

Scottish Amicable Life Plc

Annual FSA Insurance Returns for the year ended

31 December 2007

Appendices (9.1, 9.4 & 9.6)

Registered Office: P O Box 25, Craigforth, Stirling, FK9 4UE

Registered No 171130

Scottish Amicable Life Plc

Year ended 31 December 2007

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Statement of solvency - long-term insurance businessName of insurer **Scottish Amicable Life Plc**

Global business

Financial year ended **31 December 2007**

Solo solvency calculation

R2	Company registration number	GL/UK/CM	day month year			Units
			31	12	2007	
	171130	GL				£000
			As at end of this financial year			As at end of the previous year
			1			2

Capital resources

Capital resources arising within the long-term insurance fund	11		
Capital resources allocated towards long-term insurance business arising outside the long-term insurance fund	12	3904	3646
Capital resources available to cover long-term insurance business capital resources requirement (11+12)	13	3904	3646

Guarantee fund

Guarantee fund requirement	21	2231	2139
Excess (deficiency) of available capital resources to cover guarantee fund requirement	22	1673	1507

Minimum capital requirement (MCR)

Long-term insurance capital requirement	31		
Resilience capital requirement	32		
Base capital resources requirement	33	2231	2139
Individual minimum capital requirement	34	2231	2139
Capital requirements of regulated related undertakings	35		
Minimum capital requirement (34+35)	36	2231	2139
Excess (deficiency) of available capital resources to cover 50% of MCR	37	2789	2577
Excess (deficiency) of available capital resources to cover 75% of MCR	38	2231	2042

Enhanced capital requirement

With-profits insurance capital component	39		
Enhanced capital requirement	40		

Capital resources requirement (CRR)

Capital resources requirement (greater of 36 and 40)	41	2231	2139
Excess (deficiency) of available capital resources to cover long-term insurance business CRR (13-41)	42	1673	1507

Contingent liabilities

Quantifiable contingent liabilities in respect of long-term insurance business as shown in a supplementary note to Form 14	51		
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Name of insurer **Scottish Amicable Life Plc**

Global business

Financial year ended **31 December 2007**

_____ **A CROSSLEY** **For and on behalf of**
N Prettejohn, Chief
Executive

_____ **D J BELSHAM** **Director**

_____ **K NUNN** **Director**

Date

Components of capital resources

Name of insurer **Scottish Amicable Life Plc**

Global business

Financial year ended **31 December 2007**

R3	Company registration number	GL/UK/CM	day month year			Units
			31	12	2007	
	171130	GL				£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		3000	3000	3000
Profit and loss account and other reserves	12		904	904	646
Share premium account	13				
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		3904	3904	3646

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		3904	3904	3646
Investments in own shares	32				
Intangible assets	33				
Amounts deducted from technical provisions for discounting	34				
Other negative valuation differences	35				
Deductions in related undertakings	36				
Deductions from tier one (32 to 36)	37				
Total tier one capital after deductions (31-37)	39		3904	3904	3646

Components of capital resources

Name of insurer **Scottish Amicable Life Plc**

Global business

Financial year ended **31 December 2007**

	Company registration number	GL/UK/CM	day month year			Units	
	R3	171130	GL	31	12	2007	£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				
Perpetual subordinated debt and securities	46				
Upper tier two capital in related undertakings	47				
Upper tier two capital (44 to 47)	49				

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

Components of capital resources

Name of insurer **Scottish Amicable Life Plc**

Global business

Financial year ended **31 December 2007**

Company registration number	GL/UK/CM	day	month	year	Units	
R3	171130	GL	31	12	2007	£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		3904	3904	3646
Inadmissible assets other than intangibles and own shares	73				
Assets in excess of market risk and counterparty limits	74				
Deductions for related ancillary services undertakings	75				
Deductions for regulated non-insurance related undertakings	76				
Deductions of ineligible surplus capital	77				
Total capital resources after deductions (72-73-74-75-76-77)	79		3904	3904	3646

Available capital resources for GENPRU/INSRU tests

Available capital resources for guarantee fund requirement	81		3904	3904	3646
Available capital resources for 50% MCR requirement	82		3904	3904	3646
Available capital resources for 75% MCR requirement	83		3904	3904	3646

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				

Analysis of admissible assets

Name of insurer **Scottish Amicable Life Plc**

Global business

Financial year ended **31 December 2007**

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	171130	GL	31	12	2007	£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		
	Debts and loans	26		
Other group undertakings	Shares	27		
	Debts and loans	28		
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	2416	2121
	Other	46		
Variable interest securities	Approved	47		
	Other	48		
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	1504	1403
	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 **Scottish Amicable Life Plc**

Global business

Financial year ended **31 December 2007**

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	171130	GL	31	12	2007	£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		
Claims outstanding	61		
Provision for unexpired risks	62		
Other	63		

Debtors and salvage

Direct insurance business	Policyholders	71		
	Intermediaries	72		
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		
	due in more than 12 months	79		

Other assets

Tangible assets	80		
Deposits not subject to time restriction on withdrawal with approved institutions	81	64	131
Cash in hand	82		
Other assets (particulars to be specified by way of supplementary note)	83		
Accrued interest and rent	84	5	3
Deferred acquisition costs (general business only)	85		
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	3989	3658
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Analysis of admissible assets

Name of insurer **Scottish Amicable Life Plc**

Global business

Financial year ended **31 December 2007**

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	171130	GL	31	12	2007	£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	3989	3658
Admissible assets in excess of market and counterparty limits	92		
Inadmissible assets directly held	93		
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	3989	3658

Amounts included in line 89 attributable to debts due from related insurers, other than those under contracts of insurance or reinsurance	103		
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Liabilities (other than long term insurance business)Name of insurer **Scottish Amicable Life Plc**

Global business

Financial year ended **31 December 2007**

Company registration number	GL/UK/CM	day	month	year	Units	
R15	171130	GL	31	12	2007	£000
				As at end of this financial year	As at end of the previous year	
				1	2	

Technical provisions (gross amount)

Provisions for unearned premiums	11		
Claims outstanding	12		
Provision for unexpired risks	13		
Equalisation provisions	Credit business	14	
	Other than credit business	15	
Other technical provisions	16		
Total gross technical provisions (11 to 16)	19		

Provisions and creditors

Provisions	Taxation	21		
	Other risks and charges	22		
Deposits received from reinsurers	31			
Creditors	Direct insurance business	41		
	Reinsurance accepted	42		
	Reinsurance ceded	43		
Debenture loans	Secured	44		
	Unsecured	45		
Amounts owed to credit institutions	46			
Creditors	Taxation	47	84	12
	Foreseeable dividend	48		
	Other	49	1	
Accruals and deferred income	51			
Total (19 to 51)	59	85	12	
Provision for "reasonably foreseeable adverse variations"	61			
Cumulative preference share capital	62			
Subordinated loan capital	63			
Total (59 to 63)	69	85	12	

Amounts included in line 69 attributable to liabilities to related insurers, other than those under contracts of insurance or reinsurance	71		
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Amounts deducted from technical provisions for discounting	82		
Other adjustments (may be negative)	83		
Capital and reserves	84	3904	3646
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	3989	3658

Profit and loss account (non-technical account)Name of insurer **Scottish Amicable Life Plc**

Global business

Financial year ended **31 December 2007**

		Company registration number	GL/ UK/ CM	day	month	year	Units	
		R16	171130	GL	31	12	2007	£000
				This financial year		Previous year		
				1		2		
Transfer (to)/from the general insurance business technical account	From Form 20	11						
	Equalisation provisions	12						
Transfer from the long term insurance business revenue account		13						
Investment income	Income	14			149		112	
	Value re-adjustments on investments	15			65		6	
	Gains on the realisation of investments	16			158			
Investment charges	Investment management charges, including interest	17			4		4	
	Value re-adjustments on investments	18						
	Loss on the realisation of investments	19					40	
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			368		74	
Tax on profit or loss on ordinary activities		31			110		22	
Profit or loss on ordinary activities after tax (29-31)		39			258		52	
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			258		52	
Dividends (paid or foreseeable)		51						
Profit or loss retained for the financial year (49-51)		59			258		52	

SCOTTISH AMICABLE LIFE PLC
Financial Year Ended 31 December 2007

Appendix 9.4

VALUATION REPORT ON SCOTTISH AMICABLE LIFE PLC

1. (1) Date of valuation is 31 December 2007.

The assets and liabilities of the insurer relating to long-term insurance business were transferred to The Prudential Assurance Company Limited (PAC) on 31 December 2002 in accordance with Part VII of the Financial Services and Markets Act 2002. No new contracts have been effected since the date of transfer. Consequently the insurer had no in force long-term insurance business at the valuation date.

- (2) Date of previous valuation was 31 December 2006.

- (3) Not applicable.

2. Not applicable.

3. (1) Not applicable.

- (2) Not applicable.

- (3) Not applicable.

- (4) Not applicable.

- (5) Not applicable.

- (6) Not applicable.

- (7) Not applicable.

- (8) Not applicable.

- (9) Not applicable.

- (10) Not applicable.

SCOTTISH AMICABLE LIFE PLC
Financial Year Ended 31 December 2007

Appendix 9.4 - continued

- 4.** (1) Not applicable.
- (2) Not applicable.
- (3) Not applicable.
- (4) Not applicable.
- (5) Not applicable.
- (6) Not applicable.
- (7) Not applicable.
- (8) Not applicable.
- (9) Not applicable.
- (10) Not applicable.
- (11) Not applicable.
- (12) Not applicable.
- 5.** (1) Not applicable.
- (2) Not applicable.
- (3) Not applicable.
- (4) Not applicable.
- 6.** (1) Not applicable.
- (2) Not applicable.
- (3) Not applicable.
- (4) Not applicable.
- (5) Not applicable.
- (6) Not applicable.

SCOTTISH AMICABLE LIFE PLC
Financial Year Ended 31 December 2007

Appendix 9.4 – continued

- 7. (1) Not applicable.
(2) Not applicable.
(3) Not applicable.
(4) Not applicable.
(5) Not applicable.
(6) Not applicable.
(7) Not applicable.
- 8. Not applicable.
- 9. (1) Not applicable.
(2) Not applicable.
(3) Not applicable.
- 10. (1) Not applicable.
(2) Not applicable.
(3) Not applicable.
(4) Not applicable.

SCOTTISH AMICABLE LIFE PLC
Financial Year Ended 31 December 2007

NOTES TO THE RETURN

0204 On 31 December 2002, immediately prior to the end of the financial year, the insurer transferred its long term business to The Prudential Assurance Company Limited in accordance with Part VII of the Financial Services and Markets Act 2002.

0301	Reconciliation of net assets to total capital resources		
		£'000	£'000
		2007	2006
	Net assets as per Annual return		
	Line 89 on Form 13 (OLTB)	3,989	3,658
	less Line 59 on Form 15	<u>85</u>	<u>12</u>
		3,904	3,646
	Total Capital Resources after Deductions		
	Line 79 on Form 3	<u>3,904</u>	<u>3,646</u>

0313	Reconciliation of profit and loss account and other reserves to profit or loss retained for the financial year		
		£'000	£'000
		2007	2006
	Profit and loss account and other reserves		
	Line 12 on Form 3 current year	904	646
	less Line 12 on Form 3 previous year	<u>646</u>	<u>594</u>
		258	52
	Profit or loss retained for the financial year		
	Line 59 on Form 16	<u>258</u>	<u>52</u>

1304 Use of set off

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

1305 Counterparty limits

Under the Company's investment guidelines, the maximum permitted exposure to any one counterparty is set at 5% of the business amount, with the exception of short-term deposits with approved credit institutions, where the limit for any one institution is 20%. The 5% limit for the other than long-term fund has not been exceeded. The 20% limit for other than long-term fund has not been exceeded.

SCOTTISH AMICABLE LIFE PLC
Financial Year Ended 31 December 2007

NOTES TO THE RETURN– continued

1306 Exposure at the year end to large counterparties

There was no exposure to large counterparties in excess of 5% in the year. The 20% limit for short term deposits with approved credit institutions was also not exceeded during the year.

1502 Other than long-term charges, contingent liabilities and guarantees

- a) There were no charges over assets.
- b) The potential tax liability to taxation on capital gains in respect of the other than long-term business assets is nil.
- c) The Company also has no contingent liabilities in respect of insurance and other agreements entered into in the normal course of business and in respect of litigation arising therefrom.
- d) There are no guarantees, indemnity or other contractual commitments in respect of the existing or future liabilities of any related companies.
- e) There are no other fundamental uncertainties.

1601 Exchange rates

Assets and liabilities in foreign currencies have been brought into account at the rates of exchange ruling at 31 December 2007. Transactions in foreign currencies have been brought into account at the rates ruling at the dates of the transactions.

1700 Form 17

Form 17 is omitted as all the amounts required to be shown would be zero.

SCOTTISH AMICABLE LIFE PLC
Financial Year Ended 31 December 2007

DIRECTOR'S CERTIFICATE as required by rule 9.34 of the Accounts and Statements Rules.

We certify:

1. (a) that 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 in question, the insurer has complied in all material respects with the requirements of SYSC and PRIN as well as the provisions of IPRU (INS), GENPRU, INSPRU; and
 - (ii) it is reasonable to believe that the insurer has continued so to comply subsequently, and will continue so to comply in future.
2. that the statements required by paragraph 2 of Part 1 of Appendix 9.6 of the Interim Prudential Sourcebook for Insurers have been omitted as the insurer no longer carries on long-term insurance business.

A CROSSLEY, for and on behalf of N Prettejohn, Chief Executive

D J BELSHAM, Director

K NUNN, Director

27th March 2008

SCOTTISH AMICABLE LIFE PLC
Financial Year Ended 31 December 2007

REPORT OF THE AUDITOR TO THE DIRECTORS PURSUANT TO RULE 9.35 of IPRU (INS) the Interim Prudential Sourcebook for Insurers.

We have examined the following documents prepared by the company 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 Insurance Prudential Sourcebook, (“the Rules”) made by the Financial Services Authority under section 138 of the Financial Services and Markets Act 2000:

- Forms 2, 3, 13, 15 and 16, (including the supplementary notes) on pages 3 to 17 (‘the Forms’);
- the statement required by IPRU (INS) rule 9.29 on page 22 (‘the Statement’);
- the valuation report required by rule IPRU (INS) 9.31(a) (‘the valuation report’)

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

- the statements required by IPRU (INS) rules 9.30 on page 23;
- the certificate required by IPRU (INS) rule 9.34 on page 18 (‘the certificate’),

This report is made solely to the company’s directors, as a body, in accordance with the requirements of IPRU (INS) rule 9.35. We acknowledge that the directors are required to submit this report to the FSA, to enable the FSA to verify that an auditor’s report has been commissioned by the company’s directors and issued in accordance with the requirements of IPRU (INS) rule 9.35 and to facilitate the discharge by the FSA of its regulatory functions in respect of the company, conferred on the FSA by or under the Financial Services and Markets Act 2000. Our audit work has been undertaken so that we might state to the company’s directors those matters we are required to state to them in an auditor’s report issued pursuant to IPRU (INS) rule 9.35 and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company’s directors as a body, for our audit work, for this report, or for the opinions we have formed.

SCOTTISH AMICABLE LIFE PLC
Financial Year Ended 31 December 2007

RESPECTIVE RESPONSIBILITIES OF THE COMPANY AND ITS AUDITORS

The company is responsible for the preparation of an annual return (including the Forms, the Statement, the valuation report, the forms and statements not examined by us and the certificate under the provisions of the Rules. Under IPRU (INS) rule 9.11 the Forms, the Statement, valuation report, the forms and statements not examined by us and the certificate 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.

The methods and assumptions determined by the company and used to perform the actuarial investigation as set out in the valuation report, prepared in accordance with IPRU (INS) rule 9.31 are required to reflect appropriately the requirements of INSPRU 1.2.

It is our responsibility to form an independent opinion as to whether the Forms, the Statement, the valuation report meet these requirements, and to report our opinions to you. We also report to you if, in our opinion, the company has not kept proper accounting records or if we have not received all the information we require for our examination.

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, the Statement, the valuation report. The evidence included that previously obtained by us relating to the audit of the financial statements of the company for the financial year. It also included an assessment of the significant estimates and judgements made by the company in the preparation of the Forms, the Statement, the valuation report.

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, the Statement, the valuation report are free from material misstatement, whether caused by fraud or other irregularity or error, and comply with IPRU (INS) rule 9.11.

In accordance with IPRU (INS) rule 9.35(1A), to the extent that any document, Form, Statement, analysis or report to be examined under rule IPRU (INS) 9.35(1) contains amounts or information abstracted from the actuarial investigation performed pursuant to IPRU (INS) rule 9.4, we have obtained and paid due regard to advice from a suitably qualified actuary who is independent of the company.

SCOTTISH AMICABLE LIFE PLC
Financial Year Ended 31 December 2007

OPINION

In our opinion:

- i) the Forms, the Statement, the valuation report 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; and
- ii) the methods and assumptions determined by the company and used to perform the actuarial investigation as set out in the valuation report prepared in accordance with IPRU (INS) rule 9.31 appropriately reflect the requirements of INSPRU 1.2.

KPMG Audit Plc
Registered Auditor
London
March 2008

SCOTTISH AMICABLE LIFE PLC
Financial Year Ended 31 December 2007

ADDITIONAL INFORMATION ON DERIVATIVE CONTRACTS as required by the Interim Prudential Sourcebook for Insurers (Rule 9.29).

- (a) No Derivative positions were held during 2007.
- (b) No provision is made by the investment guidelines for the use of contracts under which the company had a right or obligation to acquire or dispose of assets which was not, at the time when the contract was entered into, reasonably likely to be exercised.
- (c) The Company was not, during the financial period, a party to any contracts of the kind described in (b) above.
- (d) No Derivative contracts were held during 2007. Therefore the amounts in Form 13 would not be changed if assets were acquired or disposed of under derivative contracts.
- (e) No derivative contracts were held during 2007, if derivatives were exercised in such a way as to change the amounts recorded in Form 13 to the maximum extent, the position stated in (d) above would be unchanged.
- (f) The position stated in (d) and (e) above was true for the whole of the financial period.
- (g) As no derivative contracts were held in 2007, no loss would be incurred by the Company in the event of failure of a counterparty.
- (h) No derivatives were held in 2007.
- (i) No derivatives were held in 2007 therefore no proceeds were received by the fund during the financial period.

SCOTTISH AMICABLE LIFE PLC
Financial Year Ended 31 December 2007

ADDITIONAL INFORMATION ON SHAREHOLDER CONTROLLERS as required by rule 9.30 of the Interim Prudential Sourcebook for Insurers.

Throughout the financial period, The Prudential Assurance Company Limited held all the shares and controlled the whole of the voting power of the insurer. Prudential plc held all the shares and controlled the whole of the voting power of The Prudential Assurance Company Limited.