1.35R and INSPRU 2.1.36R apply.

##### **1310 Net valuation differences**

Negative valuation differences for liabilities of £29,782,000 relates to the equalisation provision not allowable under IFRS.

##### **1314 Amount of tangible leased assets**

The Company has no tangible leased assets included in the amount of tangible assets (line 80).

##### **1320 Insurance Special Purpose Vehicles**

The Company has no insurance special purpose vehicles.

##### **1501 Provision for adverse changes**

The nil provision for adverse changes was determined using the following methods and assumptions:

The Company's obligations under contracts, to which GENPRU 1.3.30R to GENPRU 1.3.33R applies, are mostly covered by matching assets and so require no provision for reasonably foreseeable adverse variations.



## Supplementary Notes

### Legal and General Insurance Limited

#### Financial Year ended 31 December 2011

#### 1502 Specific details on potential liabilities

- (a) No charge has been made on the assets of the Company to secure the liabilities of any other person.
- (b) There is no potential capital gains tax liability.
- (c) Provision for liabilities arising under contracts with policyholders is based on certain assumptions. The variance of actual experience from that assumed may result in such liabilities differing from the provisions made for them. Liabilities may also arise in respect of claims relating to the interpretation of such contracts, or the circumstances in which policyholders have entered into them (together in this paragraph 'liabilities'). The extent of such liabilities is influenced by the actions of the FSA, by ombudsman rulings, by industry compensation schemes and by court judgements. It is not possible to predict, with certainty, the extent and the timing of the financial impact to which these liabilities may give rise. The Company considers that it has made prudent provision for such liabilities, as and when circumstances calling for such provision become clear, and that it has adequate capital and reserves to meet all reasonably foreseeable eventualities.
- (d) No guarantee, indemnity or other contractual commitment, effected other than in the ordinary course of insurance business (including transacting general insurance business through a subsidiary), exists in respect of related companies.
- (e) There is no other fundamental uncertainty, although the establishment of claims and unexpired risk provisions can never be definitive and reassessment takes place regularly.

#### 1503 Cumulative preference share capital

In respect of the cumulative preference shares issued by the Company, a dividend accrual of £3,000 (2010: £2,000) has been made at the year end.

#### 1507 Other adjustments to liabilities (other than long term business)

The Company has prepared the FSA return on the basis of International Financial Reporting Standards (IFRS). The figure of £29,782,000 on line 83 relates to the reversal of the equalisation provision, which is prohibited under IFRS.

1700 Form 17 has been omitted because all entries would be blank.

#### 20Ae Total primary (direct) and facultative business

The company do not carry out any facultative business.

Returns under the Accounts and Statements Rules

## Supplementary Notes

### Legal and General Insurance Limited

#### Financial Year ended 31 December 2011

##### **20Ag UK and overseas premium analysis**

All premiums written and reinsured are attributable to UK business.

##### **20Aj Date of last new contract**

For authorisation classes where no new contract was effected during the year, the following are the due dates on which the last contract of each class was effected:

Class		Date
4	Railway rolling stock	Not applicable
5	Aircraft	Not applicable
6	Ships	Not authorised to transact this class of business
7	Goods in transit	Not authorised to transact this class of business
11	Aircraft liability	Not applicable
12	Liability for ships	Not authorised to transact this class of business
18	Assistance	Not authorised to transact this class of business

##### **2007 Material connected party transactions**

No transactions were made during the year with any connected party, which were in excess of 5% of the general business amount.

##### **2102 Unearned premiums**

Unearned premiums, except for mortgage indemnity business, have been calculated using the three hundred and sixty fifths method, which is believed to be an appropriate method for annual renewal business accounted for on an accident year basis. Unearned premiums for mortgage indemnity business have been calculated to reflect the exposure to risk over a ten-year period.

##### **2202 Claims management expenses**

Claims management expenses are determined by identifying the specific costs and overheads attributable to the handling of claims. Claims management expenses carried forward are calculated as percentages of the notified outstanding claims and IBNR provisions carried forward.

##### **2204 Acquisition expenses**

Acquisition expenses payable are determined by identifying the specific costs and overheads attributable to the acquiring of business. Acquisition expenses carried forward are calculated as percentages of the unearned premium provision carried forward.

##### **2205 Provision for unexpired risks**

Investment return has been taken into account in determining the provision for unexpired risks.

1. the provision before taking investment return into account for Household is Nil and for Accident Sickness and Unemployment (ASU) is Nil.
2. the rates of interest used for Household and ASU is 4%.
3. the average interval to the date at which claims are expected to be settled in cash is 1 year for both Household and ASU.

Returns under the Accounts and Statements Rules

## **Supplementary Notes**

### **Legal and General Insurance Limited**

#### **Financial Year ended 31 December 2011**

**2400** Form 24 has been omitted because all entries would be blank.

**2500** Form 25 has been omitted because all entries would be blank.

**2600** Form 26 has been omitted because all entries would be blank.

**2700** Form 27 has been omitted because all entries would be blank.

**2800** Form 28 has been omitted because all entries would be blank.

**2900** Form 29 has been omitted because all entries would be blank.

**3000** Form 30 has been omitted because all entries would be blank.

**3400** Form 34 has been omitted because all entries would be blank.

**3500** Form 35 has been omitted because all entries would be blank.

**3600** Form 36 has been omitted because all entries would be blank.

**3900** Form 39 has been omitted because all entries would be blank.

Returns under the Accounts and Statements Rules

**Statements Required by Rules**

**Legal and General Insurance Limited**

**Financial Year ended 31 December 2011**

**Rule 9.25: Major treaty reinsurers**

Reinsurer Details:	Proportional Reinsurance Premiums £'000	Non Proportional Reinsurance Premiums £'000	Debts outstanding included at F13 L75 £'000	Deposits received included at F15 L31 £'000	Anticipated Recoveries £'000
Underwriting members of Lloyds, 1 Lime Street, London, United Kingdom	Nil	3,744	Nil	Nil	Nil
Swiss Re, 30 St Mary Axe, London, United Kingdom	Nil	95	Nil	Nil	329
Validus Reinsurance Ltd, 19 Par-la-Ville Rd, Hamilton, HM 11, Bermuda	Nil	469	Nil	Nil	Nil
Cardif Pinnacle Ltd A1 Barnet Way Borehamwood, Hertfordshire, United Kingdom	2,032	Nil	Nil	Nil	325
Legal & General Assurance Society Limited, 1 Coleman Street, London, United Kingdom	Nil	6,147	Nil	Nil	Nil

Returns under the Accounts and Statements Rules

## **Statements Required by Rules**

### **Legal and General Insurance Limited**

**Financial Year ended 31 December 2011**

#### **Rule 9.26: Major facultative reinsurers**

The company has no major facultative reinsurers.

#### **Rule 9.27: Major general business reinsurance cedants**

The company has no major general business reinsurance cedants.

#### **Rule 9.29: Additional information on derivative contracts**

- (a) Investment objectives and guidelines are set for any relevant investment fund. These guidelines reflect the specific objectives of the fund in terms of its asset structure, permitted holdings and performance targets. Compliance with any relevant FSA regulations and published guidance notes in respect of derivatives is taken into account. The overriding principles are to have adequate controls in place to ensure that the funds are not exposed excessively to risks related to derivative contracts. Specific guidelines are set and these are summarised below:
- (i) The use of derivatives must be appropriately justified as efficient portfolio management or as a reduction of investment risk.
  - (ii) Adequate cover must be maintained to enable obligations to be met and rights to be exercised.
  - (iii) Regular monitoring should be performed in order to determine aggregate exposure to each asset and counterparty exposure (for which a limit is set).
  - (iv) Monitoring and valuation procedures must enable the external reporting of derivative contracts to be completed satisfactorily.
  - (v) Derivatives must be based on assets which are themselves admissible or based on an index of such assets or based on an official index of retail prices.
  - (vi) A list of approved derivative brokers is maintained and updated at least annually.
  - (vii) Derivative transactions should only be undertaken in the full knowledge of their treatment for tax purposes to ensure that such transactions are financially appropriate.
- (b) The guidelines for the use of derivative contracts require that these are used only in accordance with the legal requirements of the Criteria for Sound and Prudent Management. The guidelines do not prohibit the use of contracts that are not reasonably likely to be exercised. However, the use of such contracts is relatively rare and restricted to selling options to enhance fund performance. Such transactions are always fully covered and written on the basis that if the agreed striking price was reached the underlying stock would be bought or sold.

Returns under the Accounts and Statements Rules

**Statements Required by Rules**

**Legal and General Insurance Limited**

**Financial Year ended 31 December 2011**

**Rule 9.29: Additional information on derivative contracts (continued)**

- (c) No written options were entered into during the year.
- (d) The Company has not at any time during the financial year used any derivative contract that does not fall within the definition of permitted derivative.
- (e) The Company did not grant any rights under derivative contracts.

**Rule 9.30: Additional information on shareholder controllers**

Legal & General Group plc (“the Group”) was, throughout the year, a shareholder controller of the Company. The Group holds all of the ordinary share capital and voting rights in Legal & General Assurance Society Limited, of which the Company is a 100% subsidiary undertaking.

Returns under the Accounts and Statements Rules

## Statements Required by Rules

### Legal and General Insurance Limited

Financial Year ended 31 December 2011

#### Rule 9.32: Additional information on business ceded

#### Non-facultative reinsurance contracts entered into or modified during the year.

Business Category	Type of Reinsurance Cover	Policy Limitations	Period of Cover
Creditor	75% Quota Share of one scheme		1 May 2011 – 30 April 2012
	75% Quota Share of one scheme		1 May 2010 – 30 April 2011
Household Liability	Accident Excess of Loss Treaty (contract cover £9.25m xs £0.75m for Employers' Liability £4.25m xs £0.75m for Public' Liability)	Unlimited reinstatements	1 July 2011 – 30 June 2012
	Accident Excess of Loss Treaty (contract cover £9.25m xs £0.75m for Employers' Liability £4.25m xs £0.75m for Public' Liability)	Unlimited reinstatements	1 July 2010 – 30 June 2011
Household & Domestic all risks	Catastrophe Excess of Loss Treaty (contract cover £20m xs £30m)	One reinstatement	1 July 2011 – 30 June 2012
	Catastrophe Excess of Loss Treaty (contract cover £70m xs £50m)	One reinstatement	1 July 2011 – 30 June 2012
	Catastrophe Excess of Loss Treaty (contract cover £145xs £120m)	One reinstatement	1 July 2011 – 30 June 2012
	Catastrophe Excess of Loss Treaty (contract cover £15m xs £30m)	One reinstatement	1 July 2010 – 30 June 2011
	Catastrophe Excess of Loss Treaty (contract cover £55m xs £45m)	One reinstatement	1 July 2010 – 30 June 2011
	Catastrophe Excess of Loss Treaty (contract cover £135m xs £100m)	One reinstatement	1 July 2010 – 30 June 2011

Returns under the Accounts and Statements Rules

## Statements Required by Rules

### Legal and General Insurance Limited

Financial Year ended 31 December 2011

#### Rule 9.32: Additional information on business ceded (continued)

##### 6Maximum net probable loss to the Company.

Business category	Maximum net probable loss	
	Any one contract of insurance £'000	All such contracts of insurance £'000
Creditor	48	11,994
Motor business	1,000	1,000
Household liability	750	750
Household & domestic all risks	1,000	44,130
Mortgage indemnity	50	148

##### Reinsurers' share of gross premiums.

Accounting class	Facultative Premiums £'000	Non-facultative Premiums £'000
Accident & Health	Nil	Nil
Personal lines motor business	Nil	Nil
Household & domestic all risks	Nil	16,218
Personal lines financial loss	Nil	2,032



Returns under the Accounts and Statements Rules

**Directors' certificate required by Rule 9.34**

**Legal and General Insurance Limited**

**Financial Year ended 31 December 2011**

We certify that:

- a) The return has been properly prepared in accordance with the requirements in IPRU(INS), GENPRU and INSPRU; and
  
- b) We are satisfied that:
  - i) throughout the financial year, the insurer has complied in all material respects<sup>1</sup> with the requirements in SYSC and PRIN as well as the provisions of IPRU(INS), GENPRU and INSPRU; and
  
  - ii) it is reasonable to believe that the insurer has continued so to comply subsequently and will continue to comply in future.

J.B. Pollock, Chairman.....

D.A. Finch, Director.....

M.A. Lawler , Director.....

1 Coleman Street  
London EC2R 5AA  
26 March 2012

<sup>1</sup> An insurer does not comply in all material respects with the requirements specified if it commits a breach of any of those requirements which is significant, having regard to potential financial loss to policyholders or to the insurer, frequency of the breach, implications for the insurer's systems and controls and if there were any delays in identifying or rectifying the breach (Appendix 9.6 Part I para 1(2)).

Returns under the Accounts and Statements Rules

## **Auditors' report: Regulatory Return for a general insurance company**

**Legal and General Insurance Limited**  
**Global Business**

**Financial Year ended 31 December 2011**

**Independent auditors' report to the directors pursuant to rule 9.35 of the Interim Prudential Sourcebook for Insurers**

We have audited the following documents prepared by the insurer pursuant to the Accounts and Statements Rules set out in Part I and Part IV of Chapter 9 to IPRU(INS) the Interim Prudential Sourcebook for Insurers, GENPRU the General Prudential Sourcebook and INSPRU the Prudential Sourcebook for Insurers ("the Rules") made by the Financial Services Authority under section 138 of the Financial Services and Markets Act 2000:

- \* Forms 1, 3, 11 to 13, 15 to 16, 20A, 20 to 23, 31, 32, 37 and 38 (including the supplementary notes) on pages 1 to 52 ("the Forms"); and
- \* the statements required by IPRU(INS) rules 9.25, 9.26, 9.27 and 9.29 on pages 58 to 60 ("the Statements").

We are not required to audit and do not express an opinion on:

- \* the statements required by IPRU(INS) rules 9.30, 9.32 and 9.32A on pages 60 to 62 and
- \* the certificate required by IPRU(INS) rule 9.34 on page 63 ("the certificate").

### **Respective responsibilities of the company and its auditors**

The insurer is responsible for the preparation of an annual return (including the Forms and the statements) under the provisions of the Rules. Under IPRU(INS) rule 9.11 the Forms and the statements are required to be prepared in the manner specified by the Rules and to state fairly the information provided on the basis required by the Rules.

It is our responsibility to form an independent opinion as to whether the Forms and the statements meet these requirements, and to report our opinions to you. We also report to you if, in our opinion:

- \* adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- \* the Forms and the statements are not in agreement with the accounting records and returns; or
- \* we have not received all the information we require for our audit.

This report has been prepared for the directors of the insurer to comply with their obligations under IPRU(INS) rule 9.35 and for no other purpose. We do not, in providing this report, accept or assume responsibility for any other purpose save where expressly agreed by our prior consent in writing.

Returns under the Accounts and Statements Rules

## **Auditors' report: Regulatory Return for a general insurance company**

**Legal and General Insurance Limited**  
**Global Business**

**Financial Year ended 31 December 2011**

### **Basis of opinion**

We conducted our work in accordance with Practice Note 20 'The audit of insurers in the United Kingdom (Revised)' issued by the Auditing Practices Board. Our work included examination, on a test basis, of evidence relevant to the amounts and disclosures in the Forms and the statements. The evidence included that previously obtained by us relating to the audit of the financial statements of the insurer for the financial year. It also included an assessment of the significant estimates and judgements made by the insurer in the preparation of the Forms and the statements.

We planned and performed our work so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Forms and the statements are free from material misstatement, whether caused by fraud or other irregularity or error and comply with IPRU(INS) rule 9.11.

### **Opinion**

In our opinion the Forms and the statements fairly state the information provided on the basis required by the Rules and have been properly prepared in accordance with the provisions of those Rules.

PricewaterhouseCoopers LLP

Chartered Accountants

26 March 2012

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<sup>i</sup> An insurer does not comply in all material respects with the requirements specified if it commits a breach of any of those requirements which is significant, having regard to potential financial loss to policyholders or to the insurer, frequency of the breach, implications for the insurer's systems and controls and if there were any delays in identifying or rectifying the breach (Appendix 9.6 Part I para 1(2)).