

Legal & General Insurance Limited

Annual FSA Insurance Returns for the year ended

31 December 2012

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

Returns under the Accounts and Statements Rules

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Legal & General Insurance Limited

Financial period ended 31 December 2012

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References to Rules and Appendices are references to the Rules and Appendices of the Interim Prudential Sourcebook for Insurers - IPRU(INS).

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

Global business

Financial year ended **31 December 2012**

Solo solvency calculation

Company registration number	GL/UK/CM	day	month	year	Units	
R1	423930	GL	31	12	2012	£000
					As at end of this financial year	As at end of the previous year
					1	2

Capital resources

Capital resources arising outside the long-term insurance fund	11	91629	102110
Capital resources allocated towards long-term insurance business arising outside the long-term insurance fund	12		
Capital resources available to cover general insurance business capital resources requirement (11-12)	13	91629	102110

Guarantee fund

Guarantee fund requirement	21	18847	16500
Excess (deficiency) of available capital resources to cover guarantee fund requirement	22	72782	85610

Minimum capital requirement (MCR)

General insurance capital requirement	31	56541	49499
Base capital resources requirement	33	2984	3056
Individual minimum capital requirement	34	56541	49499
Capital requirements of regulated related undertakings	35		
Minimum capital requirement (34+35)	36	56541	49499
Excess (deficiency) of available capital resources to cover 50% of MCR	37	63359	74620
Excess (deficiency) of available capital resources to cover 75% of MCR	38	49224	64985

Capital resources requirement (CRR)

Capital resources requirement	41	56541	49499
Excess (deficiency) of available capital resources to cover general insurance business CRR (13-41)	42	35088	52611

Contingent liabilities

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

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

Global business

Financial year ended **31 December 2012**

.....
J.B. Pollock

.....
J. Nickson

.....
M.A. Lawler

Birmingham, 21 March 2013
.....

Components of capital resources

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

Global business

Financial year ended **31 December 2012**

	Company registration number	GL/UK/CM	day month year			Units
R3	423930	GL	31	12	2012	£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

Core tier one capital

Permanent share capital	11	7000		7000	3500
Profit and loss account and other reserves	12	57172		57172	29599
Share premium account	13	96053		96053	96053
Positive valuation differences	14				
Fund for future appropriations	15				
Core tier one capital in related undertakings	16				
Core tier one capital (sum of 11 to 16)	19	160225		160225	129152

Tier one waivers

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

Other tier one capital

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

Total tier one capital before deductions (19+24+25+26+27+28)	31	160225		160225	129152
Investments in own shares	32				
Intangible assets	33				
Amounts deducted from technical provisions for discounting	34				
Other negative valuation differences	35	38912		38912	29782
Deductions in related undertakings	36				
Deductions from tier one (32 to 36)	37	38912		38912	29782
Total tier one capital after deductions (31-37)	39	121313		121313	99370

Components of capital resources

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

Global business

Financial year ended **31 December 2012**

	Company registration number	GL/ UK/ CM	day month year			Units
R3	423930	GL	31	12	2012	£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	

Tier two capital

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

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

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

Components of capital resources

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

Global business

Financial year ended **31 December 2012**

	Company registration number	GL/ UK/ CM	day month year			Units
R3	423930	GL	31	12	2012	£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				
Total capital resources before deductions (39+69+71)	72	121313		121313	102870
Inadmissible assets other than intangibles and own shares	73	3952		3952	760
Assets in excess of market risk and counterparty limits	74	25732		25732	
Deductions for related ancillary services undertakings	75				
Deductions for regulated non-insurance related undertakings	76				
Deductions of ineligible surplus capital	77				
Total capital resources after deductions (72-73-74-75-76-77)	79	91629		91629	102110

Available capital resources for GENPRU/INSRU tests

Available capital resources for guarantee fund requirement	81	91629		91629	102110
Available capital resources for 50% MCR requirement	82	91629		91629	99370
Available capital resources for 75% MCR requirement	83	91629		91629	102110

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				
Sum of financial engineering adjustments (91+92-93+94+95)	96				

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 2012**

General insurance business

	Company registration number	GL/UK/CM	day month year			Units	
	R11	423930	GL	31	12	2012	£000
				This financial year 1		Previous year 2	
Gross premiums written			11	348662		304752	
Premiums taxes and levies (included in line 11)			12				
Premiums written net of taxes and levies (11-12)			13	348662		304752	
Premiums for classes 11, 12 or 13 (included in line 13)			14				
Premiums for "actuarial health insurance" (included in line 13)			15				
Sub-total A (13 + 1/2 14 - 2/3 15)			16	348662		304752	
Gross premiums earned			21	322127		286855	
Premium taxes and levies (included in line 21)			22				
Premiums earned net of taxes and levies (21-22)			23	322127		286855	
Premiums for classes 11, 12 or 13 (included in line 23)			24				
Premiums for "actuarial health insurance" (included in line 23)			25				
Sub-total H (23 + 1/2 24 - 2/3 25)			26	322127		286855	
Sub-total I (higher of sub-total A and sub-total H)			30	348662		304752	
Adjusted sub-total I if financial year is not a 12 month period to produce an annual figure			31				
Division of gross adjusted premiums amount sub-total I (or adjusted sub-total I if appropriate)	x 0.18		32	62759		54855	
	Excess (if any) over 61.3M EURO x 0.02		33	5985		5091	
Sub-total J (32-33)			34	56775		49764	
Claims paid in period of 3 financial years			41	496471		517658	
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	104076		91994	
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	108812		125417	
Sub-total C (41+42+43-44-45)			46	491735		484235	
Amounts recoverable from reinsurers in respect of claims included in Sub-total C			47	2027		2579	
Sub-total D (46-47)			48	489708		481656	
Reinsurance Ratio (Sub-total D /sub-total C or, if more, 0.50 or, if less, 1.00)			49	1.00		0.99	
Premiums amount (Sub-total J x reinsurance ratio)			50	56541		49499	
Provision for claims outstanding (before discounting and net of reinsurance)			51	103710		91341	
Provision for claims outstanding (before discounting and gross of reinsurance) if both 51.1 and 51.2 are zero, otherwise zero			52				
Brought forward amount (See instruction 4)			53	49499		36088	
Greater of lines 50 and 53			54	56541		49499	

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

Global business

Financial year ended **31 December 2012**

General insurance business

		Company registration number	GL/ UK/ CM	day month year			Units	
		R12	423930	GL	31	12	2012	£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	496471			517658
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	104076			91994
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	108812			125417
Claims incurred in reference period (21+22+23-24-25)				26	491735			484235
Claims incurred for classes 11, 12 or 13 (included in 26)				27				
Claims incurred for "actuarial health insurance" (included in 26)				28				
Sub-total E (26 +1/2 27 - 2/3 28)				29	491735			484235
Sub-total F - Conversion of sub-total E to annual figure (multiply by 12 and divide by number of months in the reference period)				31	163912			161412
Division of sub-total F (gross adjusted claims amount)	x 0.26			32	42617			41967
	Excess (if any) over 42.9M EURO x 0.03			33	3879			3787
Sub-total G (32-33)				39	38738			38180
Claims amount Sub-total G x reinsurance ratio (11.49)				41	38578			37977
Higher of premiums amount and brought forward amount (11.54)				42	56541			49499
General insurance capital requirement (higher of lines 41 and 42)				43	56541			49499

Analysis of admissible assets

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

Global business

Financial year ended **31 December 2012**

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	GL	31	12	2012	£000	1
						As at end of this financial year	As at end of the previous year	
						1	2	
Land and buildings			11					

Investments in group undertakings and participating interests

UK insurance dependants	Shares	21		
	Debts and loans	22		
Other insurance dependants	Shares	23		
	Debts and loans	24		
Non-insurance dependants	Shares	25	300	2608
	Debts and loans	26		
Other group undertakings	Shares	27		
	Debts and loans	28	5103	
Participating interests	Shares	29		
	Debts and loans	30		

Other financial investments

Equity shares	41			
Other shares and other variable yield participations	42			
Holdings in collective investment schemes	43			
Rights under derivative contracts	44			
Fixed interest securities	Approved	45	82347	75870
	Other	46	232559	203587
Variable interest securities	Approved	47		
	Other	48	2506	5184
Participation in investment pools	49			
Loans secured by mortgages	50			
Loans to public or local authorities and nationalised industries or undertakings	51			
Loans secured by policies of insurance issued by the company	52			
Other loans	53			
Bank and approved credit & financial institution deposits	One month or less withdrawal	54	9190	11032
	More than one month withdrawal	55		
Other financial investments	56			
Deposits with ceding undertakings	57			
Assets held to match linked liabilities	Index linked	58		
	Property linked	59		

Analysis of admissible assets

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

Global business

Financial year ended **31 December 2012**

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	GL	31	12	2012	£000
						1
					As at end of this financial year	As at end of the previous year
					1	2

Reinsurers' share of technical provisions

Provision for unearned premiums	60	11115	8161
Claims outstanding	61	367	653
Provision for unexpired risks	62		
Other	63		

Debtors and salvage

Direct insurance business	Policyholders	71	65927	59701
	Intermediaries	72	31817	19855
Salvage and subrogation recoveries		73		
Reinsurance	Accepted	74		
	Ceded	75		
Dependants	due in 12 months or less	76		
	due in more than 12 months	77		
Other	due in 12 months or less	78	10	
	due in more than 12 months	79		

Other assets

Tangible assets	80	7	56
Deposits not subject to time restriction on withdrawal with approved institutions	81	7435	8261
Cash in hand	82		
Other assets (particulars to be specified by way of supplementary note)	83		
Accrued interest and rent	84	6684	6462
Deferred acquisition costs (general business only)	85	54986	51859
Other prepayments and accrued income	86		

Deductions from the aggregate value of assets	87		
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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)	89	510353	453289
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Analysis of admissible assets

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

Global business

Financial year ended **31 December 2012**

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	GL	31	12	2012	£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	510353	453289
Admissible assets in excess of market and counterparty limits	92	25732	
Inadmissible assets directly held	93	3952	760
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	540037	454049
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 2012**

	Company registration number	GL/ UK/ CM	day	month	year	Units
R15	423930	GL	31	12	2012	£000
					As at end of this financial year 1	As at end of the previous year 2

Technical provisions (gross amount)

Provisions for unearned premiums	11	178889	152354
Claims outstanding	12	104077	91994
Provision for unexpired risks	13		
Equalisation provisions	Credit business	14	
	Other than credit business	15	38912 29782
Other technical provisions	16		
Total gross technical provisions (11 to 16)	19	321878	274130

Provisions and creditors

Provisions	Taxation	21	8444	6718
	Other risks and charges	22		
Deposits received from reinsurers	31			
Creditors	Direct insurance business	41	17000	15434
	Reinsurance accepted	42		
	Reinsurance ceded	43	11616	8588
Debenture loans	Secured	44		
	Unsecured	45		
Amounts owed to credit institutions	46			
Creditors	Taxation	47	6400	6077
	Foreseeable dividend	48		
	Other	49	52274	39424
Accruals and deferred income	51	1112	808	
Total (19 to 51)	59	418724	351179	
Provision for "reasonably foreseeable adverse variations"	61			
Cumulative preference share capital	62		3500	
Subordinated loan capital	63			
Total (59 to 63)	69	418724	354679	

Amounts included in line 69 attributable to liabilities to related insurers, other than those under contracts of insurance or reinsurance	71	16687	14818
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Amounts deducted from technical provisions for discounting	82		
Other adjustments (may be negative)	83	(38912)	(29782)
Capital and reserves	84	160225	129152
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)	85	540037	454049

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

Global business

Financial year ended **31 December 2012**

		Company registration number	GL/ UK/ CM	day	month	year	Units
	R16	423930	GL	31	12	2012	£000
				This financial year		Previous year	
				1		2	
Transfer (to)/from the general insurance business technical account	From Form 20		11	5359		17814	
	Equalisation provisions		12	(9130)		(8016)	
Transfer from the long term insurance business revenue account			13				
Investment income	Income		14	15394		15383	
	Value re-adjustments on investments		15	15784		3816	
	Gains on the realisation of investments		16				
Investment charges	Investment management charges, including interest		17	527		471	
	Value re-adjustments on investments		18				
	Loss on the realisation of investments		19	305		4784	
Allocated investment return transferred to the general insurance business technical account			20				
Other income and charges (particulars to be specified by way of supplementary note)			21				
Profit or loss on ordinary activities before tax (11+12+13+14+15+16-17-18-19-20+21)			29	26575		23742	
Tax on profit or loss on ordinary activities			31	8131		8014	
Profit or loss on ordinary activities after tax (29-31)			39	18444		15728	
Extraordinary profit or loss (particulars to be specified by way of supplementary note)			41				
Tax on extraordinary profit or loss			42				
Other taxes not shown under the preceding items			43				
Profit or loss for the financial year (39+41-(42+43))			49	18444		15728	
Dividends (paid or foreseeable)			51				
Profit or loss retained for the financial year (49-51)			59	18444		15728	

General insurance business : Summary of business carried on

Name of insurer Legal & General Insurance Limited

Global business

Financial year ended 31 December 2012

		Company registration number	GL/UK/CM	day month year			units	
		R20A	423930	GL	31	12	2012	£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	348662	67495	32304	178889		
002	Total primary (direct) and facultative business	2	348662	67495	32304	178889		
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		794	13			
160	Primary (direct) and facultative household and domestic all risks	6	326979	62031	30661	169199		
180	Total primary (direct) and facultative personal lines financial loss (category numbers 181 to 187)	7	21683	4672	1629	9690		
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	348662	67495	32304	178889		

General insurance business : Summary of business carried on

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

Global business

Financial year ended **31 December 2012**

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

Company registration number: **423930** GL/UK/CM: **GL** day month year: **31 12 2012** units: **£000**

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		775	13
122	Private motor - non-comprehensive	26		19	
123	Motor cycle	27			
160	Household and domestic all risks (equals line 6)	28	326979	62031	30661
181	Assistance	29			
182	Creditor	30	21683	4376	1493
183	Extended warranty	31			
184	Legal expenses	32			
185	Mortgage indemnity	33		296	136
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 : Summary of business carried on

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

Global business

Financial year ended **31 December 2012**

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	

Company registration number	GL/UK/CM	day month year			units	
R20A	423930	GL	31	12	2012	£000

Primary (direct) and facultative marine and transport

341	Marine liability	64				
342	Marine hull	65				
343	Energy (on and off-shore)	66				
344	Protection and indemnity	67				
345	Freight demurrage and defence	68				
346	War risks	69				
347	Yacht	70				
350	Total primary (direct) and facultative goods in transit (equals line 14)	71				

Primary (direct) and facultative miscellaneous

400	Miscellaneous primary (direct) and facultative business (equals line 15)	72				
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Non-proportional treaty

510	Non-proportional accident and health	81				
520	Non-proportional motor	82				
530	Non-proportional aviation	83				
540	Non-proportional marine	84				
550	Non-proportional transport	85				
560	Non-proportional property	86				
570	Non-proportional liability (non-motor)	87				
580	Non-proportional financial lines	88				
590	Non-proportional aggregate cover	89				

Proportional treaty

610	Proportional accident and health	91				
620	Proportional motor	92				
630	Proportional aviation	93				
640	Proportional marine	94				
650	Proportional transport	95				
660	Proportional property	96				
670	Proportional liability (non-motor)	97				
680	Proportional financial lines	98				
690	Proportional aggregate cover	99				

Treaty Reinsurance Miscellaneous

700	Miscellaneous treaty reinsurance accepted business (equals line 18)	101				
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	Total (lines 21 to 101)	111	348662	67495	32304	178889
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General insurance business : Technical account (excluding equalisation provisions)Name of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2012****Total business**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		R20	423930	GL	31	12	2012	£000	001
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	300726	269313					
	Claims incurred (22.17.4)	12	163526	122226					
	Claims management costs (22.18.4)	13	10521	8206					
	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	127722	106457					
	Balance of year's underwriting (11-12-13+14-15+16-17)	19	(1043)	32424					
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)	21							
	Claims incurred (22.13.4)	22	(6271)	14007					
	Claims management costs (22.14.4)	23	(131)	603					
	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	6402	(14610)					
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	5359	17814					
Allocated investment income		51							
Transfer to non-technical account (49+51)		59	5359	17814					

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

Global business

Financial year ended **31 December 2012****Total primary (direct) and facultative business**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		R20	423930	GL	31	12	2012	£000	002
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				300726		269313
	Claims incurred (22.17.4)		12				163526		122226
	Claims management costs (22.18.4)		13				10521		8206
	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				127722		106457
	Balance of year's underwriting (11-12-13+14-15+16-17)		19				(1043)		32424
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)		21						
	Claims incurred (22.13.4)		22				(6271)		14007
	Claims management costs (22.14.4)		23				(131)		603
	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				6402		(14610)
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				5359		17814
Allocated investment income			51						
Transfer to non-technical account (49+51)			59				5359		17814

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

Global business

Financial year ended **31 December 2012****Total primary (direct) and facultative accident and health**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		R20	423930	GL	31	12	2012	£000	110
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						
	Balance of year's underwriting (11-12-13+14-15+16-17)		19						
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)		21						
	Claims incurred (22.13.4)		22				3	(27)	
	Claims management costs (22.14.4)		23						
	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				(3)	27	
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				(3)	27	
Allocated investment income			51						
Transfer to non-technical account (49+51)			59				(3)	27	

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

Global business

Financial year ended **31 December 2012****Total primary (direct) and facultative personal lines motor business**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		R20	423930	GL	31	12	2012	£000	120
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				138	(1200)	
	Claims management costs (22.14.4)		23				(1)	(30)	
	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				(137)		1230
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				(137)	1231	
Allocated investment income			51						
Transfer to non-technical account (49+51)			59				(137)	1231	

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

Global business

Financial year ended **31 December 2012****Primary (direct) and facultative household and domestic all risks**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		R20	423930	GL	31	12	2012	£000	160
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				281859	249410	
	Claims incurred (22.17.4)		12				155710	115511	
	Claims management costs (22.18.4)		13				10215	7895	
	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				117498	96087	
	Balance of year's underwriting (11-12-13+14-15+16-17)		19				(1564)	29917	
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)		21						
	Claims incurred (22.13.4)		22				(5898)	15758	
	Claims management costs (22.14.4)		23				(327)	354	
	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				6225	(16112)	
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				4661	13805	
Allocated investment income			51						
Transfer to non-technical account (49+51)			59				4661	13805	

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

Global business

Financial year ended **31 December 2012****Total primary (direct) and facultative personal lines financial loss business**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		R20	423930	GL	31	12	2012	£000	180
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					18867	19903	
	Claims incurred (22.17.4)	12					7816	6715	
	Claims management costs (22.18.4)	13					306	311	
	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					10224	10371	
	Balance of year's underwriting (11-12-13+14-15+16-17)	19					521	2506	
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)	21							
	Claims incurred (22.13.4)	22					(516)	(523)	
	Claims management costs (22.14.4)	23					197	279	
	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					319	244	
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					840	2750	
Allocated investment income		51							
Transfer to non-technical account (49+51)		59					840	2750	

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

Global business

Financial year ended **31 December 2012****Total primary (direct) and facultative commercial motor business**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		R20	423930	GL	31	12	2012	£000	220
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						
	Balance of year's underwriting (11-12-13+14-15+16-17)		19						
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)		21						
	Claims incurred (22.13.4)		22				2		(1)
	Claims management costs (22.14.4)		23						
	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					(2)	1
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				(2)	1	
Allocated investment income			51						
Transfer to non-technical account (49+51)			59				(2)	1	

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

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

Global business

Financial year ended **31 December 2012**

Total business

		Company registration number	GL/UK/CM	day month year			Units	Category number	
		R21	423930	GL	31	12	2012	£000	001
Premiums receivable during the financial year		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	2147			2147			
In respect of risks incepted in this financial year	For periods of less than 12 months	13	11044	7376	1711		9333	7376	
	For periods of 12 months	14	156582	171513	11529	11115	145053	160398	
	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	152354		8161		144193		
Total (12 to 16)		19	322127	178889	21401	11115	300726	167774	

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

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

Global business

Financial year ended **31 December 2012**

Total primary (direct) and facultative business

		Company registration number	GL/UK/CM	day month year			Units	Category number	
		R21	423930	GL	31	12	2012	£000	002
Premiums receivable during the financial year		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	2147			2147			
In respect of risks incepted in this financial year	For periods of less than 12 months	13	11044	7376	1711		9333	7376	
	For periods of 12 months	14	156582	171513	11529	11115	145053	160398	
	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	152354		8161		144193		
Total (12 to 16)		19	322127	178889	21401	11115	300726	167774	

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

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

Global business

Financial year ended **31 December 2012**

Total primary (direct) and facultative accident and health

		Company registration number	GL/UK/CM	day month year			Units	Category number	
		R21	423930	GL	31	12	2012	£000	110
Premiums receivable during the financial year		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							
In respect of risks incepted in this financial year	For periods of less than 12 months	13							
	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							
Total (12 to 16)		19							

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

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

Global business

Financial year ended **31 December 2012**

Total primary (direct) and facultative personal lines motor business

		Company registration number	GL/UK/CM	day month year			Units	Category number	
		R21	423930	GL	31	12	2012	£000	120
Premiums receivable during the financial year		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							
In respect of risks incepted in this financial year	For periods of less than 12 months	13							
	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							
Total (12 to 16)		19							

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

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

Global business

Financial year ended **31 December 2012**

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	2012	£000	160
Premiums receivable during the financial year		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	2186				2186		
In respect of risks incepted in this financial year	For periods of less than 12 months	13							
	For periods of 12 months	14	155594	169199	11529	11115	144065	158084	
	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	143689	8081			135608		
Total (12 to 16)		19	301469	169199	19610	11115	281859	158084	

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

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

Global business

Financial year ended **31 December 2012**

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	2012	£000	180
Premiums receivable during the financial year		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	(39)				(39)		
In respect of risks incepted in this financial year	For periods of less than 12 months	13	11044	7376	1711		9333	7376	
	For periods of 12 months	14	988	2314			988	2314	
	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	8665		80		8585		
Total (12 to 16)		19	20658	9690	1791		18867	9690	

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

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

Global business

Financial year ended **31 December 2012**

Total primary (direct) and facultative commercial motor business

		Company registration number	GL/UK/CM	day month year			Units	Category number	
		R21	423930	GL	31	12	2012	£000	220
Premiums receivable during the financial year		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							
In respect of risks incepted in this financial year	For periods of less than 12 months	13							
	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							
Total (12 to 16)		19							

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 2012****Total business**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	423930	GL	31	12	2012	£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	86916	52977	27735	(6204)			
	Reinsurers' share	12	654	596	125	67			
	Net (11-12)	13	86262	52381	27610	(6271)			
	Claims management costs	14	5078	3757	1190	(131)			
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15		91811	72061	163872			
	Reinsurers' share	16		104	242	346			
	Net (15-16)	17		91707	71819	163526			
	Claims management costs	18		7431	3090	10521			
Provision for unexpired risks		19							
Net operating expenses	Commissions	21	35115	82928	40408	77635			
	Other acquisition expenses	22	16742	27151	14578	29315			
	Administrative expenses	23		22732		22732			
	Reinsurance commissions and profit participations	24	808	2264	1112	1960			
	Total (21+22+23-24)	29	51049	130547	53874	127722			
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	51049	130547	53874	127722			
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 2012****Total primary (direct) and facultative business**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	423930	GL	31	12	2012	£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	86916		52977		27735	(6204)	
	Reinsurers' share	12	654		596		125	67	
	Net (11-12)	13	86262		52381		27610	(6271)	
	Claims management costs	14	5078		3757		1190	(131)	
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15			91811		72061	163872	
	Reinsurers' share	16			104		242	346	
	Net (15-16)	17			91707		71819	163526	
	Claims management costs	18			7431		3090	10521	
Provision for unexpired risks		19							
Net operating expenses	Commissions	21	35115		82928		40408	77635	
	Other acquisition expenses	22	16742		27151		14578	29315	
	Administrative expenses	23			22732			22732	
	Reinsurance commissions and profit participations	24	808		2264		1112	1960	
	Total (21+22+23-24)	29	51049		130547		53874	127722	
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	51049		130547		53874	127722	
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 2012****Total primary (direct) and facultative accident and health**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	423930	GL	31	12	2012	£000	110
			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		3				3	
	Reinsurers' share	12							
	Net (11-12)	13		3				3	
	Claims management costs	14							
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15							
	Reinsurers' share	16							
	Net (15-16)	17							
	Claims management costs	18							
Provision for unexpired risks		19							
Net operating expenses	Commissions	21							
	Other acquisition expenses	22							
	Administrative expenses	23							
	Reinsurance commissions and profit participations	24							
	Total (21+22+23-24)	29							
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							
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 2012****Total primary (direct) and facultative personal lines motor business**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	423930	GL	31	12	2012	£000	120
			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	885	216		806		137	
	Reinsurers' share	12				(1)		(1)	
	Net (11-12)	13	885	216		807		138	
	Claims management costs	14	9			8		(1)	
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15							
	Reinsurers' share	16							
	Net (15-16)	17							
	Claims management costs	18							
Provision for unexpired risks		19							
Net operating expenses	Commissions	21							
	Other acquisition expenses	22							
	Administrative expenses	23							
	Reinsurance commissions and profit participations	24							
	Total (21+22+23-24)	29							
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							
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 2012****Primary (direct) and facultative household and domestic all risks**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	423930	GL	31	12	2012	£000	160
			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	80713	48743		26014		(5956)	
	Reinsurers' share	12	329	250		21		(58)	
	Net (11-12)	13	80384	48493		25993		(5898)	
	Claims management costs	14	4962	3471		1164		(327)	
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15		89033		66677		155710	
	Reinsurers' share	16							
	Net (15-16)	17		89033		66677		155710	
	Claims management costs	18		7233		2982		10215	
Provision for unexpired risks		19							
Net operating expenses	Commissions	21	33890	78121		38648		73363	
	Other acquisition expenses	22	14964	25450		13579		26835	
	Administrative expenses	23		19260				19260	
	Reinsurance commissions and profit participations	24	808	2264		1112		1960	
	Total (21+22+23-24)	29	48046	120567		51115		117498	
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	48046	120567		51115		117498	
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 2012****Total primary (direct) and facultative personal lines financial loss business**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	423930	GL	31	12	2012	£000	180
			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	5321	4015		916	(390)		
	Reinsurers' share	12	325	346		105	126		
	Net (11-12)	13	4996	3669		811	(516)		
	Claims management costs	14	107	286		18	197		
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15		2778		5384	8162		
	Reinsurers' share	16		104		242	346		
	Net (15-16)	17		2674		5142	7816		
	Claims management costs	18		198		108	306		
Provision for unexpired risks		19							
Net operating expenses	Commissions	21	1225	4807		1760	4272		
	Other acquisition expenses	22	1778	1701		999	2480		
	Administrative expenses	23		3472			3472		
	Reinsurance commissions and profit participations	24							
	Total (21+22+23-24)	29	3003	9980		2759	10224		
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	3003	9980		2759	10224		
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 2012****Total primary (direct) and facultative commercial motor business**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	423930	GL	31	12	2012	£000	220
			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	(3)		(1)	2			
	Reinsurers' share	12							
	Net (11-12)	13	(3)		(1)	2			
	Claims management costs	14							
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15							
	Reinsurers' share	16							
	Net (15-16)	17							
	Claims management costs	18							
Provision for unexpired risks		19							
Net operating expenses	Commissions	21							
	Other acquisition expenses	22							
	Administrative expenses	23							
	Reinsurance commissions and profit participations	24							
	Total (21+22+23-24)	29							
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							
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 net claims and premiums

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

Global business

Financial year ended **31 December 2012****Total business**

										Company registration number	GL/UK/CM	day month year			Units	Category number	
										R23	423930	GL	31	12	2012	£000	001
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	2012	11			91707	50669	21150			163526		300727		54.4			
12	2011	12	74546	47681	38635	6648	(1091)	44617	3064	(3489)		269314	(7.3)	44.1			
12	2010	13	82326	89276	81398	9055	4021	7356	14792	8447	(2807)	249410	14.1	73.8			
12	2009	14	89272	71837	59740	1601	2133	1349	3910	1551	(378)	265991	(9.8)	57.9			
12	2008	15	119307	72693	66660	1267	759	961	2457	958	(428)	277721	(4.2)	68.0			
12	2007	16	173524	107652	89938	315	589	1320	877	1406	(59)	294728	(14.4)	90.1			
12	2006	17	119119	82136	64630	583	907	402	1566	431	(105)	304634	(19.0)	60.9			
12	2005	18	114890	90132	70662	340	445	373	631	94	433	305415	(20.3)	61.1			
12	2004	19	90690	71260	65868	486	536	120	533	23	586	285992	(6.0)	55.1			
12	2003	20	76561	65562	63476	109	408	85	566	136	(100)	242710	(2.3)	57.9			
Prior accident years		21			(11)	134	155	(270)	474	74							
Reconciliation		22															
Total (11 to 22)		29			144087	67249	32180	69679	16584	157253							

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 2012****Total primary (direct) and facultative business**

										Company registration number	GL/UK/CM	day month year			Units	Category number	
										R23	423930	GL	31	12	2012	£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	2012	11			91707	50669	21150			163526		300727		54.4			
12	2011	12	74546	47681	38635	6648	(1091)	44617	3064	(3489)		269314	(7.3)	44.1			
12	2010	13	82326	89276	81398	9055	4021	7356	14792	8447	(2807)	249410	14.1	73.8			
12	2009	14	89272	71837	59740	1601	2133	1349	3910	1551	(378)	265991	(9.8)	57.9			
12	2008	15	119307	72693	66660	1267	759	961	2457	958	(428)	277721	(4.2)	68.0			
12	2007	16	173524	107652	89938	315	589	1320	877	1406	(59)	294728	(14.4)	90.1			
12	2006	17	119119	82136	64630	583	907	402	1566	431	(105)	304634	(19.0)	60.9			
12	2005	18	114890	90132	70662	340	445	373	631	94	433	305415	(20.3)	61.1			
12	2004	19	90690	71260	65868	486	536	120	533	23	586	285992	(6.0)	55.1			
12	2003	20	76561	65562	63476	109	408	85	566	136	(100)	242710	(2.3)	57.9			
Prior accident years		21			(11)	134	155	(270)	474	74							
Reconciliation		22															
Total (11 to 22)		29			144087	67249	32180	69679	16584	157253							

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 2012****Total primary (direct) and facultative accident and health**

										Company registration number	GL/UK/CM	day month year			Units	Category number	
										R23	423930	GL	31	12	2012	£000	110
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	2012	11															
12	2011	12															
12	2010	13											(1)				
12	2009	14											(2)				
12	2008	15	4778	48	18	3				3		4594	(56.3)	104.5			
12	2007	16	30606	4083	3193							40639	(21.8)	83.2			
12	2006	17	15085	9050	2748							46799	(69.6)	38.1			
12	2005	18	14390	17218	14834							44284	(13.8)	66.0			
12	2004	19	10276	10402	14242							36679	36.9	66.8			
12	2003	20	8546	10175	11556							31809	13.6	63.2			
Prior accident years		21															
Reconciliation		22															
Total (11 to 22)		29				3				3							

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 2012****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	2012	£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	2012	11															
12	2011	12															
12	2010	13															
12	2009	14															
12	2008	15															
12	2007	16	1815	1453	1177	19	60	13	242	30	(180)	2997	(12.7)	102.9			
12	2006	17	8507	10243	6983	119	492	(49)	264	34	264	20275	(26.3)	79.2			
12	2005	18	12808	17067	12658	76	259	25	370	(115)	105	34389	(23.7)	75.1			
12	2004	19	11555	12572	11718	2	(10)	17	14	3	(8)	32589	(6.7)	71.4			
12	2003	20	10411	11279	12318	3	5	6	14	7	(7)	29616	9.3	76.8			
Prior accident years		21				(3)	(11)	1	12	10	(35)						
Reconciliation		22															
Total (11 to 22)		29				216	795	13	916	(31)	139						

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 2012****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	2012	£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	2012	11			89033	46713	19964			155710		281859		55.2			
12	2011	12	72006	43505	35199	6390	(1271)	41198	2307	(3187)		249411	(7.3)	45.0			
12	2010	13	79158	84464	77501	8852	4007	7291	14438	8330	(2618)	228383	15.6	77.4			
12	2009	14	83267	62974	52531	1585	2103	1301	3870	1442	(323)	241030	(8.7)	58.4			
12	2008	15	112170	64609	59576	1253	770	935	2492	889	(423)	248446	(3.2)	70.3			
12	2007	16	139874	97697	83247	296	472	1307	631	1372	72	232951	(12.7)	96.7			
12	2006	17	94526	60812	53448	464	408	450	1279	397	(354)	223682	(9.9)	66.7			
12	2005	18	86890	53009	41876	264	186	348	261	209	328	212929	(19.5)	60.8			
12	2004	19	68205	46875	37787	484	546	103	522	20	591	202647	(17.0)	52.9			
12	2003	20	57027	42517	38533	104	392	79	541	129	(95)	164095	(8.0)	58.6			
Prior accident years		21			(8)	20	154	(407)	464	109							
Reconciliation		22															
Total (11 to 22)		29			137526	62007	30661	64825	15559	149810							

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 2012****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	2012	£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	2012	11			2674	3956	1186			7816		18868		41.4			
12	2011	12	2540	4176	3436	258	180	3419	757	(302)		19903	(7.2)	32.2			
12	2010	13	3168	4812	3897	203	14	65	354	117	(189)	21028	(13.2)	34.9			
12	2009	14	6005	8863	7209	16	30	48	40	109	(55)	24963	(17.6)	53.3			
12	2008	15	2359	8036	7066	11	(11)	26	(35)	69	(8)	24681	(11.7)	38.3			
12	2007	16	1018	4369	2309		57		3	5	49	17958	(45.8)	18.8			
12	2006	17	800	1853	1398		9		23		(14)	13334	(24.1)	16.6			
12	2005	18	615	2638	1218							13527	(53.8)	13.6			
12	2004	19	484	1352	1034							12732	(23.5)	11.9			
12	2003	20	354	1539	999	2	11		11	2		14853	(34.2)	9.2			
Prior accident years		21					125		125								
Reconciliation		22															
Total (11 to 22)		29			6342	4449	1505	3940	1057	7299							

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 2012****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	2012	£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	2012	11															
12	2011	12															
12	2010	13															
12	2009	14															
12	2008	15															
12	2007	16	211	50	12			1	(1)			183	(76.0)	121.9			
12	2006	17	201	178	53	(2)	1			(1)		544	(70.8)	46.5			
12	2005	18	187	200	76							286	(62.0)	92.0			
12	2004	19	170	59	1087			(3)		3		1345	1742.4	93.5			
12	2003	20	223	52	70							2337	34.6	12.5			
Prior accident years		21															
Reconciliation		22															
Total (11 to 22)		29				(2)	1	(2)	(1)	2							

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 2012**

Medical insurance

Company registration number	GL/UK/CM	day month year	Monetary units	Category number	Currency code	Reporting territory code
R31	423930	31 12 2012	000	111	GBP	AA

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	2012	11											
12	2011	12											
12	2010	13										(1)	
12	2009	14										(2)	
12	2008	15	1502	5	4797	3					3	4594	104.5
12	2007	16	11354		33799							40639	83.2
12	2006	17	14231		18077							46803	38.6
12	2005	18	14681		29675							45587	65.1
12	2004	19	14019		26760							39426	67.9
12	2003	20	12417		21357							34237	62.4
Prior accident years		21											
Total (11 to 21)		29		5		3					3		
Line 29 expressed in sterling		30				3					3		

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 2012**

Primary (direct) and facultative household and domestic all risks

Company registration number **R31** GL/UK/CM **GL** day month year **31 12 2012** Monetary units **000** Category number **160** Currency code **GBP** Reporting territory code **AA**

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	2012	11	32926	12019		89033	46713	19964			155710	301469	51.7
12	2011	12	44544	1335	72006	35199	6390	(1271)	41198	2307	(3187)	264818	42.4
12	2010	13	56631	778	156659	8852	4007	7291	14438	8330	(2618)	243257	72.7
12	2009	14	68471	1073	135798	1585	2103	1301	3870	1442	(323)	256586	54.9
12	2008	15	95347	541	171746	1253	770	935	2492	889	(423)	264170	66.1
12	2007	16	107882	199	229914	546	496	1307	960	1372	17	245748	94.5
12	2006	17	93163	81	147974	464	408	450	1279	397	(354)	235298	63.4
12	2005	18	90593	49	128765	264	186	348	261	209	328	224058	57.8
12	2004	19	85034	21	105992	484	546	103	522	20	591	214129	50.0
12	2003	20	76410	40	95560	104	392	79	541	129	(95)	174503	55.1
Prior accident years		21		42		(8)	20	154	(407)	464	109		
Total (11 to 21)		29		16178		137776	62031	30661	65154	15559	149755		
Line 29 expressed in sterling		30				137776	62031	30661	65154	15559	149755		

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 2012**

Creditor

Company registration number **R31** GL/UK/CM **GL** day month year **31 12 2012** Monetary units **000** Category number **182** Currency code **GBP** Reporting territory code **AA**

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	2012	11	591	1300		2647	3984	1201			7832	20576	38.1
12	2011	12	1839	161	2552	3738	300	130	3618	864	(314)	21888	30.7
12	2010	13	2558	14	7480	240	22	74	370	119	(153)	23178	33.7
12	2009	14	4641	5	14435	20	20	55	25	70		27431	53.0
12	2008	15	3900	1	10286	11	(8)	33	(35)	30	41	27639	37.3
12	2007	16	2930		5129	1	61		1	5	56	27162	19.1
12	2006	17	3141		4504				15		(15)	23983	18.8
12	2005	18	2588		4242							22997	18.4
12	2004	19	2284		3527							21979	16.0
12	2003	20	2438		4078	4					4	18492	22.1
Prior accident years		21					(3)		(3)				
Total (11 to 21)		29		1481		6661	4376	1493	3991	1088	7451		
Line 29 expressed in sterling		30				6661	4376	1493	3991	1088	7451		

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 2012**

Mortgage indemnity

Company registration number	GL/UK/CM	day month year	Monetary units	Category number	Currency code	Reporting territory code
R31	423930	31 12 2012	000	185	GBP	AA

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	2012	11		1		131	131	68			330	82	402.7
12	2011	12	1		120			68			68	148	127.0
12	2010	13		1	117							255	45.9
12	2009	14		1			16				16	446	3.6
12	2008	15	7		16				16	39	(55)	723	2.2
12	2007	16	4	1	12		2			39	(37)	1082	1.3
12	2006	17	5	2	26		9		2		7	1581	2.2
12	2005	18	5	1	8				9		(9)	2491	0.3
12	2004	19	15		51							3406	1.5
12	2003	20	61	10	196		11		11			6196	3.3
Prior accident years		21		85			127		127				
Total (11 to 21)		29		102		131	296	136	165	78	320		
Line 29 expressed in sterling		30				131	296	136	165	78	320		

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 2012**

Private motor - comprehensive

Company registration number **R32** GL/UK/CM **GL** day month year **31 12 2012** Monetary units **000** Category number **121** Currency code **GBP** Reporting territory code **AA**

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 %	Vehicle years (000's)	Claims frequency %		
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
		1	2	3	4	5	6	7	8	9	10	11	12	13	
12	2012	11													
12	2011	12													
12	2010	13													
12	2009	14													
12	2008	15													
12	2007	16	1677	1	2927	19	58	13	236	29	(175)	3547	85.1	6	28.0
12	2006	17	10419	5	15253	116	480	(48)	257	33	258	21064	75.0	77	13.5
12	2005	18	16891	11	24985	74	253	24	361	(112)	102	34877	72.6	126	13.4
12	2004	19	15604	5	22733	2	(10)	17	14	3	(8)	32902	69.1	124	12.6
12	2003	20	12522	2	20193	3	5	6	13	7	(6)	29067	69.5	103	12.2
Prior accident years		21		12		(3)	(11)	1	11	10	(34)				
Total (11 to 21)		29		36		211	775	13	892	(30)	137				
Line 29 expressed in sterling		30				211	775	13	892	(30)	137				

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 2012**

Private motor - non-comprehensive

Company registration number **R32** GL/UK/CM **423930** day month year **GL** **31 12 2012** Monetary units **000** Category number **122** Currency code **GBP** Reporting territory code **AA**

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 %	Vehicle years (000's)	Claims frequency %		
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
		1	2	3	4	5	6	7	8	9	10	11	12	13	
12	2012	11													
12	2011	12													
12	2010	13													
12	2009	14													
12	2008	15													
12	2007	16	19	1	69		1	6	1	(6)	85	82.4	0	5.0	
12	2006	17	130	1	332	3	12	(1)	6	1	7	504	68.7	4	3.3
12	2005	18	235	1	612	2	6	1	12	(3)	883	70.3	5	4.7	
12	2004	19	320		668						1206	55.4	5	6.4	
12	2003	20	485		1135						1812	62.6	10	4.9	
Prior accident years		21													
Total (11 to 21)		29		3		5	19		24	(1)	1				
Line 29 expressed in sterling		30				5	19		24	(1)	1				

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 2012**

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	2012	11													
12	2011	12													
12	2010	13													
12	2009	14													
12	2008	15													
12	2007	16	135		223				1	(1)		183	121.9	1	16.9
12	2006	17	235		254		(2)	1			(1)	579	43.7	1	23.5
12	2005	18	209		263							286	92.0	1	20.9
12	2004	19	184		2562				(3)		3	1345	190.5	1	18.4
12	2003	20	1588		1790							2337	76.6	11	14.4
Prior accident years		21													
Total (11 to 21)		29					(2)	1	(2)	(1)	2				
Line 29 expressed in sterling		30					(2)	1	(2)	(1)	2				

Equalisation provisionsName of insurer **Legal & General Insurance Limited**

Global business

Financial year ended **31 December 2012**

				Company registration number	GL/UK/CM	day month year			Units
				R37	423930	GL	31	12	2012
Calculation of the maximum provision	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
	1	2	3	4	5	6			7
Total net premiums written in the previous 4 years	11	992728							
Net premiums written in the current year	12	304335							
Maximum provision	13	51883				51883			

Calculation of the transfer to/from the provision

Equalisation provision brought forward	21						29782	
Transfers in	22	9130					9130	
Total abnormal loss	23							
Provisional transfers out	24							
Excess of provisional transfer out over fund available	25							
Provisional amount carried forward (21+22-24+25)	26						38912	
Excess, if any, of 26 over 13	27							
Equalisation provision carried forward (26-27)	28						38912	
Transfer in/(out) for financial year (28-21)	29						9130	

Equalisation provisions technical account : Accident year accounting

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

Global business

Financial year ended **31 December 2012**

		Company registration number	GL/UK/CM	day month year			Units
	R38	423930	GL	31	12	2012	£000
	Business grouping A (property) 1	Business grouping B (business interruption) 2	Business grouping C (marine and aviation) 3	Business grouping D (nuclear) 4		Business grouping E (non-proportional treaty) 5	
Other than credit business							
Net premiums earned	11	281859					
Claims incurred net of reinsurance	12	149812					
Trigger claims value	13	204348					
Abnormal loss	19						
Trigger claims ratio		72.5%	72.5%	95%	25%		100%

Credit business

Net premiums earned	21	
Claims incurred net of reinsurance	22	
Claims management costs	23	
Net operating expenditure	24	
Technical surplus/ (deficit) (21-22-23-24)	29	

Returns under the Accounts and Statements Rules

Supplementary Notes

Legal and General Insurance Limited

Financial Year ended 31 December 2012

0301 Reconciliation of net admissible assets to capital resources

	2012	2011
	£'000	£'000
Net admissible assets as per FSA Insurance Return		
Assets: Form 13, Line 89 (OLTB)	510,353	453,289
Liabilities: Form 15, Line 69	(418,724)	(354,679)
Net admissible assets	<u>91,629</u>	<u>98,610</u>
Adjustments for:		
Cumulative preference shares: Form 15, Line 62 *	-	3,500
Form 3, Line 79	<u>91,629</u>	<u>102,110</u>

* See note 0314 for details of the preference share conversion.

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

	2012	2011
	£'000	£'000
Profit and loss account and other reserves as per FSA Insurance Return		
Profit and loss account and other reserves brought forward	29,599	(10,035)
Retained profit for the financial year: Form 16, Line 59	18,443	15,728
Equalisation provision – add back: Form 16, Line 12	9,130	8,016
UK GAAP to IFRS reserve movement	-	15,890
Form 3, Line 12	<u>57,172</u>	<u>29,599</u>

0314 Conversion of preference shares

On 22 November 2012, the authorised share capital of the Company was increased by 3,499,999 ordinary shares to 7,000,000 ordinary shares. On the same date 3,499,999 preference shares of £1 each were converted into ordinary shares. The preference dividend was accrued and paid to the conversion date.

1301 Aggregate value of certain investments

- The aggregate value of unlisted investments held by the Company amounted to 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 (2011: 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 2012

1302 Aggregate value of hybrid securities

There are hybrid securities of the value of £75,156,183.

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 financial year.

1306 Exposure at the year end to large counterparties

There were no counterparty exposures in excess of £25,517,650 being 5% of the General Business Amount (GBA) with the exception of an intercompany balance of £30,834,945 with Legal & General Finance plc. The counterparty exposure of this balance is restricted to 1% of GBA in the analysis of admissible assets.

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

The negative valuation differences for liabilities of £38,912,000 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.

Returns under the Accounts and Statements Rules

Supplementary Notes

Legal and General Insurance Limited

Financial Year ended 31 December 2012

1321 Investments in subsidiaries

	2012	2011
	£'000	£'000
Shares in group undertakings:		
As at 1 January 2012	2,608	2,608
Liquidation of subsidiaries	(2,608)	
Investment in new subsidiary	300	
As at 31 December 2012	300	2,608

During the year the following company was incorporated as a wholly owned subsidiary of Legal & General Insurance Limited:

Held directly by the business	Nature of business	Incorporated In
Legal & General Distribution Services Limited	Trading company	England & Wales

The following companies were liquidated during the year:

Held directly by the business		
Southgate Associates Limited	Dormant company	England & Wales
Legal & General GI Computer Services Limited	Dormant company	England & Wales
Legal & General Healthcare Limited	Dormant company	England & Wales

Held indirectly through subsidiary undertakings		
Glanfield Securities Limited	Investment company	England & Wales
Legal & General Investment Trust Limited	Investment company	England & Wales
Bridge End Computers Limited	Dormant company	England & Wales

1501 Provision for adverse changes

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

The Company's obligation 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 2012

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 nil (2011: £3,000) 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 £38,912,000 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 does 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 2012

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 2012

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 2012

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	4,370	Nil	Nil	Nil
Swiss Re, 30 St Mary Axe, London, United Kingdom	Nil	91	Nil	Nil	21
Validus Reinsurance Ltd, 19 Par-la-Ville Rd, Hamilton, HM 11, Bermuda	Nil	634	Nil	Nil	Nil
Cardif Pinnacle Ltd A1 Barnet Way Borehamwood, Hertfordshire, United Kingdom	1,711	Nil	Nil	Nil	347
Legal & General Assurance Society Limited, 1 Coleman Street, London, United Kingdom	Nil	8,440	Nil	Nil	Nil

Returns under the Accounts and Statements Rules

Statements Required by Rules

Legal and General Insurance Limited

Financial Year ended 31 December 2012

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.
- (c) No written options were entered into during the year.

Returns under the Accounts and Statements Rules

Statements Required by Rules

Legal and General Insurance Limited

Financial Year ended 31 December 2012

Rule 9.29: Additional information on derivative contracts (continued)

- (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 2012

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 2012 – 30 April 2013
	75% Quota Share of one scheme		1 May 2011 – 30 April 2012
Social Housing	Aggregate Excess of Loss Treaty (contract cover xs £0.75m for terrorism)	Unlimited reinstatements	1 Jan 2012 – 31 Dec 2012
Social Housing	Risk Excess of Loss Treaty (contract cover £7m xs £1m)	Two reinstatements	1 July 2012 – 30 June 2013
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 2012 – 30 June 2013
	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
Household & Domestic all risks	Catastrophe Excess of Loss Treaty (contract cover £34m xs £36m)	One reinstatement	1 July 2012 – 30 June 2013
	Catastrophe Excess of Loss Treaty (contract cover £90m xs £70m)	One reinstatement	1 July 2012 – 30 June 2013
	Catastrophe Excess of Loss Treaty (contract cover £200m xs £160m)	One reinstatement	1 July 2012 – 30 June 2013
	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

Returns under the Accounts and Statements Rules

Statements Required by Rules

Legal and General Insurance Limited

Financial Year ended 31 December 2012

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	21,237
Motor business	1,000	1,000
Household liability	750	750
Household & domestic all risks	1,000	54,788
Mortgage indemnity	50	230

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	22,644
Personal lines financial loss	Nil	1,711

Returns under the Accounts and Statements Rules

Directors' certificate required by Rule 9.34

Legal and General Insurance Limited

Financial Year ended 31 December 2012

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 respects¹ 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.....

J. Nickson, Director.....

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

1 Coleman Street
London EC2R 5AA
21 March 2013

¹ 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)).

**Legal and General Insurance Limited
Global Business**

Financial Year ended 31 December 2012

**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 59 to 61 ("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 61 to 63 and
- * the certificate required by IPRU(INS) rule 9.34 on page 64 ("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.

**Legal and General Insurance Limited
Global Business**

Financial Year ended 31 December 2012

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

21 March 2013

Note:

(a) The maintenance and integrity of the Legal & General website is the responsibility of the directors; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the insurance annual return since they were initially presented on the website.

(b) Legislation in the United Kingdom governing the preparation and dissemination of insurance annual returns may differ from legislation in other jurisdictions.