

# **The Prudential Assurance Company Limited**

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

**31 December 2011**

**IPRU(INS) Appendices 9.1, 9.2, 9.3, 9.4, 9.5, 9.6**

Incorporated and registered in England and Wales. Registered no. 15454

Registered office: Laurence Pountney Hill, London EC4R 0HH

Authorised and regulated by the Financial Services Authority

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**Covering Sheet to Form 1**

Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

**R A Devey**

**Chief Executive**

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**A M Crossley**

**Director**

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**D J Belsham**

**Director**

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Date **23rd March 2012**

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**Statement of solvency - general insurance business**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

Adjusted solo solvency calculation

R1	Company registration number	GL/UK/CM	day month year			Units
			31	12	2011	
	<b>15454</b>	<b>GL</b>				<b>£000</b>
			<b>As at end of this financial year</b>			<b>As at end of the previous year</b>
			<b>1</b>			<b>2</b>

**Capital resources**

Capital resources arising outside the long-term insurance fund	<b>11</b>	2818687	2565156
Capital resources allocated towards long-term insurance business arising outside the long-term insurance fund	<b>12</b>	2768687	2515156
Capital resources available to cover general insurance business capital resources requirement (11-12)	<b>13</b>	50000	50000

**Guarantee fund**

Guarantee fund requirement	<b>21</b>	15723	16368
Excess (deficiency) of available capital resources to cover guarantee fund requirement	<b>22</b>	34277	33632

**Minimum capital requirement (MCR)**

General insurance capital requirement	<b>31</b>	3629	3629
Base capital resources requirement	<b>33</b>	3056	3040
Individual minimum capital requirement	<b>34</b>	3629	3629
Capital requirements of regulated related undertakings	<b>35</b>	14513	15159
Minimum capital requirement (34+35)	<b>36</b>	18142	18788
Excess (deficiency) of available capital resources to cover 50% of MCR	<b>37</b>	40929	40606
Excess (deficiency) of available capital resources to cover 75% of MCR	<b>38</b>	36393	35909

**Capital resources requirement (CRR)**

Capital resources requirement	<b>41</b>	18142	18788
Excess (deficiency) of available capital resources to cover general insurance business CRR (13-41)	<b>42</b>	31858	31212

**Contingent liabilities**

Quantifiable contingent liabilities in respect of other than long-term insurance business as shown in a supplementary note to Form 15	<b>51</b>		
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**Statement of solvency - long-term insurance business**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

Adjusted solo solvency calculation

Company registration number	GL/UK/CM	day	month	year	Units	
R2	15454	GL	31	12	2011	£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	18382603	19297457
Capital resources allocated towards long-term insurance business arising outside the long-term insurance fund	12	2768687	2515156
Capital resources available to cover long-term insurance business capital resources requirement (11+12)	13	21151290	21812613

**Guarantee fund**

Guarantee fund requirement	21	2202524	2326855
Excess (deficiency) of available capital resources to cover guarantee fund requirement	22	18948766	19485758

**Minimum capital requirement (MCR)**

Long-term insurance capital requirement	31	3410820	3116835
Resilience capital requirement	32		
Base capital resources requirement	33	3056	3040
Individual minimum capital requirement	34	3410820	3116835
Capital requirements of regulated related undertakings	35	1066964	1289750
Minimum capital requirement (34+35)	36	4477784	4406585
Excess (deficiency) of available capital resources to cover 50% of MCR	37	18912398	19609320
Excess (deficiency) of available capital resources to cover 75% of MCR	38	17792952	18507674

**Enhanced capital requirement**

With-profits insurance capital component	39	9674176	9089318
Enhanced capital requirement	40	14151960	13495903

**Capital resources requirement (CRR)**

Capital resources requirement (greater of 36 and 40)	41	14151960	13495903
Excess (deficiency) of available capital resources to cover long-term insurance business CRR (13-41)	42	6999330	8316710

**Contingent liabilities**

Quantifiable contingent liabilities in respect of long-term insurance business as shown in a supplementary note to Form 14	51	207574	302462
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**Components of capital resources**

Name of insurer

**The Prudential Assurance Company Limited**

Global business

Financial year ended

**31 December 2011**

	Company registration number	GL/ UK/ CM	day month year			Units
<b>R3</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>
		General insurance business	Long-term insurance business	Total as at the end of this financial year	Total as at the end of the previous year	
		<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	

**Core tier one capital**

Permanent share capital	<b>11</b>	242617		242617	242617
Profit and loss account and other reserves	<b>12</b>	552214	3296331	3848545	3279529
Share premium account	<b>13</b>				
Positive valuation differences	<b>14</b>	95589	9397099	9492689	9769969
Fund for future appropriations	<b>15</b>		9361825	9361825	10394744
Core tier one capital in related undertakings	<b>16</b>	(78688)		(78688)	89104
Core tier one capital (sum of 11 to 16)	<b>19</b>	811732	22055255	22866987	23775963

**Tier one waivers**

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

**Other tier one capital**

Perpetual non-cumulative preference shares as restricted	<b>25</b>	86900		86900	86900
Perpetual non-cumulative preference shares in related undertakings	<b>26</b>				
Innovative tier one capital as restricted	<b>27</b>				
Innovative tier one capital in related undertakings	<b>28</b>				

<b>Total tier one capital before deductions (19+24+25+26+27+28)</b>	<b>31</b>	898632	22055255	22953887	23862863
Investments in own shares	<b>32</b>				
Intangible assets	<b>33</b>		200391	200391	217113
Amounts deducted from technical provisions for discounting	<b>34</b>				
Other negative valuation differences	<b>35</b>				
Deductions in related undertakings	<b>36</b>	843587	403998	1247585	1515454
Deductions from tier one (32 to 36)	<b>37</b>	843587	604389	1447975	1732567
<b>Total tier one capital after deductions (31-37)</b>	<b>39</b>	55046	21450866	21505912	22130297

## Components of capital resources

Name of insurer

The Prudential Assurance Company Limited

Global business

Financial year ended

31 December 2011

	Company registration number	GL/ UK/ CM	day month year			Units	
	R3	15454	GL	31	12	2011	£000
			General insurance business  1	Long-term insurance business  2	Total as at the end of this financial year 3	Total as at the end of the previous year 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					
<b>Upper tier two capital (44 to 47)</b>	<b>49</b>					

Fixed term preference shares	51	1000			1000	1000
Other tier two instruments	52					
Lower tier two capital in related undertakings	53					
<b>Lower tier two capital (51+52+53)</b>	<b>59</b>	1000			1000	1000

<b>Total tier two capital before restrictions (49+59)</b>	<b>61</b>	1000			1000	1000
Excess tier two capital	62					
Further excess lower tier two capital	63					
<b>Total tier two capital after restrictions, before deductions (61-62-63)</b>	<b>69</b>	1000			1000	1000



**Components of capital resources**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

	Company registration number	GL/ UK/ CM	day	month	year	Units	
	<b>R3</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>
		General insurance business	Long-term insurance business	Total as at the end of this financial year		Total as at the end of the previous year	
		<b>1</b>	<b>2</b>	<b>3</b>		<b>4</b>	

**Total capital resources**

Positive adjustments for regulated non-insurance related undertakings	<b>71</b>				
<b>Total capital resources before deductions (39+69+71)</b>	<b>72</b>	56046	21450866	21506912	22131297
Inadmissible assets other than intangibles and own shares	<b>73</b>	5015	294900	299916	267641
Assets in excess of market risk and counterparty limits	<b>74</b>	1030	4676	5706	1043
Deductions for related ancillary services undertakings	<b>75</b>				
Deductions for regulated non-insurance related undertakings	<b>76</b>				
Deductions of ineligible surplus capital	<b>77</b>				
<b>Total capital resources after deductions (72-73-74-75-76-77)</b>	<b>79</b>	50000	21151290	21201290	21862613

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

Available capital resources for guarantee fund requirement	<b>81</b>	50000	21151290	21201290	21862613
Available capital resources for 50% MCR requirement	<b>82</b>	50000	21151290	21201290	21862613
Available capital resources for 75% MCR requirement	<b>83</b>	50000	21151290	21201290	21862613

**Financial engineering adjustments**

Implicit items	<b>91</b>				
Financial reinsurance - ceded	<b>92</b>		9011	9011	16942
Financial reinsurance - accepted	<b>93</b>				
Outstanding contingent loans	<b>94</b>		198563	198563	285520
Any other charges on future profits	<b>95</b>				
<b>Sum of financial engineering adjustments (91+92-93+94+95)</b>	<b>96</b>		207574	207574	302462

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

Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

General insurance business

	Company registration number	GL/UK/CM	day month year			Units	
	R11	15454	GL	31	12	2011	£000
				This financial year 1		Previous year 2	
Gross premiums written			11			37183	35430
Premiums taxes and levies (included in line 11)			12				
Premiums written net of taxes and levies (11-12)			13			37183	35430
Premiums for classes 11, 12 or 13 (included in line 13)			14			3855	3952
Premiums for "actuarial health insurance" (included in line 13)			15				
<b>Sub-total A (13 + 1/2 14 - 2/3 15)</b>			16			39111	37407
Gross premiums earned			21			35941	33918
Premium taxes and levies (included in line 21)			22				
Premiums earned net of taxes and levies (21-22)			23			35941	33918
Premiums for classes 11, 12 or 13 (included in line 23)			24			3854	4256
Premiums for "actuarial health insurance" (included in line 23)			25				
<b>Sub-total H (23 + 1/2 24 - 2/3 25)</b>			26			37868	36046
<b>Sub-total I (higher of sub-total A and sub-total H)</b>			30			39111	37407
<b>Adjusted sub-total I if financial year is not a 12 month period to produce an annual figure</b>			31				
Division of gross adjusted premiums amount sub-total I (or adjusted sub-total I if appropriate)	x 0.18		32			7040	6733
	Excess (if any) over 57.5M EURO x 0.02		33				
<b>Sub-total J (32-33)</b>			34			7040	6733
Claims paid in period of 3 financial years			41			67251	57531
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			111393	116562
Claims outstanding brought forward at the beginning of the 3 year period	For insurance business accounted for on an underwriting year basis		44			1008	3150
	For insurance business accounted for on an accident year basis		45			113960	101602
<b>Sub-total C (41+42+43-44-45)</b>			46			63676	69340
Amounts recoverable from reinsurers in respect of claims included in Sub-total C			47			88422	91604
<b>Sub-total D (46-47)</b>			48			(24746)	(22263)
<b>Reinsurance Ratio (Sub-total D / sub-total C or, if more, 0.50 or, if less, 1.00)</b>			49			0.50	0.50
<b>Premiums amount (Sub-total J x reinsurance ratio)</b>			50			3520	3367
Provision for claims outstanding (before discounting and net of reinsurance)			51			12543	11002
Provision for claims outstanding (before discounting and gross of reinsurance) if both 51.1 and 51.2 are zero, otherwise zero			52				
<b>Brought forward amount (See instruction 4)</b>			53			3629	2025
Greater of lines 50 and 53			54			3629	3367

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

Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

Long term insurance business

	Company registration number	GL/UK/CM	day month year			Units	
	R11	15454	GL	31	12	2011	£000
				This financial year 1		Previous year 2	
Gross premiums written			11	164414		153600	
Premiums taxes and levies (included in line 11)			12				
Premiums written net of taxes and levies (11-12)			13	164414		153600	
Premiums for classes 11, 12 or 13 (included in line 13)			14				
Premiums for "actuarial health insurance" (included in line 13)			15	155278		142848	
<b>Sub-total A (13 + 1/2 14 - 2/3 15)</b>			16	60896		58369	
Gross premiums earned			21	191635		180436	
Premium taxes and levies (included in line 21)			22				
Premiums earned net of taxes and levies (21-22)			23	191635		180436	
Premiums for classes 11, 12 or 13 (included in line 23)			24				
Premiums for "actuarial health insurance" (included in line 23)			25	155278		142848	
<b>Sub-total H (23 + 1/2 24 - 2/3 25)</b>			26	88117		85204	
<b>Sub-total I (higher of sub-total A and sub-total H)</b>			30	88117		85204	
<b>Adjusted sub-total I if financial year is not a 12 month period to produce an annual figure</b>			31				
Division of gross adjusted premiums amount sub-total I (or adjusted sub-total I if appropriate)	x 0.18		32	15861		15337	
	Excess (if any) over 57.5M EURO x 0.02		33	758		705	
<b>Sub-total J (32-33)</b>			34	15103		14632	
Claims paid in period of 3 financial years			41	210064		218823	
Claims outstanding carried forward at the end of the 3 year period	For insurance business accounted for on an underwriting year basis		42	20841		31782	
	For insurance business accounted for on an accident year basis		43	8724		7846	
Claims outstanding brought forward at the beginning of the 3 year period	For insurance business accounted for on an underwriting year basis		44	33788		31954	
	For insurance business accounted for on an accident year basis		45	7133		7380	
<b>Sub-total C (41+42+43-44-45)</b>			46	198707		219117	
Amounts recoverable from reinsurers in respect of claims included in Sub-total C			47	7550		26738	
<b>Sub-total D (46-47)</b>			48	191157		192379	
<b>Reinsurance Ratio (Sub-total D / sub-total C or, if more, 0.50 or, if less, 1.00)</b>			49	0.96		0.88	
<b>Premiums amount (Sub-total J x reinsurance ratio)</b>			50	14529		12846	
Provision for claims outstanding (before discounting and net of reinsurance)			51	24860		32148	
Provision for claims outstanding (before discounting and gross of reinsurance) if both 51.1 and 51.2 are zero, otherwise zero			52				
<b>Brought forward amount (See instruction 4)</b>			53	16329		21115	
Greater of lines 50 and 53			54	16329		21115	

**Calculation of general insurance capital requirement - claims amount and result**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

General insurance business

		Company registration number	GL/ UK/ CM	day month year			Units	
		R12	15454	GL	31	12	2011	£000
				This financial year 1			Previous year 2	
Reference period (No. of months) See INSPRU 1.1.63R				11	36			36
Claims paid in reference period				21	67251			57531
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	111393			116562
Claims outstanding brought forward at the beginning of the reference period	For insurance business accounted for on an underwriting year basis			24	1008			3150
	For insurance business accounted for on an accident year basis			25	113960			101602
Claims incurred in reference period (21+22+23-24-25)				26	63676			69340
Claims incurred for classes 11, 12 or 13 (included in 26)				27	13433			28811
Claims incurred for "actuarial health insurance" (included in 26)				28				
<b>Sub-total E (26 +1/2 27 - 2/3 28)</b>				29	70393			83746
<b>Sub-total F - Conversion of sub-total E to annual figure (multiply by 12 and divide by number of months in the reference period)</b>				31	23464			27915
Division of sub-total F (gross adjusted claims amount)	x 0.26			32	6101			7258
	Excess (if any) over 40.3M EURO x 0.03			33				
<b>Sub-total G (32-33)</b>				39	6101			7258
<b>Claims amount Sub-total G x reinsurance ratio (11.49)</b>				41	3050			3629
Higher of premiums amount and brought forward amount (11.54)				42	3629			3367
<b>General insurance capital requirement (higher of lines 41 and 42)</b>				43	3629			3629

**Calculation of general insurance capital requirement - claims amount and result**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

Long term insurance business

		Company registration number	GL/ UK/ CM	day month year			Units	
		R12	15454	GL	31	12	2011	£000
				This financial year 1			Previous year 2	
Reference period (No. of months) See INSPRU 1.1.63R			11	36			36	
Claims paid in reference period			21	210064			218823	
Claims outstanding carried forward at the end of the reference period	For insurance business accounted for on an underwriting year basis		22	20841			31782	
	For insurance business accounted for on an accident year basis		23	8724			7846	
Claims outstanding brought forward at the beginning of the reference period	For insurance business accounted for on an underwriting year basis		24	33788			31954	
	For insurance business accounted for on an accident year basis		25	7133			7380	
Claims incurred in reference period (21+22+23-24-25)			26	198707			219117	
Claims incurred for classes 11, 12 or 13 (included in 26)			27					
Claims incurred for "actuarial health insurance" (included in 26)			28	136668			118847	
<b>Sub-total E (26 +1/2 27 - 2/3 28)</b>			29	107595			139886	
<b>Sub-total F - Conversion of sub-total E to annual figure (multiply by 12 and divide by number of months in the reference period)</b>			31	35865			46629	
Division of sub-total F (gross adjusted claims amount)	x 0.26		32	9325			12123	
	Excess (if any) over 40.3M EURO x 0.03		33	20			349	
<b>Sub-total G (32-33)</b>			39	9305			11775	
<b>Claims amount Sub-total G x reinsurance ratio (11.49)</b>			41	8951			10338	
Higher of premiums amount and brought forward amount (11.54)			42	16329			21115	
<b>General insurance capital requirement (higher of lines 41 and 42)</b>			43	16329			21115	

**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Total other than long term insurance business assets**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
<b>R13</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>1</b>
						<b>As at end of this financial year</b>	<b>As at end of the previous year</b>
						<b>1</b>	<b>2</b>
Land and buildings			<b>11</b>				

**Investments in group undertakings and participating interests**

UK insurance dependants	Shares	<b>21</b>	678910	464206
	Debts and loans	<b>22</b>		
Other insurance dependants	Shares	<b>23</b>	70667	104339
	Debts and loans	<b>24</b>		
Non-insurance dependants	Shares	<b>25</b>	3099	3099
	Debts and loans	<b>26</b>		
Other group undertakings	Shares	<b>27</b>	47672	36814
	Debts and loans	<b>28</b>		
Participating interests	Shares	<b>29</b>		
	Debts and loans	<b>30</b>		

**Other financial investments**

Equity shares	<b>41</b>			
Other shares and other variable yield participations	<b>42</b>			
Holdings in collective investment schemes	<b>43</b>			
Rights under derivative contracts	<b>44</b>			
Fixed interest securities	Approved	<b>45</b>		
	Other	<b>46</b>		
Variable interest securities	Approved	<b>47</b>		
	Other	<b>48</b>		
Participation in investment pools	<b>49</b>			
Loans secured by mortgages	<b>50</b>	894835	857606	
Loans to public or local authorities and nationalised industries or undertakings	<b>51</b>			
Loans secured by policies of insurance issued by the company	<b>52</b>			
Other loans	<b>53</b>			
Bank and approved credit & financial institution deposits	One month or less withdrawal	<b>54</b>	1453	33363
	More than one month withdrawal	<b>55</b>	34995	25212
Other financial investments	<b>56</b>			
Deposits with ceding undertakings	<b>57</b>			
Assets held to match linked liabilities	Index linked	<b>58</b>		
	Property linked	<b>59</b>		

**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Total other than long term insurance business assets**

Company registration number	GL/UK/CM	day month year			Units	Category of assets
		R13	15454	GL		
					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	2057	1974
Claims outstanding	61	99285	105401
Provision for unexpired risks	62		
Other	63		

**Debtors and salvage**

Direct insurance business	Policyholders	71	
	Intermediaries	72	7406 6173
Salvage and subrogation recoveries		73	
Reinsurance	Accepted	74	
	Ceded	75	25 80
Dependants	due in 12 months or less	76	
	due in more than 12 months	77	
Other	due in 12 months or less	78	1008384 1052193
	due in more than 12 months	79	8968

**Other assets**

Tangible assets	80	78	9
Deposits not subject to time restriction on withdrawal with approved institutions	81	263795	272544
Cash in hand	82		
Other assets (particulars to be specified by way of supplementary note)	83		
Accrued interest and rent	84	65	
Deferred acquisition costs (general business only)	85	7099	6747
Other prepayments and accrued income	86	2511	2481

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	3122337	2981209
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**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Total other than long term insurance business assets**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
R13	15454	GL	31	12	2011	£000	1
					As at end of this financial year	As at end of the previous year	
					1	2	

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

Total admissible assets after deduction of admissible assets in excess of market risk and counterparty limits (as per line 89 above)	<b>91</b>	3122337	2981209
Admissible assets in excess of market and counterparty limits	<b>92</b>	1030	1043
Inadmissible assets directly held	<b>93</b>	1142	1133
Capital resources requirement deduction of regulated related undertakings	<b>94</b>	847294	776749
Ineligible surplus capital and restricted assets in regulated related insurance undertakings	<b>95</b>		
Inadmissible assets of regulated related undertakings	<b>96</b>	3873	4642
Book value of related ancillary services undertakings	<b>97</b>	2750	2750
Other differences in the valuation of assets (other than for assets not valued above)	<b>98</b>	821064	667045
Deferred acquisition costs excluded from line 89	<b>99</b>		
Reinsurers' share of technical provisions excluded from line 89	<b>100</b>		
Other asset adjustments (may be negative)	<b>101</b>		227
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)	<b>102</b>	4799490	4434799
Amounts included in line 89 attributable to debts due from related insurers, other than those under contracts of insurance or reinsurance	<b>103</b>		



**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Total long term insurance business assets**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
<b>R13</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>10</b>
					<b>As at end of this financial year</b>	<b>As at end of the previous year</b>	
					<b>1</b>	<b>2</b>	
Land and buildings			<b>11</b>		6329332	6223985	

**Investments in group undertakings and participating interests**

UK insurance dependants	Shares	<b>21</b>	777966	622350
	Debts and loans	<b>22</b>		
Other insurance dependants	Shares	<b>23</b>		
	Debts and loans	<b>24</b>		
Non-insurance dependants	Shares	<b>25</b>	1288607	1307673
	Debts and loans	<b>26</b>	759102	917194
Other group undertakings	Shares	<b>27</b>		
	Debts and loans	<b>28</b>		
Participating interests	Shares	<b>29</b>		
	Debts and loans	<b>30</b>		

**Other financial investments**

Equity shares	<b>41</b>	20586194	24465122	
Other shares and other variable yield participations	<b>42</b>			
Holdings in collective investment schemes	<b>43</b>	7672284	8245951	
Rights under derivative contracts	<b>44</b>	1176007	599671	
Fixed interest securities	Approved	<b>45</b>	8347646	6888746
	Other	<b>46</b>	35542285	27807034
Variable interest securities	Approved	<b>47</b>	110800	
	Other	<b>48</b>	2765777	2534823
Participation in investment pools	<b>49</b>	1991506	1583279	
Loans secured by mortgages	<b>50</b>	1107706	364847	
Loans to public or local authorities and nationalised industries or undertakings	<b>51</b>	1615		
Loans secured by policies of insurance issued by the company	<b>52</b>	98865	88055	
Other loans	<b>53</b>	797500	914830	
Bank and approved credit & financial institution deposits	One month or less withdrawal	<b>54</b>	7040866	6995538
	More than one month withdrawal	<b>55</b>	2735	2832
Other financial investments	<b>56</b>	6520	6850	
Deposits with ceding undertakings	<b>57</b>	2803044	2559587	
Assets held to match linked liabilities	Index linked	<b>58</b>	1114363	541596
	Property linked	<b>59</b>	9145617	9790578

**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Total long term insurance business assets**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets
<b>R13</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>
					<b>10</b>	
					<b>As at end of this financial year</b>	<b>As at end of the previous year</b>
					<b>1</b>	<b>2</b>

**Reinsurers' share of technical provisions**

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

**Debtors and salvage**

Direct insurance business	Policyholders	<b>71</b>	34223	32291
	Intermediaries	<b>72</b>	11123	11903
Salvage and subrogation recoveries		<b>73</b>		
Reinsurance	Accepted	<b>74</b>	11834	652
	Ceded	<b>75</b>	12417	8758
Dependants	due in 12 months or less	<b>76</b>		
	due in more than 12 months	<b>77</b>	1889	1653
Other	due in 12 months or less	<b>78</b>	581319	594114
	due in more than 12 months	<b>79</b>	46894	63873

**Other assets**

Tangible assets	<b>80</b>	6821	5712
Deposits not subject to time restriction on withdrawal with approved institutions	<b>81</b>	554369	190518
Cash in hand	<b>82</b>		
Other assets (particulars to be specified by way of supplementary note)	<b>83</b>		
Accrued interest and rent	<b>84</b>	929827	786132
Deferred acquisition costs (general business only)	<b>85</b>		
Other prepayments and accrued income	<b>86</b>	32251	25499

Deductions from the aggregate value of assets	<b>87</b>		
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Grand total of admissible assets after deduction of admissible assets in excess of market risk and counterparty limits (11 to 86 less 87)	<b>89</b>	111689303	104181645
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**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Total long term insurance business assets**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
R13	15454	GL	31	12	2011	£000	10
					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)	<b>91</b>	111689303	104181645
Admissible assets in excess of market and counterparty limits	<b>92</b>	4676	
Inadmissible assets directly held	<b>93</b>	312076	290639
Capital resources requirement deduction of regulated related undertakings	<b>94</b>	234183	528160
Ineligible surplus capital and restricted assets in regulated related insurance undertakings	<b>95</b>		
Inadmissible assets of regulated related undertakings	<b>96</b>	1577	8372
Book value of related ancillary services undertakings	<b>97</b>		
Other differences in the valuation of assets (other than for assets not valued above)	<b>98</b>	480216	722087
Deferred acquisition costs excluded from line 89	<b>99</b>	181639	179968
Reinsurers' share of technical provisions excluded from line 89	<b>100</b>	11115067	17057320
Other asset adjustments (may be negative)	<b>101</b>	210138	75898
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)	<b>102</b>	124228876	123044088
Amounts included in line 89 attributable to debts due from related insurers, other than those under contracts of insurance or reinsurance	<b>103</b>	8416	2665

**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Scottish Amicable Insurance Fund**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
<b>R13</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>11</b>
					<b>As at end of this financial year</b>	<b>As at end of the previous year</b>	
					<b>1</b>	<b>2</b>	
Land and buildings			<b>11</b>		579356	672819	

**Investments in group undertakings and participating interests**

UK insurance dependants	Shares	<b>21</b>		
	Debts and loans	<b>22</b>		
Other insurance dependants	Shares	<b>23</b>		
	Debts and loans	<b>24</b>		
Non-insurance dependants	Shares	<b>25</b>	167355	164158
	Debts and loans	<b>26</b>	116985	114706
Other group undertakings	Shares	<b>27</b>		
	Debts and loans	<b>28</b>		
Participating interests	Shares	<b>29</b>		
	Debts and loans	<b>30</b>		

**Other financial investments**

Equity shares	<b>41</b>	2270067	2832639	
Other shares and other variable yield participations	<b>42</b>			
Holdings in collective investment schemes	<b>43</b>	183959	272277	
Rights under derivative contracts	<b>44</b>	59666	39417	
Fixed interest securities	Approved	<b>45</b>	814202	901576
	Other	<b>46</b>	3269272	3540720
Variable interest securities	Approved	<b>47</b>		
	Other	<b>48</b>	277649	328178
Participation in investment pools	<b>49</b>	209882	215806	
Loans secured by mortgages	<b>50</b>	30308	22368	
Loans to public or local authorities and nationalised industries or undertakings	<b>51</b>			
Loans secured by policies of insurance issued by the company	<b>52</b>	8860	7735	
Other loans	<b>53</b>	91291	114360	
Bank and approved credit & financial institution deposits	One month or less withdrawal	<b>54</b>	667973	741348
	More than one month withdrawal	<b>55</b>		
Other financial investments	<b>56</b>			
Deposits with ceding undertakings	<b>57</b>			
Assets held to match linked liabilities	Index linked	<b>58</b>		
	Property linked	<b>59</b>		

**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Scottish Amicable Insurance Fund**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
R13	15454	GL	31	12	2011	£000	11
					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	1866	3726
	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	58296	60670
	due in more than 12 months	79		

**Other assets**

Tangible assets	80		
Deposits not subject to time restriction on withdrawal with approved institutions	81	54081	130279
Cash in hand	82		
Other assets (particulars to be specified by way of supplementary note)	83		
Accrued interest and rent	84	80920	84585
Deferred acquisition costs (general business only)	85		
Other prepayments and accrued income	86	4479	4462

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	8946467	10251829
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**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Scottish Amicable Insurance Fund**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
R13	15454	GL	31	12	2011	£000	11
					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	8946467	10251829
Admissible assets in excess of market and counterparty limits	92		
Inadmissible assets directly held	93	1298	1000
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	12768	8520
Deferred acquisition costs excluded from line 89	99		
Reinsurers' share of technical provisions excluded from line 89	100	468598	466809
Other asset adjustments (may be negative)	101	27185	4678
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	9456317	10732836
Amounts included in line 89 attributable to debts due from related insurers, other than those under contracts of insurance or reinsurance	103		

**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **With-Profits Sub-Fund**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
<b>R13</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>12</b>
					<b>As at end of this financial year</b>	<b>As at end of the previous year</b>	
					<b>1</b>	<b>2</b>	
Land and buildings			<b>11</b>		5246292	5063326	

**Investments in group undertakings and participating interests**

UK insurance dependants	Shares	<b>21</b>	777966	622350
	Debts and loans	<b>22</b>		
Other insurance dependants	Shares	<b>23</b>		
	Debts and loans	<b>24</b>		
Non-insurance dependants	Shares	<b>25</b>	1121252	1143515
	Debts and loans	<b>26</b>	642116	802488
Other group undertakings	Shares	<b>27</b>		
	Debts and loans	<b>28</b>		
Participating interests	Shares	<b>29</b>		
	Debts and loans	<b>30</b>		

**Other financial investments**

Equity shares	<b>41</b>	17471480	20571369	
Other shares and other variable yield participations	<b>42</b>			
Holdings in collective investment schemes	<b>43</b>	6599527	7136177	
Rights under derivative contracts	<b>44</b>	976764	448280	
Fixed interest securities	Approved	<b>45</b>	6487768	5091755
	Other	<b>46</b>	29036370	21401806
Variable interest securities	Approved	<b>47</b>	110800	
	Other	<b>48</b>	2447670	2133472
Participation in investment pools	<b>49</b>	1781624	1367473	
Loans secured by mortgages	<b>50</b>	797687	114951	
Loans to public or local authorities and nationalised industries or undertakings	<b>51</b>	1615		
Loans secured by policies of insurance issued by the company	<b>52</b>	84795	80103	
Other loans	<b>53</b>	706002	799648	
Bank and approved credit & financial institution deposits	One month or less withdrawal	<b>54</b>	5964047	5736349
	More than one month withdrawal	<b>55</b>		
Other financial investments	<b>56</b>			
Deposits with ceding undertakings	<b>57</b>			
Assets held to match linked liabilities	Index linked	<b>58</b>	486016	3982
	Property linked	<b>59</b>		

**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **With-Profits Sub-Fund**

	Company registration number	GL/UK/CM	day month year			Units	Category of assets
	R13	15454	GL	31	12	2011	£000
						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	22011	21712
	Intermediaries	72	9846	6669
Salvage and subrogation recoveries		73		
Reinsurance	Accepted	74		
	Ceded	75	8289	3708
Dependants	due in 12 months or less	76		
	due in more than 12 months	77	1889	1653
Other	due in 12 months or less	78	434235	436562
	due in more than 12 months	79	25639	26267

**Other assets**

Tangible assets	80	6821	5712
Deposits not subject to time restriction on withdrawal with approved institutions	81	421893	
Cash in hand	82		
Other assets (particulars to be specified by way of supplementary note)	83		
Accrued interest and rent	84	778479	641246
Deferred acquisition costs (general business only)	85		
Other prepayments and accrued income	86	10379	4444

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	82459274	73665017
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**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **With-Profits Sub-Fund**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
R13	15454	GL	31	12	2011	£000	12
					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)	<b>91</b>	82459274	73665017
Admissible assets in excess of market and counterparty limits	<b>92</b>	4676	
Inadmissible assets directly held	<b>93</b>	191597	159218
Capital resources requirement deduction of regulated related undertakings	<b>94</b>	234183	528160
Ineligible surplus capital and restricted assets in regulated related insurance undertakings	<b>95</b>		
Inadmissible assets of regulated related undertakings	<b>96</b>	1577	8372
Book value of related ancillary services undertakings	<b>97</b>		
Other differences in the valuation of assets (other than for assets not valued above)	<b>98</b>	467477	713567
Deferred acquisition costs excluded from line 89	<b>99</b>	6273	12944
Reinsurers' share of technical provisions excluded from line 89	<b>100</b>	7677077	13984824
Other asset adjustments (may be negative)	<b>101</b>	179310	70900
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)	<b>102</b>	91221444	89143003
Amounts included in line 89 attributable to debts due from related insurers, other than those under contracts of insurance or reinsurance	<b>103</b>	2482	1626

**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Defined Charge Participating Sub-Fund**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
<b>R13</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>13</b>
					<b>As at end of this financial year</b>	<b>As at end of the previous year</b>	
					<b>1</b>	<b>2</b>	
Land and buildings			<b>11</b>		248878	232764	

**Investments in group undertakings and participating interests**

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

**Other financial investments**

Equity shares	<b>41</b>	840533	1055556	
Other shares and other variable yield participations	<b>42</b>			
Holdings in collective investment schemes	<b>43</b>	575238	649191	
Rights under derivative contracts	<b>44</b>	347	1078	
Fixed interest securities	Approved	<b>45</b>	1316	43
	Other	<b>46</b>	1146600	1035612
Variable interest securities	Approved	<b>47</b>		
	Other	<b>48</b>	517	447
Participation in investment pools	<b>49</b>			
Loans secured by mortgages	<b>50</b>			
Loans to public or local authorities and nationalised industries or undertakings	<b>51</b>			
Loans secured by policies of insurance issued by the company	<b>52</b>			
Other loans	<b>53</b>	207	822	
Bank and approved credit & financial institution deposits	One month or less withdrawal	<b>54</b>	156482	151113
	More than one month withdrawal	<b>55</b>	2735	2832
Other financial investments	<b>56</b>			
Deposits with ceding undertakings	<b>57</b>			
Assets held to match linked liabilities	Index linked	<b>58</b>		
	Property linked	<b>59</b>		

**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Defined Charge Participating Sub-Fund**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
R13	15454	GL	31	12	2011	£000	13
					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	344	388
	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	9772	16305
	due in more than 12 months	79		

**Other assets**

Tangible assets	80		
Deposits not subject to time restriction on withdrawal with approved institutions	81	5138	1210
Cash in hand	82		
Other assets (particulars to be specified by way of supplementary note)	83		
Accrued interest and rent	84	2309	1147
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	2990416	3148507
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**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Defined Charge Participating Sub-Fund**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
R13	15454	GL	31	12	2011	£000	13
					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	2990416	3148507
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	(29)	
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	3643	322
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	2994031	3148828
Amounts included in line 89 attributable to debts due from related insurers, other than those under contracts of insurance or reinsurance	103		

**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Non-Profit Sub-Fund**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
<b>R13</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>14</b>
					<b>As at end of this financial year</b>	<b>As at end of the previous year</b>	
					<b>1</b>	<b>2</b>	
Land and buildings			<b>11</b>		254806	255076	

**Investments in group undertakings and participating interests**

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

**Other financial investments**

Equity shares	<b>41</b>	4114	5559	
Other shares and other variable yield participations	<b>42</b>			
Holdings in collective investment schemes	<b>43</b>	313559	188305	
Rights under derivative contracts	<b>44</b>	139230	110896	
Fixed interest securities	Approved	<b>45</b>	1044360	895372
	Other	<b>46</b>	2090042	1828896
Variable interest securities	Approved	<b>47</b>		
	Other	<b>48</b>	39941	72726
Participation in investment pools	<b>49</b>			
Loans secured by mortgages	<b>50</b>	279711	227528	
Loans to public or local authorities and nationalised industries or undertakings	<b>51</b>			
Loans secured by policies of insurance issued by the company	<b>52</b>	5210	217	
Other loans	<b>53</b>			
Bank and approved credit & financial institution deposits	One month or less withdrawal	<b>54</b>	252365	366728
	More than one month withdrawal	<b>55</b>		
Other financial investments	<b>56</b>	6520	6850	
Deposits with ceding undertakings	<b>57</b>	2803044	2559587	
Assets held to match linked liabilities	Index linked	<b>58</b>	628346	537614
	Property linked	<b>59</b>	9145617	9790578

**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Non-Profit Sub-Fund**

Company registration number	GL/UK/CM	day month year			Units	Category of assets
		R13	15454	GL		
					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	10002	6465
	Intermediaries	72	1277	5234
Salvage and subrogation recoveries		73		
Reinsurance	Accepted	74	11834	652
	Ceded	75	4128	5050
Dependants	due in 12 months or less	76		
	due in more than 12 months	77		
Other	due in 12 months or less	78	79015	80577
	due in more than 12 months	79	21255	37606

**Other assets**

Tangible assets	80		
Deposits not subject to time restriction on withdrawal with approved institutions	81	73257	59029
Cash in hand	82		
Other assets (particulars to be specified by way of supplementary note)	83		
Accrued interest and rent	84	68119	59154
Deferred acquisition costs (general business only)	85		
Other prepayments and accrued income	86	17393	16593

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	17293146	17116291
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**Analysis of admissible assets**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Non-Profit Sub-Fund**

Company registration number	GL/UK/CM	day	month	year	Units	Category of assets	
R13	15454	GL	31	12	2011	£000	14
					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	17293146	17116291
Admissible assets in excess of market and counterparty limits	92		
Inadmissible assets directly held	93	119181	130420
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	175365	167024
Reinsurers' share of technical provisions excluded from line 89	100	2969390	2605687
Other asset adjustments (may be negative)	101		(2)
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	20557083	20019420
Amounts included in line 89 attributable to debts due from related insurers, other than those under contracts of insurance or reinsurance	103	5934	1039

**Long term insurance business liabilities and margins**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Total business/Sub fund **Summary**Units **£000**

As at end of this financial year	As at end of the previous year
1	2

Mathematical reserves, after distribution of surplus	<b>11</b>	88810346	80794583	
Cash bonuses which had not been paid to policyholders prior to end of the financial year	<b>12</b>	3790	3760	
Balance of surplus/(valuation deficit)	<b>13</b>	180911	140098	
Long term insurance business fund carried forward (11 to 13)	<b>14</b>	88995047	80938441	
Claims outstanding	Gross	<b>15</b>	426311	355956
	Reinsurers' share	<b>16</b>	4891	4399
	Net (15-16)	<b>17</b>	421419	351556
Provisions	Taxation	<b>21</b>	392674	711148
	Other risks and charges	<b>22</b>	28197	42986
Deposits received from reinsurers	<b>23</b>			
Creditors	Direct insurance business	<b>31</b>	96812	103621
	Reinsurance accepted	<b>32</b>	7495	11481
	Reinsurance ceded	<b>33</b>	40511	16179
Debenture loans	Secured	<b>34</b>		
	Unsecured	<b>35</b>		
Amounts owed to credit institutions	<b>36</b>	45487	46130	
Creditors	Taxation	<b>37</b>	346263	254731
	Other	<b>38</b>	3216063	2901028
Accruals and deferred income	<b>39</b>	131829	175148	
Provision for "reasonably foreseeable adverse variations"	<b>41</b>			
Total other insurance and non-insurance liabilities (17 to 41)	<b>49</b>	4726750	4614008	
Excess of the value of net admissible assets	<b>51</b>	17967507	18629196	
Total liabilities and margins	<b>59</b>	111689304	104181645	

Amounts included in line 59 attributable to liabilities to related companies, other than those under contracts of insurance or reinsurance	<b>61</b>	443718	175869
Amounts included in line 59 attributable to liabilities in respect of property linked benefits	<b>62</b>	9145617	9790578

Total liabilities (11+12+49)	<b>71</b>	93540886	85412351
Increase to liabilities - DAC related	<b>72</b>	31177	39742
Reinsurers' share of technical provisions	<b>73</b>	11115065	17057320
Other adjustments to liabilities (may be negative)	<b>74</b>	9652279	9783297
Capital and reserves and fund for future appropriations	<b>75</b>	9889469	10751377
Total liabilities under insurance accounts rules or international accounting standards as applicable to the firm for the purpose of its external financial reporting (71 to 75)	<b>76</b>	124228876	123044088



**Long term insurance business liabilities and margins**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Total business/Sub fund **Scottish Amicable Insurance Fund**Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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Mathematical reserves, after distribution of surplus	<b>11</b>	7197811	7784852	
Cash bonuses which had not been paid to policyholders prior to end of the financial year	<b>12</b>			
Balance of surplus/(valuation deficit)	<b>13</b>			
Long term insurance business fund carried forward (11 to 13)	<b>14</b>	7197811	7784852	
Claims outstanding	Gross	<b>15</b>	99504	90567
	Reinsurers' share	<b>16</b>	101	156
	Net (15-16)	<b>17</b>	99402	90411
Provisions	Taxation	<b>21</b>	39844	78734
	Other risks and charges	<b>22</b>	1000	1000
Deposits received from reinsurers	<b>23</b>			
Creditors	Direct insurance business	<b>31</b>	467	420
	Reinsurance accepted	<b>32</b>		
	Reinsurance ceded	<b>33</b>		
Debenture loans	Secured	<b>34</b>		
	Unsecured	<b>35</b>		
Amounts owed to credit institutions	<b>36</b>			
Creditors	Taxation	<b>37</b>	23513	26761
	Other	<b>38</b>	333818	385007
Accruals and deferred income	<b>39</b>	9833	15509	
Provision for "reasonably foreseeable adverse variations"	<b>41</b>			
Total other insurance and non-insurance liabilities (17 to 41)	<b>49</b>	507877	597843	
Excess of the value of net admissible assets	<b>51</b>	1240780	1869134	
Total liabilities and margins	<b>59</b>	8946467	10251829	

Amounts included in line 59 attributable to liabilities to related companies, other than those under contracts of insurance or reinsurance	<b>61</b>	104300	104300
Amounts included in line 59 attributable to liabilities in respect of property linked benefits	<b>62</b>		

Total liabilities (11+12+49)	<b>71</b>	7705688	8382695
Increase to liabilities - DAC related	<b>72</b>		
Reinsurers' share of technical provisions	<b>73</b>	468598	466809
Other adjustments to liabilities (may be negative)	<b>74</b>	1282031	1883332
Capital and reserves and fund for future appropriations	<b>75</b>		
Total liabilities under insurance accounts rules or international accounting standards as applicable to the firm for the purpose of its external financial reporting (71 to 75)	<b>76</b>	9456317	10732836

**Long term insurance business liabilities and margins**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Total business/Sub fund **With-Profits Sub-Fund**Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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Mathematical reserves, after distribution of surplus	<b>11</b>	62372048	53718547	
Cash bonuses which had not been paid to policyholders prior to end of the financial year	<b>12</b>	3790	3760	
Balance of surplus/(valuation deficit)	<b>13</b>			
Long term insurance business fund carried forward (11 to 13)	<b>14</b>	62375838	53722307	
Claims outstanding	Gross	<b>15</b>	222071	165076
	Reinsurers' share	<b>16</b>	1899	1135
	Net (15-16)	<b>17</b>	220172	163941
Provisions	Taxation	<b>21</b>	404526	641938
	Other risks and charges	<b>22</b>	20600	34300
Deposits received from reinsurers	<b>23</b>			
Creditors	Direct insurance business	<b>31</b>	76096	64600
	Reinsurance accepted	<b>32</b>		
	Reinsurance ceded	<b>33</b>	6532	14829
Debenture loans	Secured	<b>34</b>		
	Unsecured	<b>35</b>		
Amounts owed to credit institutions	<b>36</b>	45487	46130	
Creditors	Taxation	<b>37</b>	308682	216404
	Other	<b>38</b>	2155496	1877307
Accruals and deferred income	<b>39</b>	121996	159638	
Provision for "reasonably foreseeable adverse variations"	<b>41</b>			
Total other insurance and non-insurance liabilities (17 to 41)	<b>49</b>	3359587	3219088	
Excess of the value of net admissible assets	<b>51</b>	16723850	16723623	
Total liabilities and margins	<b>59</b>	82459274	73665017	

Amounts included in line 59 attributable to liabilities to related companies, other than those under contracts of insurance or reinsurance	<b>61</b>	50101	71062
Amounts included in line 59 attributable to liabilities in respect of property linked benefits	<b>62</b>		

Total liabilities (11+12+49)	<b>71</b>	65735424	56941394
Increase to liabilities - DAC related	<b>72</b>	1255	2589
Reinsurers' share of technical provisions	<b>73</b>	7677077	13984824
Other adjustments to liabilities (may be negative)	<b>74</b>	8522663	7929963
Capital and reserves and fund for future appropriations	<b>75</b>	9285025	10284233
Total liabilities under insurance accounts rules or international accounting standards as applicable to the firm for the purpose of its external financial reporting (71 to 75)	<b>76</b>	91221444	89143003

**Long term insurance business liabilities and margins**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Total business/Sub fund **Defined Charge Participating Sub-Fund**Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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Mathematical reserves, after distribution of surplus	<b>11</b>	2943096	3089849	
Cash bonuses which had not been paid to policyholders prior to end of the financial year	<b>12</b>			
Balance of surplus/(valuation deficit)	<b>13</b>			
Long term insurance business fund carried forward (11 to 13)	<b>14</b>	2943096	3089849	
Claims outstanding	Gross	<b>15</b>	1464	625
	Reinsurers' share	<b>16</b>		
	Net (15-16)	<b>17</b>	1464	625
Provisions	Taxation	<b>21</b>		
	Other risks and charges	<b>22</b>		
Deposits received from reinsurers	<b>23</b>			
Creditors	Direct insurance business	<b>31</b>		
	Reinsurance accepted	<b>32</b>		
	Reinsurance ceded	<b>33</b>		
Debenture loans	Secured	<b>34</b>		
	Unsecured	<b>35</b>		
Amounts owed to credit institutions	<b>36</b>			
Creditors	Taxation	<b>37</b>	164	151
	Other	<b>38</b>	42815	21443
Accruals and deferred income	<b>39</b>			
Provision for "reasonably foreseeable adverse variations"	<b>41</b>			
Total other insurance and non-insurance liabilities (17 to 41)	<b>49</b>	44443	22219	
Excess of the value of net admissible assets	<b>51</b>	2877	36439	
Total liabilities and margins	<b>59</b>	2990416	3148507	

Amounts included in line 59 attributable to liabilities to related companies, other than those under contracts of insurance or reinsurance	<b>61</b>	1089	
Amounts included in line 59 attributable to liabilities in respect of property linked benefits	<b>62</b>		

Total liabilities (11+12+49)	<b>71</b>	2987539	3112068
Increase to liabilities - DAC related	<b>72</b>		
Reinsurers' share of technical provisions	<b>73</b>		
Other adjustments to liabilities (may be negative)	<b>74</b>	6492	12650
Capital and reserves and fund for future appropriations	<b>75</b>		24111
Total liabilities under insurance accounts rules or international accounting standards as applicable to the firm for the purpose of its external financial reporting (71 to 75)	<b>76</b>	2994031	3148828

**Long term insurance business liabilities and margins**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Total business/Sub fund **Non-Profit Sub-Fund**Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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Mathematical reserves, after distribution of surplus	<b>11</b>	16297391	16201334	
Cash bonuses which had not been paid to policyholders prior to end of the financial year	<b>12</b>			
Balance of surplus/(valuation deficit)	<b>13</b>	180911	140098	
Long term insurance business fund carried forward (11 to 13)	<b>14</b>	16478302	16341432	
Claims outstanding	Gross	<b>15</b>	103272	99688
	Reinsurers' share	<b>16</b>	2891	3109
	Net (15-16)	<b>17</b>	100381	96579
Provisions	Taxation	<b>21</b>	(51697)	(9524)
	Other risks and charges	<b>22</b>	6597	7686
Deposits received from reinsurers	<b>23</b>			
Creditors	Direct insurance business	<b>31</b>	20250	38601
	Reinsurance accepted	<b>32</b>	7495	11481
	Reinsurance ceded	<b>33</b>	33979	1349
Debenture loans	Secured	<b>34</b>		
	Unsecured	<b>35</b>		
Amounts owed to credit institutions	<b>36</b>			
Creditors	Taxation	<b>37</b>	13904	11416
	Other	<b>38</b>	683934	617272
Accruals and deferred income	<b>39</b>			
Provision for "reasonably foreseeable adverse variations"	<b>41</b>			
Total other insurance and non-insurance liabilities (17 to 41)	<b>49</b>	814844	774859	
Excess of the value of net admissible assets	<b>51</b>			
Total liabilities and margins	<b>59</b>	17293146	17116291	

Amounts included in line 59 attributable to liabilities to related companies, other than those under contracts of insurance or reinsurance	<b>61</b>	288228	507
Amounts included in line 59 attributable to liabilities in respect of property linked benefits	<b>62</b>	9145617	9790578

Total liabilities (11+12+49)	<b>71</b>	17112235	16976193
Increase to liabilities - DAC related	<b>72</b>	29922	37154
Reinsurers' share of technical provisions	<b>73</b>	2969390	2605687
Other adjustments to liabilities (may be negative)	<b>74</b>	(158907)	(42647)
Capital and reserves and fund for future appropriations	<b>75</b>	604444	443034
Total liabilities under insurance accounts rules or international accounting standards as applicable to the firm for the purpose of its external financial reporting (71 to 75)	<b>76</b>	20557083	20019420

**Liabilities (other than long term insurance business)**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

	Company registration number	GL/ UK/ CM	day month year			Units	
	<b>R15</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>
				<b>As at end of this financial year 1</b>		<b>As at end of the previous year 2</b>	

**Technical provisions (gross amount)**

Provisions for unearned premiums	<b>11</b>	19764	18327
Claims outstanding	<b>12</b>	111829	116403
Provision for unexpired risks	<b>13</b>	391	378
Equalisation provisions	Credit business	<b>14</b>	
	Other than credit business	<b>15</b>	750 707
Other technical provisions	<b>16</b>		
Total gross technical provisions (11 to 16)	<b>19</b>	132734	135815

**Provisions and creditors**

Provisions	Taxation	<b>21</b>		
	Other risks and charges	<b>22</b>	4026	11981
Deposits received from reinsurers	<b>31</b>			
Creditors	Direct insurance business	<b>41</b>	2651	2269
	Reinsurance accepted	<b>42</b>		
	Reinsurance ceded	<b>43</b>	1095	770
Debenture loans	Secured	<b>44</b>		
	Unsecured	<b>45</b>		
Amounts owed to credit institutions	<b>46</b>			
Creditors	Taxation	<b>47</b>	12505	
	Foreseeable dividend	<b>48</b>		
	Other	<b>49</b>	997934	1039045
Accruals and deferred income	<b>51</b>		2918	
Total (19 to 51)	<b>59</b>	1150946	1192798	
Provision for "reasonably foreseeable adverse variations"	<b>61</b>			
Cumulative preference share capital	<b>62</b>	1000	1000	
Subordinated loan capital	<b>63</b>			
Total (59 to 63)	<b>69</b>	1151946	1193798	

Amounts included in line 69 attributable to liabilities to related insurers, other than those under contracts of insurance or reinsurance	<b>71</b>	911701	1015767
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Amounts deducted from technical provisions for discounting	<b>82</b>		
Other adjustments (may be negative)	<b>83</b>	(2874)	(11409)
Capital and reserves	<b>84</b>	3650418	3252410
Total liabilities under insurance accounts rules or international accounting standards as applicable to the firm for the purpose of its external financial reporting (69-82+83+84)	<b>85</b>	4799490	4434799

**Profit and loss account (non-technical account)**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

		Company registration number	GL/ UK/ CM	day	month	year	Units	
		<b>R16</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>
				<b>This financial year</b>			<b>Previous year</b>	
				<b>1</b>			<b>2</b>	
Transfer (to)/from the general insurance business technical account	From Form 20		<b>11</b>			1745	7871	
	Equalisation provisions		<b>12</b>			(38)	(31)	
Transfer from the long term insurance business revenue account			<b>13</b>			170976	323815	
Investment income	Income		<b>14</b>			19076	45489	
	Value re-adjustments on investments		<b>15</b>			456289		
	Gains on the realisation of investments		<b>16</b>				564094	
Investment charges	Investment management charges, including interest		<b>17</b>			153	171	
	Value re-adjustments on investments		<b>18</b>				234951	
	Loss on the realisation of investments		<b>19</b>			9900		
Allocated investment return transferred to the general insurance business technical account			<b>20</b>					
Other income and charges (particulars to be specified by way of supplementary note)			<b>21</b>			15719	8356	
Profit or loss on ordinary activities before tax (11+12+13+14+15+16-17-18-19-20+21)			<b>29</b>			653713	714471	
Tax on profit or loss on ordinary activities			<b>31</b>			32268	(5613)	
Profit or loss on ordinary activities after tax (29-31)			<b>39</b>			621445	720084	
Extraordinary profit or loss (particulars to be specified by way of supplementary note)			<b>41</b>					
Tax on extraordinary profit or loss			<b>42</b>					
Other taxes not shown under the preceding items			<b>43</b>					
Profit or loss for the financial year (39+41-(42+43))			<b>49</b>			621445	720084	
Dividends (paid or foreseeable)			<b>51</b>			223440	800020	
Profit or loss retained for the financial year (49-51)			<b>59</b>			398006	(79936)	

**Analysis of derivative contracts**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Total other than long term insurance business assets**

		Company registration number	GL/ UK/ CM	day month year			Units	Category of assets	
		<b>R17</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>1</b>
<b>Derivative contracts</b>		Value as at the end of this financial year			Notional amount as at the end of this financial year				
		Assets <b>1</b>		Liabilities <b>2</b>		Bought / Long <b>3</b>		Sold / Short <b>4</b>	
Futures and contracts for differences	Fixed-interest securities	<b>11</b>							
	Interest rates	<b>12</b>							
	Inflation	<b>13</b>							
	Credit index / basket	<b>14</b>							
	Credit single name	<b>15</b>							
	Equity index	<b>16</b>							
	Equity stock	<b>17</b>							
	Land	<b>18</b>							
	Currencies	<b>19</b>							
	Mortality	<b>20</b>							
Other	<b>21</b>								
In the money options	Swaptions	<b>31</b>							
	Equity index calls	<b>32</b>							
	Equity stock calls	<b>33</b>							
	Equity index puts	<b>34</b>							
	Equity stock puts	<b>35</b>							
Other	<b>36</b>								
Out of the money options	Swaptions	<b>41</b>							
	Equity index calls	<b>42</b>							
	Equity stock calls	<b>43</b>							
	Equity index puts	<b>44</b>							
	Equity stock puts	<b>45</b>							
Other	<b>46</b>								
Total (11 to 46)		<b>51</b>							
Adjustment for variation margin		<b>52</b>							
Total (51 + 52)		<b>53</b>							

THE NOTIONAL AMOUNTS IN COLUMNS 3 AND 4 ARE NOT A MEASURE OF EXPOSURE.  
Please see instructions 11 and 12 to this Form for the meaning of these figures.

**Analysis of derivative contracts**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Total long term insurance business assets**

		Company registration number	GL/ UK/ CM	day month year			Units	Category of assets	
		R17	15454	GL	31	12	2011	£000	10
<b>Derivative contracts</b>		Value as at the end of this financial year			Notional amount as at the end of this financial year				
		Assets <b>1</b>		Liabilities <b>2</b>		Bought / Long <b>3</b>		Sold / Short <b>4</b>	
Futures and contracts for differences	Fixed-interest securities	<b>11</b>	32739	124997	2432392	6142430			
	Interest rates	<b>12</b>	124799	203654	2866042	2866042			
	Inflation	<b>13</b>							
	Credit index / basket	<b>14</b>		5842	99801	2085			
	Credit single name	<b>15</b>	32480	423	37836	519369			
	Equity index	<b>16</b>	6383	86061	822810	3768166			
	Equity stock	<b>17</b>							
	Land	<b>18</b>	19	4887	37500	37500			
	Currencies	<b>19</b>	629976	644574	25027480	25045961			
	Mortality	<b>20</b>							
	Other	<b>21</b>		153	67572	67725			
In the money options	Swaptions	<b>31</b>							
	Equity index calls	<b>32</b>	99934		925471				
	Equity stock calls	<b>33</b>	666		5761				
	Equity index puts	<b>34</b>							
	Equity stock puts	<b>35</b>							
	Other	<b>36</b>	319		627				
Out of the money options	Swaptions	<b>41</b>							
	Equity index calls	<b>42</b>							
	Equity stock calls	<b>43</b>	3817		67915				
	Equity index puts	<b>44</b>	281218			4055206			
	Equity stock puts	<b>45</b>							
	Other	<b>46</b>							
Total (11 to 46)		<b>51</b>	1212349	1070592	32391208	42504485			
Adjustment for variation margin		<b>52</b>	(36344)	(211242)					
Total (51 + 52)		<b>53</b>	1176006	859349					

THE NOTIONAL AMOUNTS IN COLUMNS 3 AND 4 ARE NOT A MEASURE OF EXPOSURE.  
Please see instructions 11 and 12 to this Form for the meaning of these figures.



**Analysis of derivative contracts**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Scottish Amicable Insurance Fund**

		Company registration number	GL/ UK/ CM	day month year			Units	Category of assets	
		R17	15454	GL	31	12	2011	£000	11
<b>Derivative contracts</b>		Value as at the end of this financial year			Notional amount as at the end of this financial year				
		Assets <b>1</b>		Liabilities <b>2</b>		Bought / Long <b>3</b>		Sold / Short <b>4</b>	
Futures and contracts for differences	Fixed-interest securities	<b>11</b>	1452	26211		207577		1210886	
	Interest rates	<b>12</b>	18686	25331		264937		264937	
	Inflation	<b>13</b>							
	Credit index / basket	<b>14</b>		520		11904			
	Credit single name	<b>15</b>	3887	69		6177		62030	
	Equity index	<b>16</b>	382	973		59930		38688	
	Equity stock	<b>17</b>							
	Land	<b>18</b>							
	Currencies	<b>19</b>	26078	19088		2739629		2731446	
	Mortality	<b>20</b>							
	Other	<b>21</b>		18		3576		3594	
In the money options	Swaptions	<b>31</b>							
	Equity index calls	<b>32</b>	10993			101802			
	Equity stock calls	<b>33</b>							
	Equity index puts	<b>34</b>							
	Equity stock puts	<b>35</b>							
	Other	<b>36</b>	22			47			
Out of the money options	Swaptions	<b>41</b>							
	Equity index calls	<b>42</b>							
	Equity stock calls	<b>43</b>							
	Equity index puts	<b>44</b>							
	Equity stock puts	<b>45</b>							
	Other	<b>46</b>							
Total (11 to 46)		<b>51</b>	61500	72210		3395579		4311581	
Adjustment for variation margin		<b>52</b>	(1834)	(27185)					
Total (51 + 52)		<b>53</b>	59666	45025					

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**Analysis of derivative contracts**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **With-Profits Sub-Fund**

		Company registration number	GL/ UK/ CM	day month year			Units	Category of assets	
		R17	15454	GL	31	12	2011	£000	12
<b>Derivative contracts</b>		Value as at the end of this financial year			Notional amount as at the end of this financial year				
		Assets <b>1</b>		Liabilities <b>2</b>		Bought / Long <b>3</b>		Sold / Short <b>4</b>	
Futures and contracts for differences	Fixed-interest securities	<b>11</b>	31192	95254	2205125	4798354			
	Interest rates	<b>12</b>	99372	177136	2181177	2181177			
	Inflation	<b>13</b>							
	Credit index / basket	<b>14</b>		3839	87897				
	Credit single name	<b>15</b>	28593	354	31659	457339			
	Equity index	<b>16</b>	5198	84976	689436	3727664			
	Equity stock	<b>17</b>							
	Land	<b>18</b>	19	4887	37500	37500			
	Currencies	<b>19</b>	471133	489141	21981470	22004996			
	Mortality	<b>20</b>							
	Other	<b>21</b>		135	63996	64131			
In the money options	Swaptions	<b>31</b>							
	Equity index calls	<b>32</b>	88941		823669				
	Equity stock calls	<b>33</b>	666		5761				
	Equity index puts	<b>34</b>							
	Equity stock puts	<b>35</b>							
	Other	<b>36</b>	293		572				
Out of the money options	Swaptions	<b>41</b>							
	Equity index calls	<b>42</b>							
	Equity stock calls	<b>43</b>	3817		67915				
	Equity index puts	<b>44</b>	281218			4055206			
	Equity stock puts	<b>45</b>							
	Other	<b>46</b>							
Total (11 to 46)		<b>51</b>	1010443	855721	28176178	37326367			
Adjustment for variation margin		<b>52</b>	(33680)	(180413)					
Total (51 + 52)		<b>53</b>	976763	675308					

THE NOTIONAL AMOUNTS IN COLUMNS 3 AND 4 ARE NOT A MEASURE OF EXPOSURE.  
Please see instructions 11 and 12 to this Form for the meaning of these figures.

**Analysis of derivative contracts**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Defined Charge Participating Sub-Fund**

		Company registration number	GL/ UK/ CM	day month year			Units	Category of assets	
		R17	15454	GL	31	12	2011	£000	13
<b>Derivative contracts</b>		Value as at the end of this financial year			Notional amount as at the end of this financial year				
		Assets <b>1</b>		Liabilities <b>2</b>		Bought / Long <b>3</b>		Sold / Short <b>4</b>	
Futures and contracts for differences	Fixed-interest securities	<b>11</b>	95	3533	19690	133190			
	Interest rates	<b>12</b>		1187	8108	8108			
	Inflation	<b>13</b>							
	Credit index / basket	<b>14</b>							
	Credit single name	<b>15</b>							
	Equity index	<b>16</b>	735	112	68760	1813			
	Equity stock	<b>17</b>							
	Land	<b>18</b>							
	Currencies	<b>19</b>	347	3328	149581	152561			
	Mortality	<b>20</b>							
	Other	<b>21</b>							
In the money options	Swaptions	<b>31</b>							
	Equity index calls	<b>32</b>							
	Equity stock calls	<b>33</b>							
	Equity index puts	<b>34</b>							
	Equity stock puts	<b>35</b>							
	Other	<b>36</b>							
Out of the money options	Swaptions	<b>41</b>							
	Equity index calls	<b>42</b>							
	Equity stock calls	<b>43</b>							
	Equity index puts	<b>44</b>							
	Equity stock puts	<b>45</b>							
	Other	<b>46</b>							
Total (11 to 46)		<b>51</b>	1176	8160	246138	295672			
Adjustment for variation margin		<b>52</b>	(829)	(3644)					
Total (51 + 52)		<b>53</b>	347	4516					

THE NOTIONAL AMOUNTS IN COLUMNS 3 AND 4 ARE NOT A MEASURE OF EXPOSURE.  
Please see instructions 11 and 12 to this Form for the meaning of these figures.

**Analysis of derivative contracts**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Category of assets **Non-Profit Sub-Fund**

		Company registration number	GL/ UK/ CM	day month year			Units	Category of assets	
		R17	15454	GL	31	12	2011	£000	14
<b>Derivative contracts</b>		Value as at the end of this financial year			Notional amount as at the end of this financial year				
		Assets <b>1</b>		Liabilities <b>2</b>		Bought / Long <b>3</b>		Sold / Short <b>4</b>	
Futures and contracts for differences	Fixed-interest securities	<b>11</b>							
	Interest rates	<b>12</b>	6741				411820	411820	
	Inflation	<b>13</b>							
	Credit index / basket	<b>14</b>				1483		2085	
	Credit single name	<b>15</b>							
	Equity index	<b>16</b>	68				4685		
	Equity stock	<b>17</b>							
	Land	<b>18</b>							
	Currencies	<b>19</b>	132418			133017	156800	156958	
	Mortality	<b>20</b>							
Other	<b>21</b>								
In the money options	Swaptions	<b>31</b>							
	Equity index calls	<b>32</b>							
	Equity stock calls	<b>33</b>							
	Equity index puts	<b>34</b>							
	Equity stock puts	<b>35</b>							
Other	<b>36</b>	4				8			
Out of the money options	Swaptions	<b>41</b>							
	Equity index calls	<b>42</b>							
	Equity stock calls	<b>43</b>							
	Equity index puts	<b>44</b>							
	Equity stock puts	<b>45</b>							
Other	<b>46</b>								
Total (11 to 46)		<b>51</b>	139230			134501	573313	570864	
Adjustment for variation margin		<b>52</b>							
Total (51 + 52)		<b>53</b>	139230			134501			

THE NOTIONAL AMOUNTS IN COLUMNS 3 AND 4 ARE NOT A MEASURE OF EXPOSURE.

Please see instructions 11 and 12 to this Form for the meaning of these figures.

**With-profits insurance capital component for the fund**Name of insurer **The Prudential Assurance Company Limited**With-profits fund **Summary**Financial year ended **31 December 2011**Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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**Regulatory excess capital**

Regulatory value of assets	Long-term admissible assets of the fund	<b>11</b>	94396157	87065353
	Implicit items allocated to the fund	<b>12</b>		
	Mathematical reserves in respect of the fund's non-profit insurance contracts	<b>13</b>	9251218	1450106
	Long-term admissible assets of the fund covering the LTICR of the fund's non-profit insurance contracts	<b>14</b>	427139	251790
	Long-term admissible assets of the fund covering the RCR of the fund's non-profit insurance contracts	<b>15</b>		
	Total (11+12-(13+14+15))	<b>19</b>	84717800	85363457
Regulatory value of liabilities	Mathematical reserves (after distribution of surplus) in respect of the fund's with-profits insurance contracts	<b>21</b>	63261736	63143142
	Regulatory current liabilities of the fund	<b>22</b>	3915697	3842910
	Total (21+22)	<b>29</b>	67177433	66986052
Long-term insurance capital requirement in respect of the fund's with-profits insurance contracts		<b>31</b>	2583947	2499148
Resilience capital requirement in respect of the fund's with-profits insurance contracts		<b>32</b>		
Sum of regulatory value of liabilities, LTICR and RCR (29+31+32)		<b>39</b>	69761380	69485200
Regulatory excess capital (19-39)		<b>49</b>	14956420	15878257

**Realistic excess capital**

Realistic excess capital	<b>51</b>	4027705	5072335
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**Excess assets allocated to with-profits insurance business**

Excess (deficiency) of assets allocated to with-profits insurance business in fund (49-51)	<b>61</b>	11043562	10893077
Face amount of capital instruments attributed to the fund and included in capital resources (unstressed)	<b>62</b>		
Realistic amount of capital instruments attributed to the fund and included in capital resources (stressed)	<b>63</b>		
Present value of future shareholder transfers arising from distribution of surplus	<b>64</b>	1369385	1803760
Present value of other future internal transfers not already taken into account	<b>65</b>		
With-profits insurance capital component for fund (if 62 exceeds 63, greater of 61+62-63-64-65 and zero, else greater of 61-64-65 and zero)	<b>66</b>	9674176	9089318

**With-profits insurance capital component for the fund**Name of insurer **The Prudential Assurance Company Limited**With-profits fund **Scottish Amicable Insurance Fund**Financial year ended **31 December 2011**Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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**Regulatory excess capital**

Regulatory value of assets	Long-term admissible assets of the fund	<b>11</b>	8946467	10251829
	Implicit items allocated to the fund	<b>12</b>		
	Mathematical reserves in respect of the fund's non-profit insurance contracts	<b>13</b>	251929	265527
	Long-term admissible assets of the fund covering the LTICR of the fund's non-profit insurance contracts	<b>14</b>	46619	47724
	Long-term admissible assets of the fund covering the RCR of the fund's non-profit insurance contracts	<b>15</b>		
	Total (11+12-(13+14+15))	<b>19</b>	8647919	9938578
Regulatory value of liabilities	Mathematical reserves (after distribution of surplus) in respect of the fund's with-profits insurance contracts	<b>21</b>	6945882	7519326
	Regulatory current liabilities of the fund	<b>22</b>	507877	597844
	Total (21+22)	<b>29</b>	7453758	8117169
Long-term insurance capital requirement in respect of the fund's with-profits insurance contracts		<b>31</b>	230777	252606
Resilience capital requirement in respect of the fund's with-profits insurance contracts		<b>32</b>		
Sum of regulatory value of liabilities, LTICR and RCR (29+31+32)		<b>39</b>	7684536	8369775
Regulatory excess capital (19-39)		<b>49</b>	963383	1568803

**Realistic excess capital**

Realistic excess capital	<b>51</b>		
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**Excess assets allocated to with-profits insurance business**

Excess (deficiency) of assets allocated to with-profits insurance business in fund (49-51)	<b>61</b>	963383	1568803
Face amount of capital instruments attributed to the fund and included in capital resources (unstressed)	<b>62</b>		
Realistic amount of capital instruments attributed to the fund and included in capital resources (stressed)	<b>63</b>		
Present value of future shareholder transfers arising from distribution of surplus	<b>64</b>		
Present value of other future internal transfers not already taken into account	<b>65</b>		
With-profits insurance capital component for fund (if 62 exceeds 63, greater of 61+62-63-64-65 and zero, else greater of 61-64-65 and zero)	<b>66</b>	963383	1568803

**With-profits insurance capital component for the fund**Name of insurer **The Prudential Assurance Company Limited**With-profits fund **With-Profits Sub-Fund**Financial year ended **31 December 2011**Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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**Regulatory excess capital**

Regulatory value of assets	Long-term admissible assets of the fund	<b>11</b>	82459274	73665017
	Implicit items allocated to the fund	<b>12</b>		
	Mathematical reserves in respect of the fund's non-profit insurance contracts	<b>13</b>	8999289	1184579
	Long-term admissible assets of the fund covering the LTICR of the fund's non-profit insurance contracts	<b>14</b>	380520	204066
	Long-term admissible assets of the fund covering the RCR of the fund's non-profit insurance contracts	<b>15</b>		
	Total (11+12-(13+14+15))	<b>19</b>	73079465	72276372
Regulatory value of liabilities	Mathematical reserves (after distribution of surplus) in respect of the fund's with-profits insurance contracts	<b>21</b>	53372759	52533968
	Regulatory current liabilities of the fund	<b>22</b>	3363377	3222848
	Total (21+22)	<b>29</b>	56736135	55756815
Long-term insurance capital requirement in respect of the fund's with-profits insurance contracts		<b>31</b>	2235446	2122948
Resilience capital requirement in respect of the fund's with-profits insurance contracts		<b>32</b>		
Sum of regulatory value of liabilities, LTICR and RCR (29+31+32)		<b>39</b>	58971581	57879763
Regulatory excess capital (19-39)		<b>49</b>	14107883	14396609

**Realistic excess capital**

Realistic excess capital	<b>51</b>	4027705	5072335
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**Excess assets allocated to with-profits insurance business**

Excess (deficiency) of assets allocated to with-profits insurance business in fund (49-51)	<b>61</b>	10080178	9324274
Face amount of capital instruments attributed to the fund and included in capital resources (unstressed)	<b>62</b>		
Realistic amount of capital instruments attributed to the fund and included in capital resources (stressed)	<b>63</b>		
Present value of future shareholder transfers arising from distribution of surplus	<b>64</b>	1369385	1803760
Present value of other future internal transfers not already taken into account	<b>65</b>		
With-profits insurance capital component for fund (if 62 exceeds 63, greater of 61+62-63-64-65 and zero, else greater of 61-64-65 and zero)	<b>66</b>	8710793	7520514

**With-profits insurance capital component for the fund**Name of insurer **The Prudential Assurance Company Limited**With-profits fund **Defined Charge Participating Sub-Fund**Financial year ended **31 December 2011**Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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**Regulatory excess capital**

Regulatory value of assets	Long-term admissible assets of the fund	11	2990416	3148507
	Implicit items allocated to the fund	12		
	Mathematical reserves in respect of the fund's non-profit insurance contracts	13		
	Long-term admissible assets of the fund covering the LTICR of the fund's non-profit insurance contracts	14		
	Long-term admissible assets of the fund covering the RCR of the fund's non-profit insurance contracts	15		
	Total (11+12-(13+14+15))	19	2990416	3148507
Regulatory value of liabilities	Mathematical reserves (after distribution of surplus) in respect of the fund's with-profits insurance contracts	21	2943096	3089849
	Regulatory current liabilities of the fund	22	44443	22219
	Total (21+22)	29	2987539	3112068
Long-term insurance capital requirement in respect of the fund's with-profits insurance contracts		31	117724	123594
Resilience capital requirement in respect of the fund's with-profits insurance contracts		32		
Sum of regulatory value of liabilities, LTICR and RCR (29+31+32)		39	3105263	3235662
Regulatory excess capital (19-39)		49	(114846)	(87155)

**Realistic excess capital**

Realistic excess capital	51		
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**Excess assets allocated to with-profits insurance business**

Excess (deficiency) of assets allocated to with-profits insurance business in fund (49-51)	61	(114846)	(87155)
Face amount of capital instruments attributed to the fund and included in capital resources (unstressed)	62		
Realistic amount of capital instruments attributed to the fund and included in capital resources (stressed)	63		
Present value of future shareholder transfers arising from distribution of surplus	64		
Present value of other future internal transfers not already taken into account	65		
With-profits insurance capital component for fund (if 62 exceeds 63, greater of 61+62-63-64-65 and zero, else greater of 61-64-65 and zero)	66		



**Realistic balance sheet**Name of insurer **The Prudential Assurance Company Limited**With-profits fund **Summary**Financial year ended **31 December 2011**Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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**Realistic value of assets available to the fund**

Regulatory value of assets	<b>11</b>	84717800	85363457
Implicit items allocated to the fund	<b>12</b>		
Value of shares in subsidiaries held in fund (regulatory)	<b>13</b>	777966	622350
Excess admissible assets	<b>21</b>	4676	
Present value of future profits (or losses) on non-profit insurance contracts written in the fund	<b>22</b>	1254812	676283
Value of derivatives and quasi-derivatives not already reflected in lines 11 to 22	<b>23</b>		
Value of shares in subsidiaries held in fund (realistic)	<b>24</b>	1277351	1667350
Prepayments made from the fund	<b>25</b>		
Realistic value of assets of fund (11+21+22+23+24+25-(12+13))	<b>26</b>	86476673	87084740
Support arrangement assets	<b>27</b>		
Assets available to the fund (26+27)	<b>29</b>	86476673	87084740

**Realistic value of liabilities of fund**

With-profits benefit reserve	<b>31</b>	71412664	73331149	
Future policy related liabilities	Past miscellaneous surplus attributed to with-profits benefits reserve	<b>32</b>		
	Past miscellaneous deficit attributed to with-profits benefits reserve	<b>33</b>		
	Planned enhancements to with-profits benefits reserve	<b>34</b>	814775	951101
	Planned deductions for the costs of guarantees, options and smoothing from with-profits benefits reserve	<b>35</b>	2261083	1968451
	Planned deductions for other costs deemed chargeable to with-profits benefits reserve	<b>36</b>	264505	308960
	Future costs of contractual guarantees (other than financial options)	<b>41</b>	4398507	2495400
	Future costs of non-contractual commitments	<b>42</b>		
	Future costs of financial options	<b>43</b>	460114	321429
	Future costs of smoothing (possibly negative)	<b>44</b>	957294	491509
	Financing costs	<b>45</b>		
	Any other liabilities related to regulatory duty to treat customers fairly	<b>46</b>		
	Other long-term insurance liabilities	<b>47</b>	974339	1283191
Total (32+34+41+42+43+44+45+46+47-(33+35+36))	<b>49</b>	5079442	3265218	
Realistic current liabilities of the fund	<b>51</b>	3929173	3813258	
Realistic value of liabilities of fund (31+49+51)	<b>59</b>	80421278	80409625	

**Realistic balance sheet**Name of insurer **The Prudential Assurance Company Limited**With-profits fund **Summary**Financial year ended **31 December 2011**Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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**Realistic excess capital and additional capital available**

Value of relevant assets before applying the most adverse scenario other than the present value of future profits arising from business outside with-profits funds	<b>62</b>	82448968	82012406
Amount of present value of future profits (or losses) on long-term insurance contracts written outside the fund included in the value of relevant assets before applying most adverse scenario	<b>63</b>		
Value of relevant assets before applying the most adverse scenario (62+63)	<b>64</b>	82448968	82012406
Risk capital margin for fund (62-59)	<b>65</b>	2027690	1602781
Realistic excess capital for fund (26-(59+65))	<b>66</b>	4027705	5072335
Realistic excess available capital for fund (29-(59+65))	<b>67</b>	4027705	5072335
Working capital for fund (29-59)	<b>68</b>	6055395	6675116
Working capital ratio for fund (68/29)	<b>69</b>	7.00	7.67

**Other assets potentially available if required to cover the fund's risk capital margin**

Additional amount potentially available for inclusion in line 62	<b>81</b>		
Additional amount potentially available for inclusion in line 63	<b>82</b>		

**Realistic balance sheet**Name of insurer **The Prudential Assurance Company Limited**With-profits fund **Scottish Amicable Insurance Fund**Financial year ended **31 December 2011**Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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**Realistic value of assets available to the fund**

Regulatory value of assets	<b>11</b>	8647919	9938578
Implicit items allocated to the fund	<b>12</b>		
Value of shares in subsidiaries held in fund (regulatory)	<b>13</b>		
Excess admissible assets	<b>21</b>		
Present value of future profits (or losses) on non-profit insurance contracts written in the fund	<b>22</b>	135405	219272
Value of derivatives and quasi-derivatives not already reflected in lines 11 to 22	<b>23</b>		
Value of shares in subsidiaries held in fund (realistic)	<b>24</b>		
Prepayments made from the fund	<b>25</b>		
Realistic value of assets of fund (11+21+22+23+24+25-(12+13))	<b>26</b>	8783324	10157851
Support arrangement assets	<b>27</b>		
Assets available to the fund (26+27)	<b>29</b>	8783324	10157851

**Realistic value of liabilities of fund**

With-profits benefit reserve	<b>31</b>	7436051	8591072	
Future policy related liabilities	Past miscellaneous surplus attributed to with-profits benefits reserve	<b>32</b>		
	Past miscellaneous deficit attributed to with-profits benefits reserve	<b>33</b>		
	Planned enhancements to with-profits benefits reserve	<b>34</b>	345508	562018
	Planned deductions for the costs of guarantees, options and smoothing from with-profits benefits reserve	<b>35</b>	198760	85173
	Planned deductions for other costs deemed chargeable to with-profits benefits reserve	<b>36</b>	57734	67219
	Future costs of contractual guarantees (other than financial options)	<b>41</b>	163470	106472
	Future costs of non-contractual commitments	<b>42</b>		
	Future costs of financial options	<b>43</b>	370077	297269
	Future costs of smoothing (possibly negative)	<b>44</b>	121316	51591
	Financing costs	<b>45</b>		
	Any other liabilities related to regulatory duty to treat customers fairly	<b>46</b>		
	Other long-term insurance liabilities	<b>47</b>	94465	105085
Total (32+34+41+42+43+44+45+46+47-(33+35+36))	<b>49</b>	838342	970044	
Realistic current liabilities of the fund	<b>51</b>	508931	596735	
Realistic value of liabilities of fund (31+49+51)	<b>59</b>	8783324	10157851	

**Realistic balance sheet**

Name of insurer **The Prudential Assurance Company Limited**  
 With-profits fund **Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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**Realistic excess capital and additional capital available**

Value of relevant assets before applying the most adverse scenario other than the present value of future profits arising from business outside with-profits funds	<b>62</b>	8783324	10157851
Amount of present value of future profits (or losses) on long-term insurance contracts written outside the fund included in the value of relevant assets before applying most adverse scenario	<b>63</b>		
Value of relevant assets before applying the most adverse scenario (62+63)	<b>64</b>	8783324	10157851
Risk capital margin for fund (62-59)	<b>65</b>		
Realistic excess capital for fund (26-(59+65))	<b>66</b>		
Realistic excess available capital for fund (29-(59+65))	<b>67</b>		
Working capital for fund (29-59)	<b>68</b>		
Working capital ratio for fund (68/29)	<b>69</b>		

**Other assets potentially available if required to cover the fund's risk capital margin**

Additional amount potentially available for inclusion in line 62	<b>81</b>		
Additional amount potentially available for inclusion in line 63	<b>82</b>		

**Realistic balance sheet**Name of insurer **The Prudential Assurance Company Limited**With-profits fund **With-Profits Sub-Fund**Financial year ended **31 December 2011**Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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**Realistic value of assets available to the fund**

Regulatory value of assets	<b>11</b>	73079465	72276372
Implicit items allocated to the fund	<b>12</b>		
Value of shares in subsidiaries held in fund (regulatory)	<b>13</b>	777966	622350
Excess admissible assets	<b>21</b>	4676	
Present value of future profits (or losses) on non-profit insurance contracts written in the fund	<b>22</b>	1119407	457011
Value of derivatives and quasi-derivatives not already reflected in lines 11 to 22	<b>23</b>		
Value of shares in subsidiaries held in fund (realistic)	<b>24</b>	1277351	1667350
Prepayments made from the fund	<b>25</b>		
Realistic value of assets of fund (11+21+22+23+24+25-(12+13))	<b>26</b>	74702933	73778383
Support arrangement assets	<b>27</b>		
Assets available to the fund (26+27)	<b>29</b>	74702933	73778383

**Realistic value of liabilities of fund**

With-profits benefit reserve	<b>31</b>	61018560	61611988	
Future policy related liabilities	Past miscellaneous surplus attributed to with-profits benefits reserve	<b>32</b>		
	Past miscellaneous deficit attributed to with-profits benefits reserve	<b>33</b>		
	Planned enhancements to with-profits benefits reserve	<b>34</b>	469267	389082
	Planned deductions for the costs of guarantees, options and smoothing from with-profits benefits reserve	<b>35</b>	1986611	1802101
	Planned deductions for other costs deemed chargeable to with-profits benefits reserve	<b>36</b>	158757	196166
	Future costs of contractual guarantees (other than financial options)	<b>41</b>	4235037	2388928
	Future costs of non-contractual commitments	<b>42</b>		
	Future costs of financial options	<b>43</b>	90037	24160
	Future costs of smoothing (possibly negative)	<b>44</b>	835978	439918
	Financing costs	<b>45</b>		
	Any other liabilities related to regulatory duty to treat customers fairly	<b>46</b>		
	Other long-term insurance liabilities	<b>47</b>	768228	1053153
Total (32+34+41+42+43+44+45+46+47-(33+35+36))	<b>49</b>	4253179	2296975	
Realistic current liabilities of the fund	<b>51</b>	3375799	3194304	
Realistic value of liabilities of fund (31+49+51)	<b>59</b>	68647538	67103268	

**Realistic balance sheet**Name of insurer **The Prudential Assurance Company Limited**With-profits fund **With-Profits Sub-Fund**Financial year ended **31 December 2011**Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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**Realistic excess capital and additional capital available**

Value of relevant assets before applying the most adverse scenario other than the present value of future profits arising from business outside with-profits funds	<b>62</b>	70675228	68706048
Amount of present value of future profits (or losses) on long-term insurance contracts written outside the fund included in the value of relevant assets before applying most adverse scenario	<b>63</b>		
Value of relevant assets before applying the most adverse scenario (62+63)	<b>64</b>	70675228	68706048
Risk capital margin for fund (62-59)	<b>65</b>	2027690	1602781
Realistic excess capital for fund (26-(59+65))	<b>66</b>	4027705	5072335
Realistic excess available capital for fund (29-(59+65))	<b>67</b>	4027705	5072335
Working capital for fund (29-59)	<b>68</b>	6055395	6675116
Working capital ratio for fund (68/29)	<b>69</b>	8.11	9.05

**Other assets potentially available if required to cover the fund's risk capital margin**

Additional amount potentially available for inclusion in line 62	<b>81</b>		
Additional amount potentially available for inclusion in line 63	<b>82</b>		

**Realistic balance sheet**Name of insurer **The Prudential Assurance Company Limited**With-profits fund **Defined Charge Participating Sub-Fund**Financial year ended **31 December 2011**Units **£000**

As at end of this financial year 1	As at end of the previous year 2
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**Realistic value of assets available to the fund**

Regulatory value of assets	11	2990416	3148507
Implicit items allocated to the fund	12		
Value of shares in subsidiaries held in fund (regulatory)	13		
Excess admissible assets	21		
Present value of future profits (or losses) on non-profit insurance contracts written in the fund	22		
Value of derivatives and quasi-derivatives not already reflected in lines 11 to 22	23		
Value of shares in subsidiaries held in fund (realistic)	24		
Prepayments made from the fund	25		
Realistic value of assets of fund (11+21+22+23+24+25-(12+13))	26	2990416	3148507
Support arrangement assets	27		
Assets available to the fund (26+27)	29	2990416	3148507

**Realistic value of liabilities of fund**

With-profits benefit reserve	31	2958053	3128088	
Future policy related liabilities	Past miscellaneous surplus attributed to with-profits benefits reserve	32		
	Past miscellaneous deficit attributed to with-profits benefits reserve	33		
	Planned enhancements to with-profits benefits reserve	34		
	Planned deductions for the costs of guarantees, options and smoothing from with-profits benefits reserve	35	75712	81178
	Planned deductions for other costs deemed chargeable to with-profits benefits reserve	36	48013	45575
	Future costs of contractual guarantees (other than financial options)	41		
	Future costs of non-contractual commitments	42		
	Future costs of financial options	43		
	Future costs of smoothing (possibly negative)	44		
	Financing costs	45		
	Any other liabilities related to regulatory duty to treat customers fairly	46		
	Other long-term insurance liabilities	47	111646	124953
Total (32+34+41+42+43+44+45+46+47-(33+35+36))	49	(12079)	(1801)	
Realistic current liabilities of the fund	51	44443	22219	
Realistic value of liabilities of fund (31+49+51)	59	2990416	3148507	

**Realistic balance sheet**

Name of insurer       **The Prudential Assurance Company Limited**  
 With-profits fund    **Defined Charge Participating Sub-Fund**  
 Financial year ended   **31 December 2011**  
 Units                    **£000**

As at end of this financial year 1	As at end of the previous year 2
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**Realistic excess capital and additional capital available**

Value of relevant assets before applying the most adverse scenario other than the present value of future profits arising from business outside with-profits funds	<b>62</b>	2990416	3148507
Amount of present value of future profits (or losses) on long-term insurance contracts written outside the fund included in the value of relevant assets before applying most adverse scenario	<b>63</b>		
Value of relevant assets before applying the most adverse scenario (62+63)	<b>64</b>	2990416	3148507
Risk capital margin for fund (62-59)	<b>65</b>		
Realistic excess capital for fund (26-(59+65))	<b>66</b>		
Realistic excess available capital for fund (29-(59+65))	<b>67</b>		
Working capital for fund (29-59)	<b>68</b>		
Working capital ratio for fund (68/29)	<b>69</b>		

**Other assets potentially available if required to cover the fund's risk capital margin**

Additional amount potentially available for inclusion in line 62	<b>81</b>		
Additional amount potentially available for inclusion in line 63	<b>82</b>		



## General insurance business : Summary of business carried on

Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

Category number	FSA return general insurance business reporting category	R20A	Company registration number	GL/UK/CM	day month year			units
			15454	GL	31	12	2011	£000
			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		
			1	Reported	Incurred but not reported	4		
				2	3			
001	Total business	1	37183	34795	76446	19109		
002	Total primary (direct) and facultative business	2	37183	34795	76446	19109		
003	Total treaty reinsurance accepted business	3						
110	Total primary (direct) and facultative accident and health (category numbers 111 to 114)	4	26388	2177	1625	13666		
120	Total primary (direct) and facultative personal lines motor business (category numbers 121 to 123)	5	2023	16698	1168	1077		
160	Primary (direct) and facultative household and domestic all risks	6	3182	1081	538	1619		
180	Total primary (direct) and facultative personal lines financial loss (category numbers 181 to 187)	7	381	1	14	133		
220	Total primary (direct) and facultative commercial motor business (category numbers 221 to 223)	8	75	114	7	40		
260	Total primary (direct) and facultative commercial lines property (category numbers 261 to 263)	9	887	1426	13	452		
270	Total primary (direct) and facultative commercial lines liability business (category numbers 271 to 274)	10	3881	13270	73030	1940		
280	Total primary (direct) and facultative commercial lines financial loss (category numbers 281 to 284)	11	145	27	19	74		
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	220	2	34	108		
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	37183	34795	76446	19109		

**General insurance business : Summary of business carried on**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

Category number	FSA return general insurance business reporting category	Company registration number	GL/UK/CM	day month year			units
		R20A	15454	GL	31	12	2011
		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		
		1	Reported	Incurred but not reported	3		4
			2				

**Primary (direct) and facultative personal lines business**

111	Medical insurance	21	15924	654	1064	8251
112	HealthCare cash plans	22	104	1	4	59
113	Travel	23	2475	581	205	1303
114	Personal accident or sickness	24	7886	941	353	4052
121	Private motor - comprehensive	25	1787	12861	1004	951
122	Private motor - non-comprehensive	26	236	3837	164	126
123	Motor cycle	27				
160	Household and domestic all risks (equals line 6)	28	3182	1081	538	1619
181	Assistance	29				
182	Creditor	30				
183	Extended warranty	31				
184	Legal expenses	32				
185	Mortgage indemnity	33				
186	Pet insurance	34				
187	Other personal financial loss	35	381	1	14	133

**Primary (direct) and facultative commercial lines business**

221	Fleets	41				
222	Commercial vehicles (non-fleet)	42	75	114	7	40
223	Motor other	43				
261	Commercial property	44	787	186	11	400
262	Consequential loss	45	70	1240	2	36
263	Contractors or engineering all risks	46	30			15
271	Employers liability	47	3050	11257	71332	1516
272	Professional indemnity	48	26	29	76	13
273	Public and products liability	49	806	1984	1622	411
274	Mixed commercial package	50				
281	Fidelity and contract guarantee	51	145	27	19	74
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 **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

Category number	FSA return general insurance business reporting category	Company registration number	GL/UK/CM	day month year			units
		R20A	15454	GL	31	12	2011
		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		
		1	Reported	Incurred but not reported	3		4
			2	3			

**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	220	2	34	108

**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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	<b>Total (lines 21 to 101)</b>	<b>111</b>	<b>37183</b>	<b>34795</b>	<b>76446</b>	<b>19109</b>
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**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		<b>R20</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>001</b>
<b>Items to be shown net of reinsurance</b>				<b>This financial year</b>			<b>Previous year</b>		
				<b>1</b>			<b>2</b>		
This year's underwriting (accident year accounting)	Earned premium (21.19.5)	<b>11</b>					32162	(52703)	
	Claims incurred (22.17.4)	<b>12</b>					15818	15113	
	Claims management costs (22.18.4)	<b>13</b>					379	481	
	Adjustment for discounting (22.52.4)	<b>14</b>							
	Increase in provision for unexpired risks (22.19.4)	<b>15</b>					9	383	
	Other technical income or charges (particulars to be specified by way of supplementary note)	<b>16</b>							
	Net operating expenses (22.42.4)	<b>17</b>					13666	12335	
	Balance of year's underwriting (11-12-13+14-15+16-17)	<b>19</b>					2289	(81015)	
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)	<b>21</b>							
	Claims incurred (22.13.4)	<b>22</b>					562	(84467)	
	Claims management costs (22.14.4)	<b>23</b>					33	(4157)	
	Adjustment for discounting (22.51.4)	<b>24</b>							
	Other technical income or charges (particulars to be specified by way of supplementary note)	<b>25</b>					51	56	
	Net operating expenses (22.41.4)	<b>26</b>						803	
	Balance (21-22-23+24+25-26)	<b>29</b>					(544)	87877	
Balance from underwriting year accounting	Per Form 24 (24.69.99-99)	<b>31</b>						1008	
	Other technical income or charges (particulars to be specified by way of supplementary note)	<b>32</b>							
	Total	<b>39</b>						1008	
Balance of all years' underwriting (19+29+39)		<b>49</b>					1745	7871	
Allocated investment income		<b>51</b>							
Transfer to non-technical account (49+51)		<b>59</b>					1745	7871	

**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		<b>R20</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>002</b>
Items to be shown net of reinsurance			This financial year				Previous year		
			1				2		
This year's underwriting (accident year accounting)	Earned premium (21.19.5)	11				32162	(52703)		
	Claims incurred (22.17.4)	12				15818	15113		
	Claims management costs (22.18.4)	13				379	481		
	Adjustment for discounting (22.52.4)	14							
	Increase in provision for unexpired risks (22.19.4)	15				9	383		
	Other technical income or charges (particulars to be specified by way of supplementary note)	16							
	Net operating expenses (22.42.4)	17				13666	12335		
	Balance of year's underwriting (11-12-13+14-15+16-17)	19				2289	(81015)		
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)	21							
	Claims incurred (22.13.4)	22				562	(84467)		
	Claims management costs (22.14.4)	23				33	(4157)		
	Adjustment for discounting (22.51.4)	24							
	Other technical income or charges (particulars to be specified by way of supplementary note)	25				51	56		
	Net operating expenses (22.41.4)	26					803		
Balance (21-22-23+24+25-26)	29				(544)	87877			
Balance from underwriting year accounting	Per Form 24 (24.69.99-99)	31					1008		
	Other technical income or charges (particulars to be specified by way of supplementary note)	32							
	Total	39					1008		
Balance of all years' underwriting (19+29+39)		49				1745	7871		
Allocated investment income		51							
Transfer to non-technical account (49+51)		59				1745	7871		

**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		<b>R20</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>110</b>
<b>Items to be shown net of reinsurance</b>				<b>This financial year</b>				<b>Previous year</b>	
				<b>1</b>				<b>2</b>	
This year's underwriting (accident year accounting)	Earned premium (21.19.5)		<b>11</b>				22668	21034	
	Claims incurred (22.17.4)		<b>12</b>				12438	10989	
	Claims management costs (22.18.4)		<b>13</b>				313	377	
	Adjustment for discounting (22.52.4)		<b>14</b>						
	Increase in provision for unexpired risks (22.19.4)		<b>15</b>				8		
	Other technical income or charges (particulars to be specified by way of supplementary note)		<b>16</b>						
	Net operating expenses (22.42.4)		<b>17</b>				8594	7637	
	Balance of year's underwriting (11-12-13+14-15+16-17)		<b>19</b>				1316	2030	
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)		<b>21</b>						
	Claims incurred (22.13.4)		<b>22</b>				(27)	(164)	
	Claims management costs (22.14.4)		<b>23</b>				16	27	
	Adjustment for discounting (22.51.4)		<b>24</b>						
	Other technical income or charges (particulars to be specified by way of supplementary note)		<b>25</b>				51	56	
	Net operating expenses (22.41.4)		<b>26</b>						
	Balance (21-22-23+24+25-26)		<b>29</b>				62	193	
Balance from underwriting year accounting	Per Form 24 (24.69.99-99)		<b>31</b>						
	Other technical income or charges (particulars to be specified by way of supplementary note)		<b>32</b>						
	Total		<b>39</b>						
Balance of all years' underwriting (19+29+39)			<b>49</b>				1378	2223	
Allocated investment income			<b>51</b>						
Transfer to non-technical account (49+51)			<b>59</b>				1378	2223	

**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		<b>R20</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>120</b>
Items to be shown net of reinsurance			This financial year				Previous year		
			1				2		
This year's underwriting (accident year accounting)	Earned premium (21.19.5)	11				1934	1461		
	Claims incurred (22.17.4)	12				605	607		
	Claims management costs (22.18.4)	13				15	22		
	Adjustment for discounting (22.52.4)	14							
	Increase in provision for unexpired risks (22.19.4)	15				(113)	154		
	Other technical income or charges (particulars to be specified by way of supplementary note)	16							
	Net operating expenses (22.42.4)	17				1469	980		
	Balance of year's underwriting (11-12-13+14-15+16-17)	19				(42)	(302)		
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)	21							
	Claims incurred (22.13.4)	22				(165)	43		
	Claims management costs (22.14.4)	23				(6)	1		
	Adjustment for discounting (22.51.4)	24							
	Other technical income or charges (particulars to be specified by way of supplementary note)	25							
	Net operating expenses (22.41.4)	26							
Balance (21-22-23+24+25-26)	29				170	(43)			
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				128	(345)		
Allocated investment income		51							
Transfer to non-technical account (49+51)		59				128	(345)		

**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		<b>R20</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>160</b>
Items to be shown net of reinsurance			This financial year				Previous year		
			1				2		
This year's underwriting (accident year accounting)	Earned premium (21.19.5)	11				2829		2756	
	Claims incurred (22.17.4)	12				866		851	
	Claims management costs (22.18.4)	13				27		38	
	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				1446		1396	
	Balance of year's underwriting (11-12-13+14-15+16-17)	19				490		472	
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)	21							
	Claims incurred (22.13.4)	22				(34)		(241)	
	Claims management costs (22.14.4)	23				(10)		(9)	
	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				43		249		
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				533		721	
Allocated investment income		51							
Transfer to non-technical account (49+51)		59				533		721	



**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		<b>R20</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>270</b>
Items to be shown net of reinsurance			This financial year				Previous year		
			1				2		
This year's underwriting (accident year accounting)	Earned premium (21.19.5)	11	3387	(79313)					
	Claims incurred (22.17.4)	12	1536	2220					
	Claims management costs (22.18.4)	13	16	29					
	Adjustment for discounting (22.52.4)	14							
	Increase in provision for unexpired risks (22.19.4)	15	96	225					
	Other technical income or charges (particulars to be specified by way of supplementary note)	16							
	Net operating expenses (22.42.4)	17	1590	1684					
	Balance of year's underwriting (11-12-13+14-15+16-17)	19	150	(83471)					
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)	21							
	Claims incurred (22.13.4)	22	780	(81399)					
	Claims management costs (22.14.4)	23	32	(4036)					
	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		803					
Balance (21-22-23+24+25-26)	29	(812)	84633						
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	(662)	1162					
Allocated investment income		51							
Transfer to non-technical account (49+51)		59	(662)	1162					

**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011****Balance of all primary (direct) and facultative business**

		Company registration number	GL/ UK/ CM	day	month	year	Units	Category number	
		<b>R20</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>409</b>
Items to be shown net of reinsurance			This financial year				Previous year		
			1				2		
This year's underwriting (accident year accounting)	Earned premium (21.19.5)	11				1344	1360		
	Claims incurred (22.17.4)	12				374	445		
	Claims management costs (22.18.4)	13				9	15		
	Adjustment for discounting (22.52.4)	14							
	Increase in provision for unexpired risks (22.19.4)	15				19	4		
	Other technical income or charges (particulars to be specified by way of supplementary note)	16							
	Net operating expenses (22.42.4)	17				568	638		
	Balance of year's underwriting (11-12-13+14-15+16-17)	19				375	257		
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21.11.5)	21							
	Claims incurred (22.13.4)	22				7	(2706)		
	Claims management costs (22.14.4)	23				1	(139)		
	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				(8)	2846			
Balance from underwriting year accounting	Per Form 24 (24.69.99-99)	31					1008		
	Other technical income or charges (particulars to be specified by way of supplementary note)	32							
	Total	39					1008		
Balance of all years' underwriting (19+29+39)		49				367	4111		
Allocated investment income		51							
Transfer to non-technical account (49+51)		59				367	4111		

**General insurance business (accident year accounting) : Analysis of premiums**Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R21	15454	GL	31	12	2011	£000	001
<b>Premiums receivable during the financial year</b>		Gross premiums written		Reinsurers' share			Net of reinsurance		
		Earned in previous financial years <b>1</b>		Earned in previous financial years <b>3</b>		Earned in previous financial years <b>5</b>			
In respect of risks incepted in previous financial ye		<b>11</b>							
		Earned In this financial year <b>1</b>	Unearned at end of this financial year <b>2</b>	Earned In this financial year <b>3</b>	Unearned at end of this financial year <b>4</b>	Earned In this financial year <b>5</b>	Unearned at end of this financial year <b>6</b>		
In respect of risks incepted in previous financial ye		<b>12</b>							
In respect of risks incepted in this financial year	For periods of less than 12 months	<b>13</b>							
	For periods of 12 months	<b>14</b>	18074	19109	1855	1989	16220	17120	
	For periods of more than 12 months	<b>15</b>							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		<b>16</b>	17867		1924		15943		
Total (12 to 16)		<b>19</b>	35941	19109	3779	1989	32162	17120	

**General insurance business (accident year accounting) : Analysis of premiums**Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R21	15454	GL	31	12	2011	£000	002
<b>Premiums receivable during the financial year</b>		Gross premiums written		Reinsurers' share			Net of reinsurance		
		Earned in previous financial years <b>1</b>		Earned in previous financial years <b>3</b>		Earned in previous financial years <b>5</b>			
In respect of risks incepted in previous financial ye		<b>11</b>							
		Earned In this financial year <b>1</b>	Unearned at end of this financial year <b>2</b>	Earned In this financial year <b>3</b>	Unearned at end of this financial year <b>4</b>	Earned In this financial year <b>5</b>	Unearned at end of this financial year <b>6</b>		
In respect of risks incepted in previous financial ye		<b>12</b>							
In respect of risks incepted in this financial year	For periods of less than 12 months	<b>13</b>							
	For periods of 12 months	<b>14</b>	18074	19109	1855	1989	16220	17120	
	For periods of more than 12 months	<b>15</b>							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		<b>16</b>	17867		1924		15943		
Total (12 to 16)		<b>19</b>	35941	19109	3779	1989	32162	17120	

**General insurance business (accident year accounting) : Analysis of premiums**Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R21	15454	GL	31	12	2011	£000	110
<b>Premiums receivable during the financial year</b>		Gross premiums written		Reinsurers' share			Net of reinsurance		
		Earned in previous financial years <b>1</b>		Earned in previous financial years <b>3</b>		Earned in previous financial years <b>5</b>			
In respect of risks incepted in previous financial ye		<b>11</b>							
		Earned In this financial year <b>1</b>	Unearned at end of this financial year <b>2</b>	Earned In this financial year <b>3</b>	Unearned at end of this financial year <b>4</b>	Earned In this financial year <b>5</b>	Unearned at end of this financial year <b>6</b>		
In respect of risks incepted in previous financial ye		<b>12</b>							
In respect of risks incepted in this financial year	For periods of less than 12 months	<b>13</b>							
	For periods of 12 months	<b>14</b>	12677	13607	1261	1208	11416	12398	
	For periods of more than 12 months	<b>15</b>							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		<b>16</b>	12351		1099		11252		
Total (12 to 16)		<b>19</b>	25029	13607	2360	1208	22668	12398	

**General insurance business (accident year accounting) : Analysis of premiums**Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R21	15454	GL	31	12	2011	£000	120
<b>Premiums receivable during the financial year</b>		Gross premiums written		Reinsurers' share			Net of reinsurance		
		Earned in previous financial years <b>1</b>		Earned in previous financial years <b>3</b>		Earned in previous financial years <b>5</b>			
In respect of risks incepted in previous financial ye		<b>11</b>							
		Earned In this financial year <b>1</b>	Unearned at end of this financial year <b>2</b>	Earned In this financial year <b>3</b>	Unearned at end of this financial year <b>4</b>	Earned In this financial year <b>5</b>	Unearned at end of this financial year <b>6</b>		
In respect of risks incepted in previous financial ye		<b>12</b>							
In respect of risks incepted in this financial year	For periods of less than 12 months	<b>13</b>							
	For periods of 12 months	<b>14</b>	946	1077	59	166	887	911	
	For periods of more than 12 months	<b>15</b>							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		<b>16</b>	1247		200		1047		
Total (12 to 16)		<b>19</b>	2193	1077	259	166	1934	911	

**General insurance business (accident year accounting) : Analysis of premiums**Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		<b>R21</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>160</b>
<b>Premiums receivable during the financial year</b>		Gross premiums written		Reinsurers' share			Net of reinsurance		
		Earned in previous financial years <b>1</b>		Earned in previous financial years <b>3</b>			Earned in previous financial years <b>5</b>		
In respect of risks incepted in previous financial ye		<b>11</b>							
		Earned In this financial year <b>1</b>	Unearned at end of this financial year <b>2</b>	Earned In this financial year <b>3</b>	Unearned at end of this financial year <b>4</b>		Earned In this financial year <b>5</b>	Unearned at end of this financial year <b>6</b>	
In respect of risks incepted in previous financial ye		<b>12</b>							
In respect of risks incepted in this financial year	For periods of less than 12 months	<b>13</b>							
	For periods of 12 months	<b>14</b>	1563	1619	118	137	1444	1482	
	For periods of more than 12 months	<b>15</b>							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		<b>16</b>	1519		135		1385		
Total (12 to 16)		<b>19</b>	3082	1619	253	137	2829	1482	

**General insurance business (accident year accounting) : Analysis of premiums**Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		<b>R21</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>270</b>
<b>Premiums receivable during the financial year</b>		Gross premiums written		Reinsurers' share			Net of reinsurance		
		Earned in previous financial years		Earned in previous financial years		Earned in previous financial years			
		<b>1</b>		<b>3</b>		<b>5</b>			
In respect of risks incepted in previous financial ye		<b>11</b>							
		Earned In this financial year	Unearned at end of this financial year	Earned In this financial year	Unearned at end of this financial year	Earned In this financial year	Unearned at end of this financial year		
		<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>		
In respect of risks incepted in previous financial ye		<b>12</b>							
In respect of risks incepted in this financial year	For periods of less than 12 months	<b>13</b>							
	For periods of 12 months	<b>14</b>	1928	1927	190	255	1738	1672	
	For periods of more than 12 months	<b>15</b>							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		<b>16</b>	1926	276			1649		
Total (12 to 16)		<b>19</b>	3854	1927	467	255	3387	1672	



**General insurance business (accident year accounting) : Analysis of premiums**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011****Balance of all primary (direct) and facultative business**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R21	15454	GL	31	12	2011	£000	409
<b>Premiums receivable during the financial year</b>		Gross premiums written		Reinsurers' share			Net of reinsurance		
		Earned in previous financial years <b>1</b>		Earned in previous financial years <b>3</b>		Earned in previous financial years <b>5</b>			
In respect of risks incepted in previous financial year		<b>11</b>							
		Earned In this financial year <b>1</b>	Unearned at end of this financial year <b>2</b>	Earned In this financial year <b>3</b>	Unearned at end of this financial year <b>4</b>	Earned In this financial year <b>5</b>	Unearned at end of this financial year <b>6</b>		
In respect of risks incepted in previous financial year		<b>12</b>							
In respect of risks incepted in this financial year	For periods of less than 12 months	<b>13</b>							
	For periods of 12 months	<b>14</b>	960	879	226	223	734	656	
	For periods of more than 12 months	<b>15</b>							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		<b>16</b>	824	214			610		
Total (12 to 16)		<b>19</b>	1783	879	440	223	1344	656	

**General insurance business (accident year accounting) : Analysis of claims, expenses and technical provisions**Name of company **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/UK/CM	day month year			Units	Category number	
		R22	15454	GL	31	12	2011	£000	001
				Amount brought forward from previous financial year 1	Amount payable/receivable in this financial year 2	Amount carried forward to next financial year 3	Amount attributable to this financial year 4		
Claims incurred in respect of incidents occurring prior to this financial year	Gross amount	11		125051	15321	105614	(4116)		
	Reinsurers' share	12		114506	10900	98928	(4678)		
	Net (11-12)	13		10545	4421	6687	562		
	Claims management costs	14		180	134	79	33		
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15			11476	5627	17103		
	Reinsurers' share	16			946	338	1285		
	Net (15-16)	17			10530	5289	15818		
	Claims management costs	18			307	73	379		
Provision for unexpired risks		19		368		378	9		
Net operating expenses	Commissions	21		5054	10650	5232	10472		
	Other acquisition expenses	22		2211		2343	(132)		
	Administrative expenses	23			4212		4212		
	Reinsurance commissions and profit participations	24		688	909	711	886		
	Total (21+22+23-24)	29		6577	13953	6864	13666		
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		6577	13953	6864	13666		
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 **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	15454	GL	31	12	2011	£000	002
				Amount brought forward from previous financial year 1	Amount payable/receivable in this financial year 2		Amount carried forward to next financial year 3	Amount attributable to this financial year 4	
Claims incurred in respect of incidents occurring prior to this financial year	Gross amount	11		125051	15321		105614	(4116)	
	Reinsurers' share	12		114506	10900		98928	(4678)	
	Net (11-12)	13		10545	4421		6687	562	
	Claims management costs	14		180	134		79	33	
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15			11476		5627	17103	
	Reinsurers' share	16			946		338	1285	
	Net (15-16)	17			10530		5289	15818	
	Claims management costs	18			307		73	379	
Provision for unexpired risks		19		368			378	9	
Net operating expenses	Commissions	21		5054	10650		5232	10472	
	Other acquisition expenses	22		2211			2343	(132)	
	Administrative expenses	23			4212			4212	
	Reinsurance commissions and profit participations	24		688	909		711	886	
	Total (21+22+23-24)	29		6577	13953		6864	13666	
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		6577	13953		6864	13666	
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 **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	15454	GL	31	12	2011	£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		2795	2074		652	(68)	
	Reinsurers' share	12		343	131		170	(42)	
	Net (11-12)	13		2452	1943		482	(27)	
	Claims management costs	14		60	58		18	16	
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15			10456		3146	13601	
	Reinsurers' share	16			909		255	1164	
	Net (15-16)	17			9547		2891	12438	
	Claims management costs	18			269		43	313	
Provision for unexpired risks		19					8	8	
Net operating expenses	Commissions	21		2848	6568		3164	6252	
	Other acquisition expenses	22		1560			1675	(115)	
	Administrative expenses	23			3081			3081	
	Reinsurance commissions and profit participations	24		435	654		466	623	
	Total (21+22+23-24)	29		3973	8995		4374	8594	
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		3973	8995		4374	8594	
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 **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	15454	GL	31	12	2011	£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	20686		6190		17502	3006	
	Reinsurers' share	12	20048		5969		17250	3170	
	Net (11-12)	13	638		221		252	(165)	
	Claims management costs	14	14		2		6	(6)	
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15			242		364	605	
	Reinsurers' share	16							
	Net (15-16)	17			242		364	605	
	Claims management costs	18			13		3	15	
Provision for unexpired risks		19	148				35	(113)	
Net operating expenses	Commissions	21	756		1074		572	1258	
	Other acquisition expenses	22	148				133	15	
	Administrative expenses	23			213			213	
	Reinsurance commissions and profit participations	24	63		5		51	18	
	Total (21+22+23-24)	29	841		1282		654	1469	
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	841		1282		654	1469	
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 **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	15454	GL	31	12	2011	£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	1741		456		1195		(90)
	Reinsurers' share	12	1272		278		938		(56)
	Net (11-12)	13	469		178		258		(34)
	Claims management costs	14	24		6		8		(10)
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15			471		424		895
	Reinsurers' share	16			16		13		29
	Net (15-16)	17			455		411		866
	Claims management costs	18			16		11		27
Provision for unexpired risks		19							
Net operating expenses	Commissions	21	637		1285		654		1268
	Other acquisition expenses	22	194				213		(19)
	Administrative expenses	23			351				351
	Reinsurance commissions and profit participations	24	93		169		108		154
	Total (21+22+23-24)	29	738		1467		759		1446
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	738		1467		759		1446
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 **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	15454	GL	31	12	2011	£000	270
			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	88937	6162	84763	1988			
	Reinsurers' share	12	82251	4176	79283	1208			
	Net (11-12)	13	6686	1985	5481	780			
	Claims management costs	14	76	64	44	32			
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15		127	1431	1558			
	Reinsurers' share	16			22	22			
	Net (15-16)	17		127	1409	1536			
	Claims management costs	18		4	11	16			
Provision for unexpired risks		19	216		312	96			
Net operating expenses	Commissions	21	583	1228	614	1197			
	Other acquisition expenses	22	228		234	(6)			
	Administrative expenses	23		407		407			
	Reinsurance commissions and profit participations	24	48	5	45	8			
	Total (21+22+23-24)	29	763	1630	803	1590			
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	763	1630	803	1590			
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 **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011****Balance of all primary (direct) and facultative business**

		Company registration number	GL/ UK/ CM	day month year			Units	Category number	
		R22	15454	GL	31	12	2011	£000	409
				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	10892	439	1502	(8951)			
	Reinsurers' share	12	10593	346	1288	(8959)			
	Net (11-12)	13	299	93	214	7			
	Claims management costs	14	6	4	3	1			
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15		181	263	443			
	Reinsurers' share	16		22	48	70			
	Net (15-16)	17		159	215	374			
	Claims management costs	18		5	4	9			
Provision for unexpired risks		19	4		23	19			
Net operating expenses	Commissions	21	231	496	229	498			
	Other acquisition expenses	22	81		88	(7)			
	Administrative expenses	23		160		160			
	Reinsurance commissions and profit participations	24	49	76	43	83			
	Total (21+22+23-24)	29	263	580	275	568			
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	263	580	275	568			
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 **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/UK/CM	day month year			Units	Category number						
		R23	15454	GL	31	12	2011	£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	2011	11			10529	2287	3002			15818		33265		47.6
12	2010	12	9677	5357	2681	1106	1494	2215	2966	100		(52861)	(1.4)	(28.3)
12	2009	13	9108	4937	2564	701	888	1607	870	1515	811	29840	16.7	49.8
12	2008	14	8490	4728	3601	576	296	688	450	1035	76	27477	9.2	49.7
12	2007	15	6718	3940	3321	266	123	293	303	725	(346)	23668	1.6	45.3
12	2006	16	6734	3616	4074	172	91	67	205	89	36	21944	21.8	50.8
12	2005	17	6142	3344	3553	15	1	4	25	63	(69)	20327	6.8	47.8
12	2004	18	4612	3234	3393	14	25	2	40	41	(41)	17582	6.2	45.8
12	2003	19	2738	2485	2540							12841	2.2	41.1
12	2002	20	2563	2168	1918	(5)					(5)	45285	(11.8)	9.9
Prior accident years		21			1			1						
Reconciliation		22												
Total (11 to 22)		29			14950	4817	7158	4109	6434	16380				

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

 Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/UK/CM	day month year			Units	Category number							
		R23	15454	GL	31	12	2011	£000	002						
Accident year ended	Month	Year	Claims paid (net) during the accident year	Claims outstanding (net) as at end of the accident year	Total claims paid (net) since the end of the accident year, but prior to this financial year	Claims paid (net) during this financial year	Claims outstanding carried forward		Claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Deduction for discounting from claims outstanding carried forward (net)	Earned premiums (net)	Deterioration/ (surplus) of original claims reserve %	Claims ratio %
							Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)					
		1	2	3	4	5	6	7	8	9	10	11	12	13	
12	2011	11				10529	2287	3002			15818		33265		47.6
12	2010	12	9677	5357		2681	1106	1494	2215	2966	100		(52861)	(1.4)	(28.3)
12	2009	13	9108	4937	2564	701	888	1607	870	1515	811		29840	16.7	49.8
12	2008	14	8490	4728	3601	576	296	688	450	1035	76		27477	9.2	49.7
12	2007	15	6718	3940	3321	266	123	293	303	725	(346)		23668	1.6	45.3
12	2006	16	6734	3616	4074	172	91	67	205	89	36		21944	21.8	50.8
12	2005	17	6142	3344	3553	15	1	4	25	63	(69)		20327	6.8	47.8
12	2004	18	4612	3234	3393	14	25	2	40	41	(41)		17582	6.2	45.8
12	2003	19	2738	2485	2540								12841	2.2	41.1
12	2002	20	2563	2168	1918	(5)					(5)		45285	(11.8)	9.9
Prior accident years		21				1			1						
Reconciliation		22													
Total (11 to 22)		29				14950	4817	7158	4109	6434	16380				

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

 Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/UK/CM	day month year			Units	Category number						
		<b>R23</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>110</b>					
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)					
		<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>	<b>10</b>	<b>11</b>	<b>12</b>	<b>13</b>
12	2011	<b>11</b>			9547	1306	1585			12438		23446		53.1
12	2010	<b>12</b>	8629	2303	1858	266	7	979	1248	(96)		20924	(7.5)	51.4
12	2009	<b>13</b>	8137	1870	1570	76	140	4	173	4		19749	(4.3)	50.3
12	2008	<b>14</b>	7330	1345	2003	9	18		19			17683	50.9	52.9
12	2007	<b>15</b>	5863	1104	1359		3		2			14558	23.3	49.6
12	2006	<b>16</b>	5724	975	1121		20		1			13168	17.1	52.1
12	2005	<b>17</b>	5289	994	985							11961	(0.9)	52.4
12	2004	<b>18</b>	3643	952	1048		24	1	24	1		9841	12.7	47.9
12	2003	<b>19</b>	1906	668	517							6365	(22.7)	38.1
12	2002	<b>20</b>	1962	631	450							5626	(28.7)	42.9
Prior accident years		<b>21</b>												
Reconciliation		<b>22</b>												
Total (11 to 22)		<b>29</b>			11490	1777	1596	1199	1253	12411				

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

 Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/UK/CM	day month year			Units	Category number						
		<b>R23</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>120</b>					
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)					
		<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>	<b>10</b>	<b>11</b>	<b>12</b>	<b>13</b>
12	2011	<b>11</b>			242	84	279			605		2001		30.3
12	2010	<b>12</b>	282	323	81	68	111	121	191	(52)		1453	(19.5)	37.3
12	2009	<b>13</b>	241	325	85	(9)	19	(1)	40	79	(112)	1867	(71.4)	17.9
12	2008	<b>14</b>	287	235	75	17	3	7	3	25	(2)	1755	(56.7)	22.2
12	2007	<b>15</b>	143	202	161	(17)	2	2	2	6	(21)	1550	(27.3)	18.7
12	2006	<b>16</b>	176	145	131	151	42	1	166	5	23	1453	123.7	34.5
12	2005	<b>17</b>	129	148	155							1300	4.9	21.8
12	2004	<b>18</b>	154	140	109							1022	(21.6)	25.8
12	2003	<b>19</b>	345	260	178							813	(31.2)	64.5
12	2002	<b>20</b>	87	196	54							18493	(72.5)	0.8
Prior accident years		<b>21</b>												
Reconciliation		<b>22</b>												
Total (11 to 22)		<b>29</b>			463	217	399	332	306	441				

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

 Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/UK/CM	day month year			Units	Category number						
		<b>R23</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>160</b>					
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)					
		<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>	<b>10</b>	<b>11</b>	<b>12</b>	<b>13</b>
12	2011	<b>11</b>			455	376	35			866		2926		29.6
12	2010	<b>12</b>	465	381	162	178	5	342	27	(24)		2742	(9.6)	29.5
12	2009	<b>13</b>	403	387	171	49	1	64	2	(5)		2525	(40.3)	25.1
12	2008	<b>14</b>	363	422	238	14		20	1	(5)		2341	(39.8)	26.4
12	2007	<b>15</b>	340	337	146	7		10		(1)		2184	(54.0)	22.7
12	2006	<b>16</b>	394	421	222	4		3		1		2037	(46.2)	30.5
12	2005	<b>17</b>	313	292	156							1912	(46.7)	24.5
12	2004	<b>18</b>	515	535	197							1858	(63.3)	38.3
12	2003	<b>19</b>	282	419	172							2078	(58.9)	21.8
12	2002	<b>20</b>	213	369	170							17928	(53.8)	2.1
Prior accident years		<b>21</b>			1			1						
Reconciliation		<b>22</b>												
Total (11 to 22)		<b>29</b>			632	628	41	439	29	832				

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

 Name of insurer **The Prudential Assurance Company Limited**

Global business

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

		Company registration number	GL/UK/CM	day month year			Units	Category number						
		R23	15454	GL	31	12	2011	£000	270					
Accident year ended		Claims paid (net) during the accident year	Claims outstanding (net) as at end of the accident year	Total claims paid (net) since the end of the accident year, but prior to this financial year	Claims paid (net) during this financial year	Claims outstanding carried forward		Claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Deduction for discounting from claims outstanding carried forward (net)	Earned premiums (net)	Deterioration/ (surplus) of original claims reserve %	Claims ratio %
Month	Year					Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)					
		1	2	3	4	5	6	7	8	9	10	11	12	13
12	2011	11			127	385	1024			1536		3503		43.8
12	2010	12	131	2077	492	509	1335	577	1431	328		(79332)	12.5	(3.1)
12	2009	13	188	2205	684	622	612	1589	574	1425	824	4271	59.0	86.5
12	2008	14	199	2503	1166	545	260	676	402	1006	74	4274	5.7	66.6
12	2007	15	241	2072	1564	281	111	289	289	718	(326)	3966	8.4	62.7
12	2006	16	224	1882	2502	21	25	66	34	84	(6)	3893	38.9	72.9
12	2005	17	208	1661	2197	15	1	4	25	63	(69)	3722	33.5	65.2
12	2004	18	230	1509	1926	14	1	2	16	40	(40)	3305	28.8	65.7
12	2003	19	153	1099	1646							3094	49.8	58.1
12	2002	20	219	938	1236	(5)					(5)	2297	31.3	63.1
Prior accident years		21												
Reconciliation		22												
Total (11 to 22)		29			2112	1905	4984	1918	4768	2315				

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

 Name of insurer      **The Prudential Assurance Company Limited**

Global business

 Financial year ended      **31 December 2011**
**Balance of all primary (direct) and facultative business**

		Company registration number	GL/UK/CM	day month year			Units	Category number						
		<b>R23</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>	<b>409</b>					
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)					
		<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>	<b>10</b>	<b>11</b>	<b>12</b>	<b>13</b>
12	2011	<b>11</b>			159	135	79			374		1390		26.9
12	2010	<b>12</b>	170	273	88	85	38	196	69	(54)		1353	(22.9)	28.1
12	2009	<b>13</b>	140	150	55	2	69	14	18	5	61	1428	(7.2)	19.5
12	2008	<b>14</b>	311	223	119	3	1	6	6	3	1	1424	(42.6)	30.9
12	2007	<b>15</b>	132	224	92			2		1	1	1411	(58.1)	16.0
12	2006	<b>16</b>	216	194	97							1393	(50.0)	22.4
12	2005	<b>17</b>	203	249	60							1432	(75.9)	18.4
12	2004	<b>18</b>	70	99	112				1	(1)		1557	13.9	11.7
12	2003	<b>19</b>	52	39	26							491	(32.8)	16.0
12	2002	<b>20</b>	83	35	7							941	(79.2)	9.5
Prior accident years		<b>21</b>												
Reconciliation		<b>22</b>												
Total (11 to 22)		<b>29</b>			252	290	138	221	78	381				

**General insurance business (accident year accounting) : Analysis of gross claims and premiums by risk category for direct insurance and facultative reinsurance**Name of insurer **The Prudential Assurance Company Limited**Currency **Hong Kong Dollar**

Global business

Reporting Territory **Overseas**Financial year ended **31 December 2011****Medical insurance**Company  
registration  
numberGL/  
UK/  
CM

day month year

Monetary  
unitsCategory  
numberCurrency  
codeReporting  
territory  
code

<b>R31</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>000</b>	<b>111</b>	<b>HKD</b>	<b>XX</b>
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Accident year ended			Number of claims		Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Gross earned premiums	Claims ratio %
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred but not reported			
			1	2	3	4	5	6	7	8	9	10	11
12	2011	<b>11</b>	122790	2026		99288	7495	13267			120050	189671	63.3
12	2010	<b>12</b>	121272	375	87109	13465	450	11	6103	10925	(3102)	167394	60.4
12	2009	<b>13</b>	118744	159	95865	12	102	3	104	3	10	163127	58.8
12	2008	<b>14</b>	56997	181	86975	49	111	2	112	2	48	149210	58.4
12	2007	<b>15</b>	5575	6	62992		1		1			129921	48.5
12	2006	<b>16</b>	5937		59217							119722	49.5
12	2005	<b>17</b>	5798		56982							106807	53.4
12	2004	<b>18</b>	1422		43534							92418	47.1
12	2003	<b>19</b>											
12	2002	<b>20</b>											
Prior accident years		<b>21</b>											
Total (11 to 21)		<b>29</b>		2747		112814	8159	13283	6320	10930	117006		
Line 29 expressed in sterling		<b>30</b>				9037	654	1064	506	876	9372		



**General insurance business (accident year accounting) : Analysis of gross claims and premiums by risk category for direct insurance and facultative reinsurance**Name of insurer **The Prudential Assurance Company Limited**Currency **Hong Kong Dollar**

Global business

Reporting Territory **Overseas**Financial year ended **31 December 2011****Travel**Company  
registration  
numberGL/  
UK/  
CM

day month year

Monetary  
unitsCategory  
numberCurrency  
codeReporting  
territory  
code

<b>R31</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>000</b>	<b>113</b>	<b>HKD</b>	<b>XX</b>
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Accident year ended			Number of claims		Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Gross earned premiums	Claims ratio %
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred but not reported			
			1	2	3	4	5	6	7	8	9	10	11
12	2011	<b>11</b>	2701	418		5738	3957	2476			12171	29772	40.9
12	2010	<b>12</b>	3234	209	6906	3138	1570	39	3681	2007	(941)	26503	44.0
12	2009	<b>13</b>	2807	46	5338	10	1573	40	1588	41	(6)	22506	30.9
12	2008	<b>14</b>	2831	11	6703	3	151	4	155	4	(1)	20035	34.2
12	2007	<b>15</b>	2495	14	5256		5		5			18738	28.1
12	2006	<b>16</b>	2667		4314							16902	25.5
12	2005	<b>17</b>	1988		3297							14854	22.2
12	2004	<b>18</b>	905		3516							13235	26.6
12	2003	<b>19</b>											
12	2002	<b>20</b>											
Prior accident years		<b>21</b>							(1)		1		
Total (11 to 21)		<b>29</b>		698		8889	7256	2559	5428	2052	11224		
Line 29 expressed in sterling		<b>30</b>				712	581	205	435	164	899		

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

Name of insurer **The Prudential Assurance Company Limited**

Currency **Hong Kong Dollar**

Global business

Reporting Territory **Overseas**

Financial year ended **31 December 2011**

**Personal accident or sickness**

Company registration number **R31** GL/UK/CM **GL** day month year **31 12 2011** Monetary units **000** Category number **114** Currency code **HKD** Reporting territory code **XX**

Accident year ended		Number of claims	Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Gross earned premiums	Claims ratio %		
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported				Reported	Incurred but not reported
		1	2	3	4	5	6	7	8	9	10	11	
12	2011	11	23843	1833		25504	7770	4304			37578	93014	40.4
12	2010	12	26154	640	21235	8233	2464	61	5479	2940	2339	83602	38.3
12	2009	13	23738	165	26782	931	850	21	1251	32	519	78189	36.6
12	2008	14	21115	57	25658	57	92	2	103	3	45	74030	34.9
12	2007	15	19729	9	22146		28	1	27	1	1	68724	32.3
12	2006	16	18033	2	21662		246	6	18		234	62539	35.0
12	2005	17	16290		17878							58180	30.7
12	2004	18	3754	3	17599		300	7	300	8	(1)	56511	31.7
12	2003	19	2529	1	40662		1		1			115856	35.1
12	2002	20	12431		42012							97641	43.0
Prior accident years		21							1		(1)		
Total (11 to 21)		29		2710		34725	11751	4402	7180	2984	40714		
Line 29 expressed in sterling		30				2782	941	353	575	239	3261		

**General insurance business (accident year accounting) : Analysis of gross claims and premiums by risk category for direct insurance and facultative reinsurance**Name of insurer **The Prudential Assurance Company Limited**Currency **British Pound**

Global business

Reporting Territory **United Kingdom other than home foreign**Financial year ended **31 December 2011****Primary (direct) and facultative household and domestic all risks**

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

Accident year ended			Number of claims		Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Gross earned premiums	Claims ratio %
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred but not reported			
			1	2	3	4	5	6	7	8	9	10	11
12	2011	<b>11</b>											
12	2010	<b>12</b>											
12	2009	<b>13</b>											
12	2008	<b>14</b>											
12	2007	<b>15</b>											
12	2006	<b>16</b>											
12	2005	<b>17</b>											
12	2004	<b>18</b>											
12	2003	<b>19</b>	57748	4	63929	160	87	73	199	73	49	118909	54.0
12	2002	<b>20</b>	173975	3	165132	9	57	160	84	160	(18)	263415	62.8
Prior accident years		<b>21</b>		7		100	285	262	457	262	(72)		
Total (11 to 21)		<b>29</b>		14		269	429	495	739	495	(41)		
Line 29 expressed in sterling		<b>30</b>				269	429	495	739	495	(41)		

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

Name of insurer **The Prudential Assurance Company Limited**

Currency **Hong Kong Dollar**

Global business

Reporting Territory **Overseas**

Financial year ended **31 December 2011**

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

Company registration number **R31** GL/UK/CM **GL** day month year **31 12 2011** Monetary units **000** Category number **160** Currency code **HKD** Reporting territory code **XX**

Accident year ended		Number of claims	Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Gross earned premiums	Claims ratio %		
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported				Reported	Incurred but not reported
		1	2	3	4	5	6	7	8	9	10	11	
12	2011	11	2557	1013		5875	4844	449			11168	38475	29.0
12	2010	12	3221	538	5616	2123	2367	61	4453	360	(262)	36258	28.0
12	2009	13	3362	211	7133	132	632	16	824	22	(66)	33413	23.7
12	2008	14	2831	25	7464	27	171	5	249	7	(53)	31171	24.6
12	2007	15	2699	18	5992	31	85	2	127	3	(12)	29253	20.9
12	2006	16	2775	4	7826	3	44	1	44	1	3	27539	28.6
12	2005	17	2207		6151	6					6	27417	22.5
12	2004	18	1628	1	6749							27258	24.8
12	2003	19	1330	1	9155		1		6		(5)	42351	21.6
12	2002	20	885		10550							45299	23.3
Prior accident years		21				10			224	6	(220)		
Total (11 to 21)		29		1811		8207	8144	534	5927	399	10559		
Line 29 expressed in sterling		30				657	652	43	475	32	846		

**General insurance business (accident year accounting) : Analysis of gross claims and premiums by risk category for direct insurance and facultative reinsurance**Name of insurer **The Prudential Assurance Company Limited**Currency **British Pound**

Global business

Reporting Territory **United Kingdom other than home foreign**Financial year ended **31 December 2011****Employers liability**

Company registration number	GL/UK/CM	day month year	Monetary units	Category number	Currency code	Reporting territory code
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<b>R31</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>000</b>	<b>271</b>	<b>GBP</b>	<b>AA</b>
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Accident year ended			Number of claims		Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Gross earned premiums	Claims ratio %
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred but not reported			
			1	2	3	4	5	6	7	8	9	10	11
12	2011	<b>11</b>											
12	2010	<b>12</b>											
12	2009	<b>13</b>											
12	2008	<b>14</b>											
12	2007	<b>15</b>											
12	2006	<b>16</b>											
12	2005	<b>17</b>											
12	2004	<b>18</b>											
12	2003	<b>19</b>											
12	2002	<b>20</b>											
Prior accident years		<b>21</b>		784		2233	9748	67372	9891	67425	2038		
Total (11 to 21)		<b>29</b>		784		2233	9748	67372	9891	67425	2038		
Line 29 expressed in sterling		<b>30</b>				2233	9748	67372	9891	67425	2038		

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

Name of insurer **The Prudential Assurance Company Limited**

Currency **Hong Kong Dollar**

Global business

Reporting Territory **Overseas**

Financial year ended **31 December 2011**

**Employers liability**

Company registration number **R31** GL/UK/CM **GL** day month year **31 12 2011** Monetary units **000** Category number **271** Currency code **HKD** Reporting territory code **XX**

Accident year ended			Number of claims		Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Gross earned premiums	Claims ratio %
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred but not reported			
			1	2	3	4	5	6	7	8	9	10	11
12	2011	<b>11</b>	249	205		1339	3381	8876			13596	38220	35.6
12	2010	<b>12</b>	553	122	1342	5309	4257	11178	4432	11056	5256	40717	54.2
12	2009	<b>13</b>	922	129	9586	6166	6768	17770	6168	15385	9151	47791	84.3
12	2008	<b>14</b>	1015	74	13823	6267	2852	7487	4292	10706	1608	49139	61.9
12	2007	<b>15</b>	1082	59	20436	3060	1266	3324	3376	8422	(4148)	46547	60.3
12	2006	<b>16</b>	1237	15	31559	313	287	755	395	985	(25)	46418	70.9
12	2005	<b>17</b>	1063	1	26732	185	18	46	318	792	(861)	45501	59.3
12	2004	<b>18</b>	845		23336							40118	58.2
12	2003	<b>19</b>	699		22610	2					2	43598	51.9
12	2002	<b>20</b>	871		17952	(66)					(66)	34404	52.0
Prior accident years		<b>21</b>											
Total (11 to 21)		<b>29</b>		605		22575	18829	49436	18981	47346	24513		
Line 29 expressed in sterling		<b>30</b>				1808	1508	3960	1520	3793	1964		

**General insurance business (accident year accounting) : Analysis of gross claims and premiums by risk category for direct insurance and facultative reinsurance**Name of insurer **The Prudential Assurance Company Limited**Currency **British Pound**

Global business

Reporting Territory **United Kingdom other than home foreign**Financial year ended **31 December 2011****Public and products liability**Company  
registration  
numberGL/  
UK/  
CM

day month year

Monetary  
unitsCategory  
numberCurrency  
codeReporting  
territory  
code

<b>R31</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>000</b>	<b>273</b>	<b>GBP</b>	<b>AA</b>
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Accident year ended			Number of claims		Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Gross earned premiums	Claims ratio %
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred but not reported			
			1	2	3	4	5	6	7	8	9	10	11
12	2011	<b>11</b>											
12	2010	<b>12</b>											
12	2009	<b>13</b>											
12	2008	<b>14</b>											
12	2007	<b>15</b>											
12	2006	<b>16</b>											
12	2005	<b>17</b>											
12	2004	<b>18</b>											
12	2003	<b>19</b>											
12	2002	<b>20</b>											
Prior accident years		<b>21</b>		235		1939	1576	551	1379	3499	(813)		
Total (11 to 21)		<b>29</b>		235		1939	1576	551	1379	3499	(813)		
Line 29 expressed in sterling		<b>30</b>				1939	1576	551	1379	3499	(813)		

**General insurance business (accident year accounting) : Analysis of gross claims and premiums by risk category for direct insurance and facultative reinsurance**Name of insurer **The Prudential Assurance Company Limited**Currency **Hong Kong Dollar**

Global business

Reporting Territory **Overseas**Financial year ended **31 December 2011****Public and products liability**

Company registration number	GL/UK/CM	day month year	Monetary units	Category number	Currency code	Reporting territory code
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<b>R31</b>	<b>15454</b>	<b>GL</b>	<b>31 12 2011</b>	<b>000</b>	<b>273</b>	<b>HKD</b>	<b>XX</b>
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Accident year ended			Number of claims		Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Gross earned premiums	Claims ratio %
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred but not reported			
			1	2	3	4	5	6	7	8	9	10	11
12	2011	<b>11</b>	67	148		250	1494	4113			5857	9888	59.2
12	2010	<b>12</b>	125	226	255	837	2163	5720	2842	7049	(1171)	10388	86.4
12	2009	<b>13</b>	471	59	942	1602	869	2145	1043	2572	1001	11201	49.6
12	2008	<b>14</b>	461	19	2689	547	405	995	756	1974	(783)	10760	43.1
12	2007	<b>15</b>	339	12	1356	449	124	303	236	578	62	9854	22.7
12	2006	<b>16</b>	402	1	1352		30	74	30	74		9400	15.5
12	2005	<b>17</b>	292		2294							9553	24.0
12	2004	<b>18</b>	142	1	2785	170	10	25	204	500	(499)	7911	37.8
12	2003	<b>19</b>											
12	2002	<b>20</b>											
Prior accident years		<b>21</b>											
Total (11 to 21)		<b>29</b>		466		3855	5095	13375	5111	12747	4467		
Line 29 expressed in sterling		<b>30</b>				309	408	1071	409	1021	358		



**General insurance business (accident year accounting) : Analysis of gross claims and premiums for motor vehicle direct insurance and facultative reinsurance**Name of insurer **The Prudential Assurance Company Limited**Currency **British Pound**

Global business

Reporting Territory **United Kingdom other than home foreign**Financial year ended **31 December 2011****Private motor - comprehensive**

Accident year ended		Number of claims	Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	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	2011	<b>11</b>													
12	2010	<b>12</b>													
12	2009	<b>13</b>													
12	2008	<b>14</b>													
12	2007	<b>15</b>													
12	2006	<b>16</b>													
12	2005	<b>17</b>													
12	2004	<b>18</b>													
12	2003	<b>19</b>	14349	4	16567	183	67	293	164	293	86	28736	59.5	102	14.1
12	2002	<b>20</b>	37141	3	48449	41	398	346	305	346	135	74652	66.0	92	40.4
Prior accident years		<b>21</b>		4		27	12237	131	9692	131	2572				
Total (11 to 21)		<b>29</b>		11		251	12703	769	10161	769	2793				
Line 29 expressed in sterling		<b>30</b>				251	12703	769	10161	769	2793				

**General insurance business (accident year accounting) : Analysis of gross claims and premiums for motor vehicle direct insurance and facultative reinsurance**Name of insurer **The Prudential Assurance Company Limited**

Currency

**British Pound**

Global business

Reporting Territory

**United Kingdom other than home foreign**Financial year ended **31 December 2011**Company  
registration  
numberGL/  
UK/  
CM

day month year

Monetary  
unitsCategory  
numberCurrency  
codeReporting  
territory  
code**Private motor - non-comprehensive**

Accident year ended			Number of claims		Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8) 9	Gross earned premiums 10	Claims ratio % 11	Vehicle years (000's) 12	Claims frequency % 13	
Month	Year		Closed at some cost during this or previous years 1	Reported claims outstanding 2	In previous financial years 3	In this financial year 4	Reported 5	Incurred but not reported 6	Reported 7	Incurred but not reported 8						
12	2011	<b>11</b>														
12	2010	<b>12</b>														
12	2009	<b>13</b>														
12	2008	<b>14</b>														
12	2007	<b>15</b>														
12	2006	<b>16</b>														
12	2005	<b>17</b>														
12	2004	<b>18</b>														
12	2003	<b>19</b>	123		260						602	43.2	3	4.1		
12	2002	<b>20</b>	315		1667						1624	102.6	26	1.2		
Prior accident years		<b>21</b>		4		5718	3778		9119							
Total (11 to 21)		<b>29</b>		4		5718	3778		9119							
Line 29 expressed in sterling		<b>30</b>				5718	3778		9119							

**General insurance business (accident year accounting) : Analysis of gross claims and premiums for motor vehicle direct insurance and facultative reinsurance**Name of insurer **The Prudential Assurance Company Limited**

Currency

**Hong Kong Dollar**

Global business

Reporting Territory

**Overseas**Financial year ended **31 December 2011**Company  
registration  
numberGL/  
UK/  
CM

day month year

Monetary  
unitsCategory  
numberCurrency  
codeReporting  
territory  
code**Private motor - comprehensive**

Accident year ended		Number of claims	Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8) 9	Gross earned premiums	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	2011	<b>11</b>	105	79		3019	964	2047			6030	24198	24.9	3	6.1
12	2010	<b>12</b>	121	52	3399	975	743	819	1369	1411	(243)	17173	34.6	2	8.7
12	2009	<b>13</b>	150	18	3720	(588)	212		176	574	(1126)	21828	15.3	2	8.4
12	2008	<b>14</b>	157	10	3963	(10)	35	50	34	187	(146)	20224	20.0	2	8.4
12	2007	<b>15</b>	124	2	3053	(217)	20	15	20	43	(245)	17838	16.1	2	6.3
12	2006	<b>16</b>	124		3525	60			77	2	(19)	16596	21.6	2	6.2
12	2005	<b>17</b>	110		2112	(6)					(6)	15289	13.8	3	3.7
12	2004	<b>18</b>	73		1773							11714	15.1	1	7.3
12	2003	<b>19</b>	62		2740							9296	29.5	1	6.2
12	2002	<b>20</b>	70		1407							9787	14.4	1	7.0
Prior accident years		<b>21</b>													
Total (11 to 21)		<b>29</b>		161		3233	1974	2931	1676	2217	4245				
Line 29 expressed in sterling		<b>30</b>				259	158	235	134	178	340				

**General insurance business (accident year accounting) : Analysis of gross claims and premiums for motor vehicle direct insurance and facultative reinsurance**Name of insurer **The Prudential Assurance Company Limited**Currency **Hong Kong Dollar**

Global business

Reporting Territory **Overseas**Financial year ended **31 December 2011****Private motor - non-comprehensive**

Company registration number		GL/UK/CM	day month year			Monetary units	Category number	Currency code	Reporting territory code						
<b>R32</b>		<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>000</b>	<b>122</b>	<b>HKD</b>	<b>XX</b>					
Accident year ended		Number of claims		Gross claims paid		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Gross earned premiums	Claims ratio %	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	2011	11	7	9		88	1423			1511	3185	47.4	1	1.6	
12	2010	12	6	8	(1)	35	106	566	145	971	(409)	3386	20.9	1	1.4
12	2009	13	27	2	207	470	20		329	412	(251)	3681	18.9	1	2.9
12	2008	14	27	1	411	220		35		131	124	3853	17.3	1	2.8
12	2007	15	20	1	613			11		30	(19)	3923	15.9	1	2.1
12	2006	16	26	2	181	1823	520	15	1996	60	302	4110	61.8	1	2.8
12	2005	17	23		1316							3716	35.4		
12	2004	18	16		1407							2694	52.2		
12	2003	19	3		169							2207	7.7		
12	2002	20	3		298							2323	12.8		
Prior accident years		21													
Total (11 to 21)		29		23		2548	734	2050	2470	1604	1258				
Line 29 expressed in sterling		30				204	59	164	198	128	101				



**Equalisation provisions**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

				Company registration number	GL/UK/CM	day month year			Units
				R37	15454	GL	31	12	2011
<b>Calculation of the maximum provision</b>	Business grouping A (property) <b>1</b>	Business grouping B (business interruption) <b>2</b>	Business grouping C (marine and aviation) <b>3</b>	Business grouping D (nuclear) <b>4</b>	Business grouping E (non-proportional treaty) <b>5</b>	All business groupings <b>6</b>			Credit insurance business <b>7</b>
Total net premiums written in the previous 4 years	<b>11</b>	14628							
Net premiums written in the current year	<b>12</b>	4133							
Maximum provision	<b>13</b>	750					750		

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

Equalisation provision brought forward	<b>21</b>						713	
Transfers in	<b>22</b>	124					124	
Total abnormal loss	<b>23</b>							
Provisional transfers out	<b>24</b>							
Excess of provisional transfer out over fund available	<b>25</b>							
Provisional amount carried forward (21+22-24+25)	<b>26</b>						837	
Excess, if any, of 26 over 13	<b>27</b>						86	
Equalisation provision carried forward (26-27)	<b>28</b>						750	
Transfer in/(out) for financial year (28-21)	<b>29</b>						38	

**Equalisation provisions technical account : Accident year accounting**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**

		Company registration number	GL/ UK/ CM	day month year			Units	
		<b>R38</b>	<b>15454</b>	<b>GL</b>	<b>31</b>	<b>12</b>	<b>2011</b>	<b>£000</b>
		Business grouping A (property) <b>1</b>	Business grouping B (business interruption) <b>2</b>	Business grouping C (marine and aviation) <b>3</b>	Business grouping D (nuclear) <b>4</b>		Business grouping E (non-proportional treaty) <b>5</b>	
<b>Other than credit business</b>								
Net premiums earned	<b>11</b>	4015						
Claims incurred net of reinsurance	<b>12</b>	1047						
Trigger claims value	<b>13</b>	2911						
Abnormal loss	<b>19</b>							
Trigger claims ratio		72.5%	72.5%	95%	25%			100%

**Credit business**

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

**Long-term insurance business : Revenue account**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Summary**  
 Financial year ended **31 December 2011**  
 Units **£000**

Financial year 1	Previous year 2
---------------------	--------------------

**Income**

Earned premiums	11	13385355	5475655
Investment income receivable before deduction of tax	12	4748806	4146772
Increase (decrease) in the value of non-linked assets brought into account	13	1383620	1903849
Increase (decrease) in the value of linked assets	14	(570407)	757553
Other income	15	29333	92877
<b>Total income</b>	<b>19</b>	<b>18976707</b>	<b>12376707</b>

**Expenditure**

Claims incurred	21	9047191	8584544
Expenses payable	22	1292277	1036501
Interest payable before the deduction of tax	23	48270	35546
Taxation	24	263990	369662
Other expenditure	25	130641	200569
Transfer to (from) non technical account	26	170976	323815
<b>Total expenditure</b>	<b>29</b>	<b>10953343</b>	<b>10550637</b>

Business transfers - in	31		1867995
Business transfers - out	32		
Increase (decrease) in fund in financial year (19-29+31-32)	39	8023364	3694065
Fund brought forward	49	80971683	77244375
Fund carried forward (39+49)	59	88995047	80938440



**Long-term insurance business : Revenue account**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

Financial year 1	Previous year 2
---------------------	--------------------

**Income**

Earned premiums	11	137526	155069
Investment income receivable before deduction of tax	12	443559	508685
Increase (decrease) in the value of non-linked assets brought into account	13	561914	67877
Increase (decrease) in the value of linked assets	14		
Other income	15		
<b>Total income</b>	<b>19</b>	<b>1142998</b>	<b>731632</b>

**Expenditure**

Claims incurred	21	1624742	1354102
Expenses payable	22	49912	55156
Interest payable before the deduction of tax	23	8535	8700
Taxation	24	33670	47531
Other expenditure	25	13180	13858
Transfer to (from) non technical account	26		
<b>Total expenditure</b>	<b>29</b>	<b>1730039</b>	<b>1479348</b>

Business transfers - in	31		
Business transfers - out	32		
Increase (decrease) in fund in financial year (19-29+31-32)	39	(587041)	(747716)
Fund brought forward	49	7784852	8532568
Fund carried forward (39+49)	59	7197811	7784852

**Long-term insurance business : Revenue account**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

Financial year 1	Previous year 2
---------------------	--------------------

**Income**

Earned premiums	11	11594454	3685399
Investment income receivable before deduction of tax	12	3457877	2929838
Increase (decrease) in the value of non-linked assets brought into account	13	567163	1359686
Increase (decrease) in the value of linked assets	14		
Other income	15	31855	34365
<b>Total income</b>	<b>19</b>	<b>15651349</b>	<b>8009287</b>

**Expenditure**

Claims incurred	21	5686847	5323343
Expenses payable	22	791993	714380
Interest payable before the deduction of tax	23	38745	24575
Taxation	24	263496	336543
Other expenditure	25	34177	9673
Transfer to (from) non technical account	26	228706	236038
<b>Total expenditure</b>	<b>29</b>	<b>7043964</b>	<b>6644551</b>

Business transfers - in	31		
Business transfers - out	32		
Increase (decrease) in fund in financial year (19-29+31-32)	39	8607385	1364736
Fund brought forward	49	53768453	52357571
Fund carried forward (39+49)	59	62375838	53722307

**Long-term insurance business : Revenue account**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Defined Charge Participating Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

Financial year 1	Previous year 2
---------------------	--------------------

**Income**

Earned premiums	11	191488	188290
Investment income receivable before deduction of tax	12	35259	42873
Increase (decrease) in the value of non-linked assets brought into account	13	45864	259886
Increase (decrease) in the value of linked assets	14		
Other income	15	18	9674
<b>Total income</b>	<b>19</b>	<b>272629</b>	<b>500723</b>

**Expenditure**

Claims incurred	21	361269	553564
Expenses payable	22	(4138)	(5676)
Interest payable before the deduction of tax	23		
Taxation	24	1278	1378
Other expenditure	25	38441	35064
Transfer to (from) non technical account	26		
<b>Total expenditure</b>	<b>29</b>	<b>396850</b>	<b>584330</b>

Business transfers - in	31		
Business transfers - out	32		
Increase (decrease) in fund in financial year (19-29+31-32)	39	(124221)	(83606)
Fund brought forward	49	3067316	3173456
Fund carried forward (39+49)	59	2943096	3089849

**Long-term insurance business : Revenue account**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

Financial year 1	Previous year 2
---------------------	--------------------

**Income**

Earned premiums	11	1461887	1446897
Investment income receivable before deduction of tax	12	812112	665376
Increase (decrease) in the value of non-linked assets brought into account	13	208680	216400
Increase (decrease) in the value of linked assets	14	(570407)	757553
Other income	15	81363	106018
<b>Total income</b>	<b>19</b>	<b>1993635</b>	<b>3192245</b>

**Expenditure**

Claims incurred	21	1374333	1353536
Expenses payable	22	454510	272641
Interest payable before the deduction of tax	23	990	2271
Taxation	24	(34454)	(15790)
Other expenditure	25	128746	199154
Transfer to (from) non technical account	26	(57730)	87777
<b>Total expenditure</b>	<b>29</b>	<b>1866394</b>	<b>1899588</b>

Business transfers - in	31		1867995
Business transfers - out	32		
Increase (decrease) in fund in financial year (19-29+31-32)	39	127240	3160652
Fund brought forward	49	16351062	13180780
Fund carried forward (39+49)	59	16478302	16341432

**Long-term insurance business : Analysis of premiums**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Summary**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Regular premiums	11	383911	1081385	1313746	2779042	2632286
Single premiums	12	1949168	2392990	349629	4691787	4527065

**Reinsurance - external**

Regular premiums	13	31311	19301	13344	63956	54306
Single premiums	14	1379	8433	56437	66249	14187

**Reinsurance - intra-group**

Regular premiums	15		445956	2855	448811	431064
Single premiums	16	176570	(6670111)		(6493541)	1184139

**Net of reinsurance**

Regular premiums	17	352600	616128	1297547	2266275	2146916
Single premiums	18	1771219	9054669	293191	11119080	3328740

**Total**

Gross	19	2333080	3474375	1663375	7470829	7159351
Reinsurance	20	209260	(6196422)	72636	(5914525)	1683696
Net	21	2123820	9670796	1590739	13385355	5475655

**Long-term insurance business : Analysis of premiums**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Regular premiums	11	98912	30048		128960	153733
Single premiums	12	1009	13908		14918	15800

**Reinsurance - external**

Regular premiums	13	49	42		91	119
Single premiums	14					

**Reinsurance - intra-group**

Regular premiums	15					
Single premiums	16		6261		6261	14345

**Net of reinsurance**

Regular premiums	17	98863	30006		128869	153614
Single premiums	18	1009	7647		8657	1455

**Total**

Gross	19	99921	43957		143878	169533
Reinsurance	20	49	6303		6352	14464
Net	21	99872	37654		137526	155069

**Long-term insurance business : Analysis of premiums**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Regular premiums	11	170987	575991	799206	1546184	1497340
Single premiums	12	1593608	1697455	84204	3375267	3199240

**Reinsurance - external**

Regular premiums	13	8562	756	5815	15134	17390
Single premiums	14	992	228		1220	1324

**Reinsurance - intra-group**

Regular premiums	15		105765		105765	126257
Single premiums	16	326	(6795448)		(6795122)	866210

**Net of reinsurance**

Regular premiums	17	162424	469470	793391	1425285	1353693
Single premiums	18	1592290	8492675	84204	10169169	2331705

**Total**

Gross	19	1764594	2273446	883410	4921451	4696580
Reinsurance	20	9880	(6688699)	5815	(6673003)	1011181
Net	21	1754714	8962145	877595	11594454	3685399

**Long-term insurance business : Analysis of premiums**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Defined Charge Participating Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Regular premiums	11		30655	30655	31541
Single premiums	12		160833	160833	156749

**Reinsurance - external**

Regular premiums	13				
Single premiums	14				

**Reinsurance - intra-group**

Regular premiums	15				
Single premiums	16				

**Net of reinsurance**

Regular premiums	17		30655	30655	31541
Single premiums	18		160833	160833	156749

**Total**

Gross	19		191488	191488	188290
Reinsurance	20				
Net	21		191488	191488	188290



**Long-term insurance business : Analysis of premiums**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Regular premiums	11	114013	475345	483885	1073243	949672
Single premiums	12	354551	681627	104591	1140769	1155276

**Reinsurance - external**

Regular premiums	13	22700	18503	7529	48731	36797
Single premiums	14	387	8205	56437	65029	12863

**Reinsurance - intra-group**

Regular premiums	15		340191	2855	343046	304807
Single premiums	16	176244	119076		295320	303583

**Net of reinsurance**

Regular premiums	17	91313	116651	473501	681466	608068
Single premiums	18	177920	554346	48154	780421	838830

**Total**

Gross	19	468564	1156972	588477	2214013	2104948
Reinsurance	20	199330	485974	66821	752126	658051
Net	21	269234	670998	521656	1461887	1446897

**Long-term insurance business : Analysis of claims**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Summary**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Death or disability lump sums	11	507142	110184	95716	713043	662803
Disability periodic payments	12	1338		459	1797	1932
Surrender or partial surrender	13	1594345	1372065	759022	3725432	3779755
Annuity payments	14	8434	1779527	7178	1795139	1708885
Lump sums on maturity	15	1712561	2447755	16138	4176454	3852353
<b>Total</b>	<b>16</b>	<b>3823820</b>	<b>5709532</b>	<b>878514</b>	<b>10411866</b>	<b>10005727</b>

**Reinsurance - external**

Death or disability lump sums	21	37340	176	3137	40653	30600
Disability periodic payments	22	38			38	12
Surrender or partial surrender	23	7215	11269		18484	10843
Annuity payments	24		476		476	720
Lump sums on maturity	25	1	1734		1735	1994
<b>Total</b>	<b>26</b>	<b>44593</b>	<b>13656</b>	<b>3137</b>	<b>61386</b>	<b>44169</b>

**Reinsurance - intra-group**

Death or disability lump sums	31					1675
Disability periodic payments	32					
Surrender or partial surrender	33	206191	182763		388954	342367
Annuity payments	34		821466		821466	965312
Lump sums on maturity	35	2	92867		92869	67660
<b>Total</b>	<b>36</b>	<b>206193</b>	<b>1097096</b>		<b>1303289</b>	<b>1377014</b>

**Net of reinsurance**

Death or disability lump sums	41	469803	110008	92579	672390	630528
Disability periodic payments	42	1300		459	1759	1920
Surrender or partial surrender	43	1380939	1178033	759022	3317994	3426545
Annuity payments	44	8434	957586	7178	973197	742853
Lump sums on maturity	45	1712558	2353154	16138	4081850	3782699
<b>Total</b>	<b>46</b>	<b>3573034</b>	<b>4598781</b>	<b>875377</b>	<b>9047191</b>	<b>8584544</b>

**Long-term insurance business : Analysis of claims**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Death or disability lump sums	11	24285	12497		36782	39873
Disability periodic payments	12	126			126	138
Surrender or partial surrender	13	112918	56006		168924	193109
Annuity payments	14		44187		44187	44530
Lump sums on maturity	15	967298	449842		1417140	1119875
<b>Total</b>	<b>16</b>	<b>1104627</b>	<b>562531</b>		<b>1667159</b>	<b>1397524</b>

**Reinsurance - external**

Death or disability lump sums	21	110	95		205	657
Disability periodic payments	22					
Surrender or partial surrender	23					
Annuity payments	24					
Lump sums on maturity	25					
<b>Total</b>	<b>26</b>	<b>110</b>	<b>95</b>		<b>205</b>	<b>657</b>

**Reinsurance - intra-group**

Death or disability lump sums	31					
Disability periodic payments	32					
Surrender or partial surrender	33					
Annuity payments	34		42212		42212	42753
Lump sums on maturity	35					12
<b>Total</b>	<b>36</b>		<b>42212</b>		<b>42212</b>	<b>42765</b>

**Net of reinsurance**

Death or disability lump sums	41	24175	12402		36577	39215
Disability periodic payments	42	126			126	138
Surrender or partial surrender	43	112918	56006		168924	193109
Annuity payments	44		1975		1975	1777
Lump sums on maturity	45	967298	449842		1417140	1119863
<b>Total</b>	<b>46</b>	<b>1104517</b>	<b>520225</b>		<b>1624742</b>	<b>1354102</b>

**Long-term insurance business : Analysis of claims**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Death or disability lump sums	11	381229	85048	35049	501326	473704
Disability periodic payments	12	224			224	253
Surrender or partial surrender	13	1050063	893320	441670	2385053	2261698
Annuity payments	14	5910	1184350	3191	1193451	1144050
Lump sums on maturity	15	666204	1819403	16134	2501741	2494156
<b>Total</b>	<b>16</b>	<b>2103630</b>	<b>3982121</b>	<b>496044</b>	<b>6581795</b>	<b>6373861</b>

**Reinsurance - external**

Death or disability lump sums	21	10612	5	1042	11659	11745
Disability periodic payments	22					
Surrender or partial surrender	23	85	329		414	921
Annuity payments	24		476		476	720
Lump sums on maturity	25		319		319	483
<b>Total</b>	<b>26</b>	<b>10697</b>	<b>1129</b>	<b>1042</b>	<b>12868</b>	<b>13869</b>

**Reinsurance - intra-group**

Death or disability lump sums	31					1675
Disability periodic payments	32					
Surrender or partial surrender	33		45753		45753	47037
Annuity payments	34		762046		762046	920289
Lump sums on maturity	35		74281		74281	67648
<b>Total</b>	<b>36</b>		<b>882080</b>		<b>882080</b>	<b>1036649</b>

**Net of reinsurance**

Death or disability lump sums	41	370617	85043	34008	489668	460284
Disability periodic payments	42	224			224	253
Surrender or partial surrender	43	1049978	847238	441670	2338886	2213740
Annuity payments	44	5910	421828	3191	430929	223041
Lump sums on maturity	45	666204	1744803	16134	2427141	2426025
<b>Total</b>	<b>46</b>	<b>2092933</b>	<b>3098912</b>	<b>495002</b>	<b>5686847</b>	<b>5323343</b>

**Long-term insurance business : Analysis of claims**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Defined Charge Participating Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Death or disability lump sums	11			7505	7505	8873
Disability periodic payments	12					
Surrender or partial surrender	13			221369	221369	408987
Annuity payments	14	2523	125885	3987	132395	135704
Lump sums on maturity	15					
<b>Total</b>	<b>16</b>	2523	125885	232861	361269	553564

**Reinsurance - external**

Death or disability lump sums	21					
Disability periodic payments	22					
Surrender or partial surrender	23					
Annuity payments	24					
Lump sums on maturity	25					
<b>Total</b>	<b>26</b>					

**Reinsurance - intra-group**

Death or disability lump sums	31					
Disability periodic payments	32					
Surrender or partial surrender	33					
Annuity payments	34					
Lump sums on maturity	35					
<b>Total</b>	<b>36</b>					

**Net of reinsurance**

Death or disability lump sums	41			7505	7505	8873
Disability periodic payments	42					
Surrender or partial surrender	43			221369	221369	408987
Annuity payments	44	2523	125885	3987	132395	135704
Lump sums on maturity	45					
<b>Total</b>	<b>46</b>	2523	125885	232861	361269	553564

**Long-term insurance business : Analysis of claims**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Death or disability lump sums	11	101628	12639	53162	167430	140354
Disability periodic payments	12	988		459	1447	1542
Surrender or partial surrender	13	431364	422740	95983	950086	915961
Annuity payments	14	1	425105		425106	384601
Lump sums on maturity	15	79059	178510	4	257573	238322
<b>Total</b>	<b>16</b>	<b>613040</b>	<b>1038995</b>	<b>149609</b>	<b>1801643</b>	<b>1680779</b>

**Reinsurance - external**

Death or disability lump sums	21	26618	76	2096	28790	18198
Disability periodic payments	22	38			38	12
Surrender or partial surrender	23	7130	10940		18070	9922
Annuity payments	24					
Lump sums on maturity	25	1	1415		1416	1511
<b>Total</b>	<b>26</b>	<b>33786</b>	<b>12432</b>	<b>2096</b>	<b>48314</b>	<b>29643</b>

**Reinsurance - intra-group**

Death or disability lump sums	31					
Disability periodic payments	32					
Surrender or partial surrender	33	206191	137010		343201	295330
Annuity payments	34		17208		17208	2270
Lump sums on maturity	35	2	18586		18588	
<b>Total</b>	<b>36</b>	<b>206193</b>	<b>172804</b>		<b>378997</b>	<b>297600</b>

**Net of reinsurance**

Death or disability lump sums	41	75011	12563	51066	138640	122156
Disability periodic payments	42	950		459	1409	1529
Surrender or partial surrender	43	218043	274789	95983	588815	610709
Annuity payments	44	1	407897		407898	382331
Lump sums on maturity	45	79056	158509	4	237569	236811
<b>Total</b>	<b>46</b>	<b>373060</b>	<b>853759</b>	<b>147513</b>	<b>1374333</b>	<b>1353536</b>

**Long-term insurance business : Analysis of expenses**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Summary**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Commission - acquisition	11	134395	13830	137476	285701	226456
Commission - other	12	81480	11881	50168	143529	77025
Management - acquisition	13	83415	113430	127976	324821	234522
Management - maintenance	14	202025	299492	39246	540764	492240
Management - other	15	16590	25958	(4071)	38476	34552
<b>Total</b>	<b>16</b>	<b>517905</b>	<b>464590</b>	<b>350796</b>	<b>1333292</b>	<b>1064794</b>

**Reinsurance - external**

Commission - acquisition	21			7536	7536	698
Commission - other	22	(1)	2	1591	1592	2027
Management - acquisition	23			17	17	
Management - maintenance	24			30	30	
Management - other	25					
<b>Total</b>	<b>26</b>	<b>(1)</b>	<b>2</b>	<b>9175</b>	<b>9176</b>	<b>2725</b>

**Reinsurance - intra-group**

Commission - acquisition	31	(1)	5707		5705	4632
Commission - other	32	398	2676		3074	2425
Management - acquisition	33	1	18505		18506	14245
Management - maintenance	34	971	3583		4554	4267
Management - other	35					
<b>Total</b>	<b>36</b>	<b>1368</b>	<b>30471</b>		<b>31839</b>	<b>25568</b>

**Net of reinsurance**

Commission - acquisition	41	134396	8123	129940	272459	221127
Commission - other	42	81084	9203	48577	138864	72573
Management - acquisition	43	83414	94925	127959	306298	220277
Management - maintenance	44	201055	295909	39216	536180	487973
Management - other	45	16590	25958	(4071)	38476	34552
<b>Total</b>	<b>46</b>	<b>516539</b>	<b>434117</b>	<b>341621</b>	<b>1292277</b>	<b>1036501</b>

**Long-term insurance business : Analysis of expenses**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Commission - acquisition	11	1	836		837	966
Commission - other	12	1314	557		1872	2269
Management - acquisition	13					
Management - maintenance	14	14566	32637		47203	51923
Management - other	15					
<b>Total</b>	<b>16</b>	<b>15882</b>	<b>34030</b>		<b>49912</b>	<b>55159</b>

**Reinsurance - external**

Commission - acquisition	21					
Commission - other	22	(2)	2			3
Management - acquisition	23					
Management - maintenance	24					
Management - other	25					
<b>Total</b>	<b>26</b>	<b>(2)</b>	<b>2</b>			<b>3</b>

**Reinsurance - intra-group**

Commission - acquisition	31					
Commission - other	32					
Management - acquisition	33					
Management - maintenance	34					
Management - other	35					
<b>Total</b>	<b>36</b>					

**Net of reinsurance**

Commission - acquisition	41	1	836		837	966
Commission - other	42	1316	555		1872	2266
Management - acquisition	43					
Management - maintenance	44	14566	32637		47203	51923
Management - other	45					
<b>Total</b>	<b>46</b>	<b>15884</b>	<b>34028</b>		<b>49912</b>	<b>55156</b>



**Long-term insurance business : Analysis of expenses**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Commission - acquisition	11	83056	(6240)	70578	147395	132846
Commission - other	12	23834	9777	25914	59525	47647
Management - acquisition	13	44338	64583	83567	192488	141774
Management - maintenance	14	129021	200906	28330	358258	369570
Management - other	15	14908	20669		35577	24742
<b>Total</b>	<b>16</b>	<b>295157</b>	<b>289695</b>	<b>208389</b>	<b>793242</b>	<b>716579</b>

**Reinsurance - external**

Commission - acquisition	21			619	619	521
Commission - other	22	1		629	629	1679
Management - acquisition	23					
Management - maintenance	24					
Management - other	25					
<b>Total</b>	<b>26</b>	<b>1</b>		<b>1248</b>	<b>1249</b>	<b>2199</b>

**Reinsurance - intra-group**

Commission - acquisition	31					
Commission - other	32					
Management - acquisition	33					
Management - maintenance	34					
Management - other	35					
<b>Total</b>	<b>36</b>					

**Net of reinsurance**

Commission - acquisition	41	83056	(6240)	69959	146775	132325
Commission - other	42	23833	9777	25285	58896	45968
Management - acquisition	43	44338	64583	83567	192488	141774
Management - maintenance	44	129021	200906	28330	358258	369570
Management - other	45	14908	20669		35577	24742
<b>Total</b>	<b>46</b>	<b>295156</b>	<b>289695</b>	<b>207141</b>	<b>791993</b>	<b>714380</b>

**Long-term insurance business : Analysis of expenses**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Defined Charge Participating Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Commission - acquisition	11		17	17	3
Commission - other	12				
Management - acquisition	13				
Management - maintenance	14	2	(87)	(85)	108
Management - other	15		(4071)	(4071)	(5788)
<b>Total</b>	<b>16</b>	<b>2</b>	<b>(4140)</b>	<b>(4138)</b>	<b>(5676)</b>

**Reinsurance - external**

Commission - acquisition	21				
Commission - other	22				
Management - acquisition	23				
Management - maintenance	24				
Management - other	25				
<b>Total</b>	<b>26</b>				

**Reinsurance - intra-group**

Commission - acquisition	31				
Commission - other	32				
Management - acquisition	33				
Management - maintenance	34				
Management - other	35				
<b>Total</b>	<b>36</b>				

**Net of reinsurance**

Commission - acquisition	41		17	17	3
Commission - other	42				
Management - acquisition	43				
Management - maintenance	44	2	(87)	(85)	108
Management - other	45		(4071)	(4071)	(5788)
<b>Total</b>	<b>46</b>	<b>2</b>	<b>(4140)</b>	<b>(4138)</b>	<b>(5676)</b>

**Long-term insurance business : Analysis of expenses**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Commission - acquisition	11	51337	19234	66881	137452	92641
Commission - other	12	56332	1546	24254	82132	27108
Management - acquisition	13	39077	48847	44409	132334	92747
Management - maintenance	14	58438	65947	11003	135388	70638
Management - other	15	1682	5289		6970	15598
<b>Total</b>	<b>16</b>	<b>206866</b>	<b>140863</b>	<b>146547</b>	<b>494276</b>	<b>298732</b>

**Reinsurance - external**

Commission - acquisition	21			6917	6917	177
Commission - other	22			963	963	345
Management - acquisition	23			17	17	
Management - maintenance	24			30	30	
Management - other	25					
<b>Total</b>	<b>26</b>			<b>7927</b>	<b>7927</b>	<b>522</b>

**Reinsurance - intra-group**

Commission - acquisition	31	(1)	5707		5705	4632
Commission - other	32	398	2676		3074	2425
Management - acquisition	33	1	18505		18506	14245
Management - maintenance	34	971	3583		4554	4267
Management - other	35					
<b>Total</b>	<b>36</b>	<b>1368</b>	<b>30471</b>		<b>31839</b>	<b>25568</b>

**Net of reinsurance**

Commission - acquisition	41	51339	13527	59964	124829	87831
Commission - other	42	55934	(1129)	23291	78096	24338
Management - acquisition	43	39076	30342	44392	113810	78503
Management - maintenance	44	57467	62364	10973	130804	66371
Management - other	45	1682	5289		6970	15598
<b>Total</b>	<b>46</b>	<b>205498</b>	<b>110392</b>	<b>138620</b>	<b>454510</b>	<b>272641</b>

**Long-term insurance business : Linked funds balance sheet**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business  
 Financial year ended **31 December 2011**  
 Units **£000**

Financial year 1	Previous year 2
---------------------	--------------------

**Internal linked funds (excluding cross investment)**

Directly held assets (excluding collective investment schemes)	11	1215985	1214009
Directly held assets in collective investment schemes of connected companies	12	6972174	8003870
Directly held assets in other collective investment schemes	13	950863	538522
<b>Total assets (excluding cross investment) (11+12+13)</b>	<b>14</b>	<b>9139022</b>	<b>9756401</b>
Provision for tax on unrealised capital gains	15	12860	14806
Secured and unsecured loans	16		
Other liabilities	17	34376	11996
<b>Total net assets (14-15-16-17)</b>	<b>18</b>	<b>9091786</b>	<b>9729598</b>

**Directly held linked assets**

Value of directly held linked assets	21	58152	67341
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**Total**

Value of directly held linked assets and units held (18+21)	31	9149938	9796939
Surplus units	32	4321	6361
Deficit units	33		
<b>Net unit liability (31-32+33)</b>	<b>34</b>	<b>9145617</b>	<b>9790578</b>

**Long-term insurance business : Revenue account for internal linked funds**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business  
 Financial year ended **31 December 2011**  
 Units **£000**

Financial year 1	Previous year 2
---------------------	--------------------

**Income**

Value of total creation of units	11	800963	678350
Investment income attributable to the funds before deduction of tax	12	198774	195087
Increase (decrease) in the value of investments in the financial year	13	(539001)	754338
Other income	14		1823120
<b>Total income</b>	<b>19</b>	<b>460736</b>	<b>3450895</b>

**Expenditure**

Value of total cancellation of units	21	972844	855730
Charges for management	22	122663	111915
Charges in respect of tax on investment income	23	8126	4829
Taxation on realised capital gains	24	2981	11320
Increase (decrease) in amount set aside for tax on capital gains not yet realised	25		
Other expenditure	26		
<b>Total expenditure</b>	<b>29</b>	<b>1106614</b>	<b>983795</b>

Increase (decrease) in funds in financial year (19-29)	39	(645878)	2467101
Internal linked fund brought forward	49	9737665	7262497
Internal linked funds carried forward (39+49)	59	9091786	9729598

**Long-term insurance business : Summary of new business**Name of insurer **The Prudential Assurance Company Limited**

Total business

Financial year ended **31 December 2011**Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Number of new policyholders/  
scheme members for direct insurance business**

Regular premium business	<b>11</b>	49387	32307	127865	209559	241620
Single premium business	<b>12</b>	28842	61074	8302	98218	107218
<b>Total</b>	<b>13</b>	78229	93381	136167	307777	348838

**Amount of new regular premiums**

Direct insurance business	<b>21</b>	31664	241159	323527	596350	524659
External reinsurance	<b>22</b>			153	153	162
Intra-group reinsurance	<b>23</b>					
<b>Total</b>	<b>24</b>	31664	241159	323680	596503	524820

**Amount of new single premiums**

Direct insurance business	<b>25</b>	1774525	2200869	196497	4171891	4033362
External reinsurance	<b>26</b>					
Intra-group reinsurance	<b>27</b>		221716	154237	375953	504802
<b>Total</b>	<b>28</b>	1774525	2422585	350734	4547844	4538164

**Long-term insurance business : Analysis of new business**

Name of insurer

**The Prudential Assurance Company Limited**

Total business

Financial year ended

**31 December 2011**

Units

**£000**

UK Life / Direct Insurance Business

Product code number	Product description	Regular premium business		Single premium business	
		Number of policyholders / scheme members	Amount of premiums	Number of policyholders / scheme members	Amount of premiums
1	2	3	4	5	6
120	Conventional endowment with-profits OB savings	4	3		1064
325	Level term assurance	36008	22704		
330	Decreasing term assurance	9263	5236		
355	Stand-alone critical illness (reviewable premiums)	2234	1367		
360	Income protection non-profit (guaranteed premiums)	1635	1552		
365	Income protection non-profit (reviewable premiums)	214	181		
380	Miscellaneous protection rider		13		
395	Annuity non-profit (PLA)			33	92
415	Collective life	23	149		
500	Life UWP single premium			27082	1604410
505	Life UWP whole life regular premium		284		
515	Life UWP endowment regular premium - target cash		6		
700	Life property linked single premium			1727	168959
710	Life property linked whole life regular premium	3	149		
715	Life property linked endowment regular premium - savings	3	1		

**Long-term insurance business : Analysis of new business**

Name of insurer

**The Prudential Assurance Company Limited**

Total business

Financial year ended

**31 December 2011**

Units

**£000**

UK Life / Direct Insurance Business

Product code number	Product description	Regular premium business		Single premium business	
		Number of policyholders / scheme members	Amount of premiums	Number of policyholders / scheme members	Amount of premiums
1	2	3	4	5	6
720	Life property linked endowment regular premium - target cash		6		
790	Miscellaneous protection rider		6		
795	Miscellaneous property linked		6		



## Long-term insurance business : Analysis of new business

Name of insurer

The Prudential Assurance Company Limited

Total business

Financial year ended

31 December 2011

Units

£000

UK Pension / Direct Insurance Business

Product code number	Product description	Regular premium business		Single premium business	
		Number of policyholders / scheme members	Amount of premiums	Number of policyholders / scheme members	Amount of premiums
1	2	3	4	5	6
170	Conventional deferred annuity with-profits - increments		253		61
200	Annuity with-profits (CPA)			10228	452673
325	Level term assurance	50	2		
400	Annuity non-profit (CPA)			37006	949301
405	Annuity non-profit (CPA impaired life)			1537	53372
525	Individual pensions UWP	1507	3602	6154	100826
530	Individual pensions UWP - increments		4832		1421
535	Group money purchase pensions UWP	1219	3257		3064
540	Group money purchase pensions UWP - increments		177		458
555	Group deposit administration with-profits	6273	47539		39302
565	DWP National Insurance rebates UWP				103695
570	Income drawdown UWP			888	53620
571	Trustee investment plan UWP			815	87234
575	Miscellaneous UWP			7	922
595	Income protection rider		2		

## Long-term insurance business : Analysis of new business

Name of insurer

The Prudential Assurance Company Limited

Total business

Financial year ended

31 December 2011

Units

£000

UK Pension / Direct Insurance Business

Product code number	Product description	Regular premium business		Single premium business	
		Number of policyholders / scheme members	Amount of premiums	Number of policyholders / scheme members	Amount of premiums
1	2	3	4	5	6
725	Individual pensions property linked	3690	14123	3507	110629
730	Individual pensions property linked - increments		3819		24159
735	Group money purchase pensions property linked	19568	137823	42	63346
740	Group money purchase pensions property linked - increments		25719		92607
745	DWP National Insurance rebates property linked				305
750	Income drawdown property linked			550	37042
755	Trustee investment plan			16	3726
785	Income protection rider		10		
795	Miscellaneous property linked			17	12757
905	Index linked annuity (CPA)			307	10348

**Long-term insurance business : Analysis of new business**

Name of insurer

**The Prudential Assurance Company Limited**

Total business

Financial year ended

**31 December 2011**

Units

**£000**

UK Pension / Reinsurance accepted intra-group

Product code number	Product description	Regular premium business		Single premium business	
		Number of policyholders / scheme members	Amount of premiums	Number of policyholders / scheme members	Amount of premiums
1	2	3	4	5	6
400	Annuity non-profit (CPA)				156638
401	Annuity non-profit (bulk transfer)				13420
405	Annuity non-profit (CPA impaired life)				10370
905	Index linked annuity (CPA)				5050
906	Index linked annuity (bulk transfer)				36238

**Long-term insurance business : Analysis of new business**

Name of insurer

**The Prudential Assurance Company Limited**

Total business

Financial year ended

**31 December 2011**

Units

**£000**

Overseas / Direct Insurance Business

Product code number	Product description	Regular premium business		Single premium business	
		Number of policyholders / scheme members	Amount of premiums	Number of policyholders / scheme members	Amount of premiums
1	2	3	4	5	6
100	Conventional whole life with-profits OB	55639	182955	2454	77876
120	Conventional endowment with-profits OB savings	4951	18197		
170	Conventional deferred annuity with-profits - increments		3		
300	Regular premium non-profit WL/EA OB	243	1292		
305	Single premium non-profit WL/EA OB			3557	59584
325	Level term assurance	5084	2539		1
330	Decreasing term assurance	195	53	1023	4305
345	Accelerated critical illness (reviewable premiums)		2447		
355	Stand-alone critical illness (reviewable premiums)	37415	42612		
365	Income protection non-profit (reviewable premiums)	128	29		
380	Miscellaneous protection rider		9261		
395	Annuity non-profit (PLA)			96	9826
410	Group life	2645	130		
430	Group critical illness		4		
435	Miscellaneous non-profit	2267	1552		

**Long-term insurance business : Analysis of new business**

Name of insurer

**The Prudential Assurance Company Limited**

Total business

Financial year ended

**31 December 2011**

Units

**£000**

Overseas / Direct Insurance Business

Product code number	Product description	Regular premium business		Single premium business	
		Number of policyholders / scheme members	Amount of premiums	Number of policyholders / scheme members	Amount of premiums
1	2	3	4	5	6
500	Life UWP single premium				604
700	Life property linked single premium			1172	44301
710	Life property linked whole life regular premium	19298	60529		
770	Term assurance rider		287		
775	Accelerated critical illness rider		134		
780	Stand-alone critical illness rider		75		
785	Income protection rider		8		
790	Miscellaneous protection rider		1420		

**Long-term insurance business : Analysis of new business**

Name of insurer

**The Prudential Assurance Company Limited**

Total business

Financial year ended

**31 December 2011**

Units

**£000**

Overseas / Reinsurance accepted external

Product code number	Product description	Regular premium business		Single premium business	
		Number of policyholders / scheme members	Amount of premiums	Number of policyholders / scheme members	Amount of premiums
1	2	3	4	5	6
530	Individual pensions UWP - increments		153		

**Long-term insurance business : Analysis of new business**

Name of insurer

**The Prudential Assurance Company Limited**

Total business

Financial year ended

**31 December 2011**

Units

**£000**

Overseas / Reinsurance accepted intra-group

Product code number	Product description	Regular premium business		Single premium business	
		Number of policyholders / scheme members	Amount of premiums	Number of policyholders / scheme members	Amount of premiums
1	2	3	4	5	6
500	Life UWP single premium				116841
575	Miscellaneous UWP - Capital redemption bond				37396

**Long-term insurance business : Assets not held to match linked liabilities**

Name of insurer **The Prudential Assurance Company Limited**  
 Category of assets **10 Total long term insurance business assets**  
 Financial year ended **31 December 2011**  
 Units **£000**

Unadjusted assets	Economic exposure	Expected income from assets in column 2	Yield before adjustment	Return on assets in financial year
1	2	3	4	5

**Assets backing non-profit liabilities and non-profit capital requirements**

Land and buildings	11	254806	331342	19484	5.88	
Approved fixed interest securities	12	2505972	2505489	91999	3.17	
Other fixed interest securities	13	8982569	9340185	541686	5.29	
Variable interest securities	14	295820	261449	6943	1.62	
UK listed equity shares	15	4114	4122	103	2.50	
Non-UK listed equity shares	16		61176	2236	3.66	
Unlisted equity shares	17					
Other assets	18	4668243	4207760	149799	3.56	
<b>Total</b>	<b>19</b>	<b>16711523</b>	<b>16711523</b>	<b>812250</b>	<b>4.49</b>	

**Assets backing with-profits liabilities and with-profits capital requirements**

Land and buildings	21	6074526	8255792	479468	5.81	9.00
Approved fixed interest securities	22	5922676	2184784	1511	3.03	18.64
Other fixed interest securities	23	27218958	27495593	1667137	5.12	7.69
Variable interest securities	24	2591115	2793056	60431	5.27	5.41
UK listed equity shares	25	14204840	10654891	381092	5.60	(2.87)
Non-UK listed equity shares	26	6011892	9065997	347226	4.72	(12.37)
Unlisted equity shares	27	2431922	3454597	68543	1.98	(5.80)
Other assets	28	20261871	20813090	166754	0.80	4.99
<b>Total</b>	<b>29</b>	<b>84717800</b>	<b>84717800</b>	<b>3172161</b>	<b>3.97</b>	<b>3.34</b>

**Overall return on with-profits assets**

Post investment costs but pre-tax	31					
Return allocated to non taxable 'asset shares'	32					
Return allocated to taxable 'asset shares'	33					



**Long-term insurance business : Assets not held to match linked liabilities**

Name of insurer **The Prudential Assurance Company Limited**  
 Category of assets **11 Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

Unadjusted assets	Economic exposure	Expected income from assets in column 2	Yield before adjustment	Return on assets in financial year
1	2	3	4	5

**Assets backing non-profit liabilities and non-profit capital requirements**

Land and buildings	11					
Approved fixed interest securities	12					
Other fixed interest securities	13	274887	274887	15304	5.23	
Variable interest securities	14	23660	23660	537	11.61	
UK listed equity shares	15					
Non-UK listed equity shares	16					
Unlisted equity shares	17					
Other assets	18					
<b>Total</b>	<b>19</b>	<b>298548</b>	<b>298548</b>	<b>15841</b>	<b>5.74</b>	

**Assets backing with-profits liabilities and with-profits capital requirements**

Land and buildings	21	579356	854989	51885	6.07	6.76
Approved fixed interest securities	22	823894				19.26
Other fixed interest securities	23	3055401	2964526	165050	5.23	7.61
Variable interest securities	24	255166	255166	5791	11.61	6.50
UK listed equity shares	25	1516155	1565306	57768	5.63	(2.63)
Non-UK listed equity shares	26	704046	785988	29498	6.02	(10.67)
Unlisted equity shares	27	217221	307054	3415	1.11	(5.17)
Other assets	28	1496681	1914891	14057	0.73	4.89
<b>Total</b>	<b>29</b>	<b>8647920</b>	<b>8647920</b>	<b>327465</b>	<b>4.50</b>	<b>2.38</b>

**Overall return on with-profits assets**

Post investment costs but pre-tax	31					2.22
Return allocated to non taxable 'asset shares'	32					2.38
Return allocated to taxable 'asset shares'	33					2.34

**Long-term insurance business : Assets not held to match linked liabilities**

Name of insurer **The Prudential Assurance Company Limited**  
 Category of assets **12 With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

Unadjusted assets	Economic exposure	Expected income from assets in column 2	Yield before adjustment	Return on assets in financial year
1	2	3	4	5

**Assets backing non-profit liabilities and non-profit capital requirements**

Land and buildings	11					
Approved fixed interest securities	12	1454629	1454629	56743	3.39	
Other fixed interest securities	13	6569854	6666224	394897	5.37	
Variable interest securities	14	232097	232097	6350	0.53	
UK listed equity shares	15					
Non-UK listed equity shares	16		22076	846	3.83	
Unlisted equity shares	17					
Other assets	18	637213	518767	10744	2.07	
<b>Total</b>	<b>19</b>	<b>8893793</b>	<b>8893793</b>	<b>469580</b>	<b>4.72</b>	

**Assets backing with-profits liabilities and with-profits capital requirements**

Land and buildings	21	5246292	7024134	407498	5.80	9.26
Approved fixed interest securities	22	5097461	2178801	1166	3.03	18.64
Other fixed interest securities	23	23016000	23172002	1424990	5.10	7.70
Variable interest securities	24	2335432	2508486	53060	4.45	5.30
UK listed equity shares	25	12198885	8563983	304998	5.64	(2.91)
Non-UK listed equity shares	26	4958270	7821471	300550	4.68	(12.53)
Unlisted equity shares	27	2213543	3146384	65100	2.07	(5.86)
Other assets	28	18013581	18664203	152423	0.82	5.00
<b>Total</b>	<b>29</b>	<b>73079464</b>	<b>73079464</b>	<b>2709787</b>	<b>3.88</b>	<b>2.09</b>

**Overall return on with-profits assets**

Post investment costs but pre-tax	31					1.93
Return allocated to non taxable 'asset shares'	32					2.09
Return allocated to taxable 'asset shares'	33					2.19

**Long-term insurance business : Assets not held to match linked liabilities**

Name of insurer **The Prudential Assurance Company Limited**  
 Category of assets **13 Defined Charge Participating Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

Unadjusted assets	Economic exposure	Expected income from assets in column 2	Yield before adjustment	Return on assets in financial year
1	2	3	4	5

**Assets backing non-profit liabilities and non-profit capital requirements**

Land and buildings	11					
Approved fixed interest securities	12					
Other fixed interest securities	13					
Variable interest securities	14					
UK listed equity shares	15					
Non-UK listed equity shares	16					
Unlisted equity shares	17					
Other assets	18					
<b>Total</b>	<b>19</b>					

**Assets backing with-profits liabilities and with-profits capital requirements**

Land and buildings	21	248878	376669	20085	5.33	9.26
Approved fixed interest securities	22	1321	5983	344	2.25	18.64
Other fixed interest securities	23	1147556	1359066	77096	5.23	7.70
Variable interest securities	24	517	29404	1580	20.45	5.30
UK listed equity shares	25	489799	525602	18326	4.89	(2.91)
Non-UK listed equity shares	26	349575	458538	17178	3.25	(12.53)
Unlisted equity shares	27	1159	1159	28	2.38	(5.86)
Other assets	28	751610	233996	274	0.12	5.00
<b>Total</b>	<b>29</b>	<b>2990416</b>	<b>2990416</b>	<b>134910</b>	<b>4.62</b>	<b>2.09</b>

**Overall return on with-profits assets**

Post investment costs but pre-tax	31					1.93
Return allocated to non taxable 'asset shares'	32					2.09
Return allocated to taxable 'asset shares'	33					2.19

**Long-term insurance business : Assets not held to match linked liabilities**

Name of insurer **The Prudential Assurance Company Limited**  
 Category of assets **14 Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

Unadjusted assets	Economic exposure	Expected income from assets in column 2	Yield before adjustment	Return on assets in financial year
1	2	3	4	5

**Assets backing non-profit liabilities and non-profit capital requirements**

Land and buildings	11	254806	331342	19484	5.88	
Approved fixed interest securities	12	1051343	1050861	35256	2.87	
Other fixed interest securities	13	2137828	2399073	131484	5.09	
Variable interest securities	14	40063	5692	56	4.47	
UK listed equity shares	15	4114	4122	103	2.50	
Non-UK listed equity shares	16		39100	1391	3.56	
Unlisted equity shares	17					
Other assets	18	4031030	3688993	139056	3.77	
<b>Total</b>	<b>19</b>	<b>7519183</b>	<b>7519183</b>	<b>326829</b>	<b>4.16</b>	

**Assets backing with-profits liabilities and with-profits capital requirements**

Land and buildings	21					
Approved fixed interest securities	22					
Other fixed interest securities	23					
Variable interest securities	24					
UK listed equity shares	25					
Non-UK listed equity shares	26					
Unlisted equity shares	27					
Other assets	28					
<b>Total</b>	<b>29</b>					

**Overall return on with-profits assets**

Post investment costs but pre-tax	31					
Return allocated to non taxable 'asset shares'	32					
Return allocated to taxable 'asset shares'	33					

**Long-term insurance business : Fixed and variable interest assets**

Name of insurer **The Prudential Assurance Company Limited**  
 Category of assets **10 Total long term insurance business assets**  
 Financial year ended **31 December 2011**  
 Units **£000**

		Value of assets 1	Mean term 2	Yield before adjustment 3	Yield after adjustment 4
<b>UK Government approved fixed interest securities</b>	<b>11</b>	955901	16.04	2.84	2.84
<b>Other approved fixed interest securities</b>	<b>21</b>	3734373	22.45	3.17	3.11
<b>Other fixed interest securities</b>					
AAA/Aaa	<b>31</b>	1004091	9.68	2.94	2.75
AA/Aa	<b>32</b>	2899218	10.03	4.84	4.33
A/A	<b>33</b>	12932576	8.62	4.70	3.84
BBB/Baa	<b>34</b>	12599109	7.72	5.00	3.79
BB/Ba	<b>35</b>	2166565	5.74	7.31	4.01
B/B	<b>36</b>	776806	4.69	11.05	4.40
CCC/Caa	<b>37</b>	203903	4.12	17.45	5.89
Other (including unrated)	<b>38</b>	4253509	6.01	5.06	4.04
<b>Total other fixed interest securities</b>	<b>39</b>	36835777	7.88	5.16	3.89
<b>Approved variable interest securities</b>	<b>41</b>	126809	14.90	0.29	0.29
<b>Other variable interest securities</b>	<b>51</b>	2927696	0.57	5.16	2.73
<b>Total (11+21+39+41+51)</b>	<b>61</b>	44580556	8.81	4.93	3.72

**Long-term insurance business : Fixed and variable interest assets**

Name of insurer **The Prudential Assurance Company Limited**  
 Category of assets **11 Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

		Value of assets 1	Mean term 2	Yield before adjustment 3	Yield after adjustment 4
<b>UK Government approved fixed interest securities</b>	<b>11</b>				

<b>Other approved fixed interest securities</b>	<b>21</b>				
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**Other fixed interest securities**

AAA/Aaa	<b>31</b>	48639	8.06	3.93	3.38
AA/Aa	<b>32</b>	329560	10.40	4.36	3.51
A/A	<b>33</b>	1084137	8.97	4.69	3.67
BBB/Baa	<b>34</b>	1099929	7.67	4.96	3.86
BB/Ba	<b>35</b>	203594	5.65	7.24	4.21
B/B	<b>36</b>	87099	4.55	11.50	4.77
CCC/Caa	<b>37</b>	21909	4.08	18.52	7.02
Other (including unrated)	<b>38</b>	364546	5.97	5.23	4.00
<b>Total other fixed interest securities</b>	<b>39</b>	3239412	7.96	5.23	3.84

<b>Approved variable interest securities</b>	<b>41</b>				
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<b>Other variable interest securities</b>	<b>51</b>	278827	0.20	11.61	6.36
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<b>Total (11+21+39+41+51)</b>	<b>61</b>	3518239	7.35	5.74	4.04
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**Long-term insurance business : Fixed and variable interest assets**

Name of insurer **The Prudential Assurance Company Limited**  
 Category of assets **12 With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

		Value of assets 1	Mean term 2	Yield before adjustment 3	Yield after adjustment 4
<b>UK Government approved fixed interest securities</b>	<b>11</b>	397660	16.23	2.96	2.96
<b>Other approved fixed interest securities</b>	<b>21</b>	3235770	23.84	3.20	3.14
<b>Other fixed interest securities</b>					
AAA/Aaa	<b>31</b>	787246	10.02	2.63	2.50
AA/Aa	<b>32</b>	2147464	9.58	4.99	4.52
A/A	<b>33</b>	10361152	8.47	4.67	3.84
BBB/Baa	<b>34</b>	10329737	7.73	4.95	3.75
BB/Ba	<b>35</b>	1823508	5.76	7.25	3.94
B/B	<b>36</b>	654215	4.71	10.99	4.34
CCC/Caa	<b>37</b>	173538	4.12	17.32	5.73
Other (including unrated)	<b>38</b>	3561365	6.10	5.10	4.12
<b>Total other fixed interest securities</b>	<b>39</b>	29838226	7.78	5.16	3.89
<b>Approved variable interest securities</b>	<b>41</b>	123081	15.31	0.32	0.32
<b>Other variable interest securities</b>	<b>51</b>	2617502	0.61	4.30	2.34
<b>Total (11+21+39+41+51)</b>	<b>61</b>	36212238	8.81	4.88	3.69

## Long-term insurance business : Fixed and variable interest assets

Name of insurer **The Prudential Assurance Company Limited**  
 Category of assets **13 Defined Charge Participating Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

		Value of assets 1	Mean term 2	Yield before adjustment 3	Yield after adjustment 4
<b>UK Government approved fixed interest securities</b>	<b>11</b>				
<b>Other approved fixed interest securities</b>	<b>21</b>	5983	4.60	2.25	2.03
<b>Other fixed interest securities</b>					
AAA/Aaa	<b>31</b>	7766	3.30	2.96	2.95
AA/Aa	<b>32</b>	74587	8.72	5.38	5.05
A/A	<b>33</b>	458861	7.98	4.68	3.89
BBB/Baa	<b>34</b>	540888	7.41	4.93	3.77
BB/Ba	<b>35</b>	93234	5.71	7.08	4.24
B/B	<b>36</b>	32397	4.63	11.17	4.54
CCC/Caa	<b>37</b>	7742	4.18	17.89	6.42
Other (including unrated)	<b>38</b>	143591	5.07	4.90	3.79
<b>Total other fixed interest securities</b>	<b>39</b>	1359066	7.20	5.23	3.95
<b>Approved variable interest securities</b>	<b>41</b>	3729	1.48	(0.72)	(0.72)
<b>Other variable interest securities</b>	<b>51</b>	25675	0.12	23.52	3.53
<b>Total (11+21+39+41+51)</b>	<b>61</b>	1394452	7.04	5.54	3.92



**Long-term insurance business : Fixed and variable interest assets**

Name of insurer **The Prudential Assurance Company Limited**  
 Category of assets **14 Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

		Value of assets 1	Mean term 2	Yield before adjustment 3	Yield after adjustment 4
<b>UK Government approved fixed interest securities</b>	<b>11</b>	558241	15.90	2.75	2.75

<b>Other approved fixed interest securities</b>	<b>21</b>	492620	13.54	3.01	2.97
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**Other fixed interest securities**

AAA/Aaa	<b>31</b>	160440	8.81	4.19	3.76
AA/Aa	<b>32</b>	347607	12.73	4.30	3.79
A/A	<b>33</b>	1028426	10.01	4.92	4.01
BBB/Baa	<b>34</b>	628556	7.97	5.96	4.29
BB/Ba	<b>35</b>	46228	5.29	10.11	5.36
B/B	<b>36</b>	3096	5.52	9.77	4.79
CCC/Caa	<b>37</b>	714	4.32	12.81	4.95
Other (including unrated)	<b>38</b>	184006	5.26	3.92	2.84
<b>Total other fixed interest securities</b>	<b>39</b>	2399073	9.33	5.09	3.97

<b>Approved variable interest securities</b>	<b>41</b>				
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<b>Other variable interest securities</b>	<b>51</b>	5692	6.67	4.47	2.18
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<b>Total (11+21+39+41+51)</b>	<b>61</b>	3455626	10.99	4.41	3.63
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**Long-term insurance business : Summary of mathematical reserves**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Summary**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Form 51 - with-profits	11	5046561	10062468	4459247	19568276	19757191
Form 51 - non-profit	12	617986	20764052	997724	22379762	20626085
Form 52	13	16785878	23188862	3226157	43200897	42720677
Form 53 - linked	14	3930219	8215248	954562	13100029	13513203
Form 53 - non-linked	15	129111	284101	(38292)	374920	329316
Form 54 - linked	16	3589	1220068	969	1224626	1099139
Form 54 - non-linked	17		19216		19216	13512
<b>Total</b>	<b>18</b>	<b>26513344</b>	<b>63754015</b>	<b>9600367</b>	<b>99867726</b>	<b>98059124</b>

**Reinsurance - external**

Form 51 - with-profits	21	3158		65	3223	3345
Form 51 - non-profit	22	55407	4018	128301	187726	81184
Form 52	23	63	12		75	74
Form 53 - linked	24	158282	246106		404387	424619
Form 53 - non-linked	25	5627	528	17120	23275	16801
Form 54 - linked	26		4159		4159	4109
Form 54 - non-linked	27					
<b>Total</b>	<b>28</b>	<b>222537</b>	<b>254822</b>	<b>145486</b>	<b>622845</b>	<b>530132</b>

**Reinsurance - intra-group**

Form 51 - with-profits	31					
Form 51 - non-profit	32		7274268		7274268	13551662
Form 52	33					
Form 53 - linked	34		3550025		3550025	3298006
Form 53 - non-linked	35					
Form 54 - linked	36		106104		106104	553434
Form 54 - non-linked	37					
<b>Total</b>	<b>38</b>		<b>10930397</b>		<b>10930397</b>	<b>17403102</b>

**Net of reinsurance**

Form 51 - with-profits	41	5043403	10062468	4459182	19565053	19753846
Form 51 - non-profit	42	562579	13485766	869423	14917768	6993239
Form 52	43	16785815	23188850	3226157	43200822	42720603
Form 53 - linked	44	3771937	4419117	954562	9145617	9790578
Form 53 - non-linked	45	123484	283574	(55412)	351645	312515
Form 54 - linked	46	3589	1109805	969	1114363	541596
Form 54 - non-linked	47		19216		19216	13512
<b>Total</b>	<b>48</b>	<b>26290808</b>	<b>52568796</b>	<b>9454881</b>	<b>88314484</b>	<b>80125889</b>

**Long-term insurance business : Summary of mathematical reserves**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Form 51 - with-profits	11	1788871	1389880		3178751	3748293
Form 51 - non-profit	12	14556	682986		697543	690656
Form 52	13	808068	2917348		3725416	3722334
Form 53 - linked	14					
Form 53 - non-linked	15		46930		46930	65195
Form 54 - linked	16					
Form 54 - non-linked	17					
<b>Total</b>	<b>18</b>	<b>2611495</b>	<b>5037145</b>		<b>7648640</b>	<b>8226478</b>

**Reinsurance - external**

Form 51 - with-profits	21	1697			1697	1643
Form 51 - non-profit	22	24	235		259	304
Form 52	23		2		2	3
Form 53 - linked	24					
Form 53 - non-linked	25		1		1	1
Form 54 - linked	26					
Form 54 - non-linked	27					
<b>Total</b>	<b>28</b>	<b>1722</b>	<b>238</b>		<b>1960</b>	<b>1951</b>

**Reinsurance - intra-group**

Form 51 - with-profits	31					
Form 51 - non-profit	32		492283		492283	490018
Form 52	33					
Form 53 - linked	34					
Form 53 - non-linked	35					
Form 54 - linked	36					
Form 54 - non-linked	37					
<b>Total</b>	<b>38</b>		<b>492283</b>		<b>492283</b>	<b>490018</b>

**Net of reinsurance**

Form 51 - with-profits	41	1787174	1389880		3177054	3746650
Form 51 - non-profit	42	14532	190468		205000	200333
Form 52	43	808068	2917346		3725414	3722332
Form 53 - linked	44					
Form 53 - non-linked	45		46929		46929	65194
Form 54 - linked	46					
Form 54 - non-linked	47					
<b>Total</b>	<b>48</b>	<b>2609773</b>	<b>4544624</b>		<b>7154397</b>	<b>7734509</b>

**Long-term insurance business : Summary of mathematical reserves**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Form 51 - with-profits	11	3239284	7588250	4425243	15252778	14746075
Form 51 - non-profit	12	534453	14118848	433018	15086320	14066036
Form 52	13	15977811	20271514	1419808	37669133	37171318
Form 53 - linked	14		1273599		1273599	1269403
Form 53 - non-linked	15	8659	120908		129567	121423
Form 54 - linked	16	2854	585640	969	589462	556709
Form 54 - non-linked	17		9550		9550	
<b>Total</b>	<b>18</b>	<b>19763061</b>	<b>43968310</b>	<b>6279039</b>	<b>70010409</b>	<b>67930963</b>

**Reinsurance - external**

Form 51 - with-profits	21	1460		65	1525	1702
Form 51 - non-profit	22	32077	3601	230	35907	40932
Form 52	23	63	10		73	72
Form 53 - linked	24		17111		17111	17862
Form 53 - non-linked	25	920			920	982
Form 54 - linked	26		4159		4159	4109
Form 54 - non-linked	27					
<b>Total</b>	<b>28</b>	<b>34521</b>	<b>24881</b>	<b>295</b>	<b>59696</b>	<b>65659</b>

**Reinsurance - intra-group**

Form 51 - with-profits	31					
Form 51 - non-profit	32		6675338		6675338	12964948
Form 52	33					
Form 53 - linked	34		1256488		1256488	1251541
Form 53 - non-linked	35					
Form 54 - linked	36		99287		99287	548617
Form 54 - non-linked	37					
<b>Total</b>	<b>38</b>		<b>8031112</b>		<b>8031112</b>	<b>14765106</b>

**Net of reinsurance**

Form 51 - with-profits	41	3237824	7588250	4425178	15251252	14744372
Form 51 - non-profit	42	502376	7439910	432789	8375075	1060156
Form 52	43	15977747	20271504	1419808	37669060	37171246
Form 53 - linked	44					
Form 53 - non-linked	45	7739	120908		128647	120441
Form 54 - linked	46	2854	482194	969	486016	3982
Form 54 - non-linked	47		9550		9550	
<b>Total</b>	<b>48</b>	<b>19728540</b>	<b>35912317</b>	<b>6278744</b>	<b>61919601</b>	<b>53100198</b>

**Long-term insurance business : Summary of mathematical reserves**Name of insurer **The Prudential Assurance Company Limited**Total business / subfund **Defined Charge Participating Sub-Fund**Financial year ended **31 December 2011**Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Form 51 - with-profits	11	18406	1084337	34004	1136747	1262824
Form 51 - non-profit	12					
Form 52	13			1806349	1806349	1827025
Form 53 - linked	14					
Form 53 - non-linked	15					
Form 54 - linked	16					
Form 54 - non-linked	17					
<b>Total</b>	<b>18</b>	<b>18406</b>	<b>1084337</b>	<b>1840353</b>	<b>2943096</b>	<b>3089849</b>

**Reinsurance - external**

Form 51 - with-profits	21					
Form 51 - non-profit	22					
Form 52	23					
Form 53 - linked	24					
Form 53 - non-linked	25					
Form 54 - linked	26					
Form 54 - non-linked	27					
<b>Total</b>	<b>28</b>					

**Reinsurance - intra-group**

Form 51 - with-profits	31					
Form 51 - non-profit	32					
Form 52	33					
Form 53 - linked	34					
Form 53 - non-linked	35					
Form 54 - linked	36					
Form 54 - non-linked	37					
<b>Total</b>	<b>38</b>					

**Net of reinsurance**

Form 51 - with-profits	41	18406	1084337	34004	1136747	1262824
Form 51 - non-profit	42					
Form 52	43			1806349	1806349	1827025
Form 53 - linked	44					
Form 53 - non-linked	45					
Form 54 - linked	46					
Form 54 - non-linked	47					
<b>Total</b>	<b>48</b>	<b>18406</b>	<b>1084337</b>	<b>1840353</b>	<b>2943096</b>	<b>3089849</b>

**Long-term insurance business : Summary of mathematical reserves**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

UK Life	UK Pension	Overseas	Total Financial year	Total Previous year
1	2	3	4	5

**Gross**

Form 51 - with-profits	11					
Form 51 - non-profit	12	68977	5962217	564706	6595899	5869394
Form 52	13					
Form 53 - linked	14	3930219	6941649	954562	11826430	12243800
Form 53 - non-linked	15	120452	116263	(38292)	198423	142698
Form 54 - linked	16	735	634429		635164	542430
Form 54 - non-linked	17		9666		9666	13512
<b>Total</b>	<b>18</b>	<b>4120383</b>	<b>13664223</b>	<b>1480975</b>	<b>19265581</b>	<b>18811834</b>

**Reinsurance - external**

Form 51 - with-profits	21					
Form 51 - non-profit	22	23306	183	128071	151560	39948
Form 52	23					
Form 53 - linked	24	158282	228994		387276	406757
Form 53 - non-linked	25	4706	526	17120	22353	15817
Form 54 - linked	26					
Form 54 - non-linked	27					
<b>Total</b>	<b>28</b>	<b>186295</b>	<b>229703</b>	<b>145191</b>	<b>561189</b>	<b>462522</b>

**Reinsurance - intra-group**

Form 51 - with-profits	31					
Form 51 - non-profit	32		106647		106647	96696
Form 52	33					
Form 53 - linked	34		2293537		2293537	2046465
Form 53 - non-linked	35					
Form 54 - linked	36		6817		6817	4816
Form 54 - non-linked	37					
<b>Total</b>	<b>38</b>		<b>2407001</b>		<b>2407001</b>	<b>2147978</b>

**Net of reinsurance**

Form 51 - with-profits	41					
Form 51 - non-profit	42	45670	5855387	436635	6337692	5732750
Form 52	43					
Form 53 - linked	44	3771937	4419117	954562	9145617	9790578
Form 53 - non-linked	45	115745	115737	(55412)	176070	126880
Form 54 - linked	46	735	627611		628346	537614
Form 54 - non-linked	47		9666		9666	13512
<b>Total</b>	<b>48</b>	<b>3934088</b>	<b>11027518</b>	<b>1335784</b>	<b>16297391</b>	<b>16201334</b>

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Life / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
100	Conventional whole life with-profits OB	3707	79255	859				57692
120	Conventional endowment with-profits OB savings	25837	299952	6531				250221
125	Conventional endowment with-profits OB target cash	98870	1551459	40463				1427857
165	Conventional deferred annuity with-profits		3					50
175	Group conventional deferred annuity with-profits	62						
185	Group conventional pensions endowment with-profits	17	24					22
205	Miscellaneous conventional with-profits	13	26					
210	Additional reserves with-profits OB							53029
300	Regular premium non-profit WL/EA OB	128	1912	43				1234
330	Decreasing term assurance		1193976	4850				10610
390	Deferred annuity non-profit	255	42					243
395	Annuity non-profit (PLA)	252	185					1236
435	Miscellaneous non-profit	1						
440	Additional reserves non-profit OB							1234





**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
155	Conventional pensions endowment with-profits	41942	793037	4782				701102
165	Conventional deferred annuity with-profits	416	551	8				9538
175	Group conventional deferred annuity with-profits	1705	42646	222				117351
210	Additional reserves with-profits OB							561890
300	Regular premium non-profit WL/EA OB	525	8924					10470
325	Level term assurance	10682	425785	1444				9108
380	Miscellaneous protection rider		117	18				38
385	Income protection claims in payment		6					64
390	Deferred annuity non-profit	4317	16447	31				154867
400	Annuity non-profit (CPA)	32068	43277					498259
440	Additional reserves non-profit OB							10181





## Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Life / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
100	Conventional whole life with-profits OB	69115	471276	3636				299453
105	Conventional whole life with-profits IB	953490	1051600	4137				981859
120	Conventional endowment with-profits OB savings	55506	637024	16785				515486
125	Conventional endowment with-profits OB target cash	84385	2288322	45319				1170017
130	Conventional endowment with-profits IB	67886	29221	191				94017
165	Conventional deferred annuity with-profits		46					706
205	Miscellaneous conventional with-profits							1306
210	Additional reserves with-profits OB							143107
215	Additional reserves with-profits IB							33331
300	Regular premium non-profit WL/EA OB	128935	277794	1165				193497
310	Non-profit IB	1417284	110876	12				91457
325	Level term assurance	84803	3497804	10455				39680
330	Decreasing term assurance	21301	829566	4195				17523
335	Decreasing term assurance (rider benefits)		4957	49				198
340	Accelerated critical illness (guaranteed premiums)	10504	759267	3651				15638

## Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Life / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
345	Accelerated critical illness (reviewable premiums)	2253	122657	853				3656
350	Stand-alone critical illness (guaranteed premiums)		4857	23				99
355	Stand-alone critical illness (reviewable premiums)		3371	19				80
360	Income protection non-profit (guaranteed premiums)		15033	336				2014
380	Miscellaneous protection rider							2
385	Income protection claims in payment		45					455
390	Deferred annuity non-profit	36	192	1				1988
395	Annuity non-profit (PLA)	4280	6516					75604
435	Miscellaneous non-profit			352				349
440	Additional reserves non-profit OB							69961
445	Additional reserves non-profit IB							22254

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Life / Reinsurance ceded external

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
100	Conventional whole life with-profits OB		816	22				750
120	Conventional endowment with-profits OB savings		142	9				212
125	Conventional endowment with-profits OB target cash		410	22				499
300	Regular premium non-profit WL/EA OB		255	1				199
325	Level term assurance		2308861	3506				17438
330	Decreasing term assurance		243430	832				2236
335	Decreasing term assurance (rider benefits)		4957	20				54
336	Mortality risk premium reinsurance		335					
340	Accelerated critical illness (guaranteed premiums)		683370	2724				8574
345	Accelerated critical illness (reviewable premiums)		105202	421				1326
350	Stand-alone critical illness (guaranteed premiums)		4372	16				52
355	Stand-alone critical illness (reviewable premiums)		2892	11				35
360	Income protection non-profit (guaranteed premiums)		11300	163				1068
385	Income protection claims in payment		34					341
440	Additional reserves non-profit OB							753

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
155	Conventional pensions endowment with-profits	3353	3698					72297
165	Conventional deferred annuity with-profits	176904	369178	35244				4035644
175	Group conventional deferred annuity with-profits		1882					22599
200	Annuity with-profits (CPA)	65301	216211					3334285
205	Miscellaneous conventional with-profits							6068
210	Additional reserves with-profits OB							117358
325	Level term assurance	7662	1643078	4094				24040
390	Deferred annuity non-profit	43087	22978	2				272560
400	Annuity non-profit (CPA)	759270	930335					13356314
405	Annuity non-profit (CPA impaired life)	5420	11648					175745
440	Additional reserves non-profit OB							290190





**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Reinsurance ceded intra-group

Product code number 1	Product description 2	Number of policyholders / scheme members 3	Amount of benefit 4	Amount of annual office premiums 5	Nominal value of units 6	Discounted value of units 7	Other liabilities 8	Amount of mathematical reserves 9
400	Annuity non-profit (CPA)		391372					6507092
405	Annuity non-profit (CPA impaired life)		11089					168245

## Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 Overseas / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
100	Conventional whole life with-profits OB	472151	18484446	528358				2997465
100	Conventional whole life with-profits OB - HK Cash Bonus plan	57914	2542131	44171				150755
120	Conventional endowment with-profits OB savings	85321	1709364	140415				882187
120	Conventional endowment with-profits OB savings - HK Cash Bonus plan	16357	460378	75079				157498
125	Conventional endowment with-profits OB target cash	265	6701	227				5262
165	Conventional deferred annuity with-profits	1569	5766	1000				56533
175	Group conventional deferred annuity with-profits		41					540
195	Annuity with-profits (PLA)	1	5					45
200	Annuity with-profits (CPA)	1	2					23
205	Miscellaneous conventional with-profits							206
210	Additional reserves with-profits OB							174728
300	Regular premium non-profit WL/EA OB	441	3713	42				2494
325	Level term assurance	23971	5118937	18318				37200
330	Decreasing term assurance	1966	109596	241				563
335	Decreasing term assurance (rider benefits)		335	3				11

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 Overseas / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
345	Accelerated critical illness (reviewable premiums)		5167033	25011				258178
390	Deferred annuity non-profit	11	100					1577
395	Annuity non-profit (PLA)	1448	2917					42365
400	Annuity non-profit (CPA)	2933	5419					78058
435	Miscellaneous non-profit			4				4
440	Additional reserves non-profit OB							12569

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 Overseas / Reinsurance ceded external

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
120	Conventional endowment with-profits OB savings		50	3				65
325	Level term assurance		22655	35				208
330	Decreasing term assurance		2080	6				12
335	Decreasing term assurance (rider benefits)		326	1				10
336	Mortality risk premium reinsurance		3768974	5770				

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
Total business / subfund **Defined Charge Participating Sub-Fund**  
Financial year ended **31 December 2011**  
Units **£000**  
UK Life / Gross

<b>Product code number</b>	<b>Product description</b>	<b>Number of policyholders / scheme members</b>	<b>Amount of benefit</b>	<b>Amount of annual office premiums</b>	<b>Nominal value of units</b>	<b>Discounted value of units</b>	<b>Other liabilities</b>	<b>Amount of mathematical reserves</b>
<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>
195	Annuity with-profits (PLA)	1995	2623					18406

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
Total business / subfund **Defined Charge Participating Sub-Fund**  
Financial year ended **31 December 2011**  
Units **£000**  
UK Pension / Gross

Product code number 1	Product description 2	Number of policyholders / scheme members 3	Amount of benefit 4	Amount of annual office premiums 5	Nominal value of units 6	Discounted value of units 7	Other liabilities 8	Amount of mathematical reserves 9
200	Annuity with-profits (CPA)	57132	125377					1084337

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Defined Charge Participating Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 Overseas / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
195	Annuity with-profits (PLA)	543	2454					17335
200	Annuity with-profits (CPA)	310	1829					16669

## Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Life / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
300	Regular premium non-profit WL/EA OB	26	43	2				32
325	Level term assurance	75330	11151294	40621				(49638)
330	Decreasing term assurance	37820	3317075	13377				(11974)
340	Accelerated critical illness (guaranteed premiums)	11036	1062281	4320				17459
345	Accelerated critical illness (reviewable premiums)	11458	1037101	3888				6928
350	Stand-alone critical illness (guaranteed premiums)		16223	90				435
355	Stand-alone critical illness (reviewable premiums)	5477	686824	3507				717
360	Income protection non-profit (guaranteed premiums)	5301	624212	4714				(2956)
365	Income protection non-profit (reviewable premiums)	504	111610	945				(298)
380	Miscellaneous protection rider		341697	819				2056
385	Income protection claims in payment		593					3350
390	Deferred annuity non-profit	66	76					1021
395	Annuity non-profit (PLA)	2	2					58
400	Annuity non-profit (CPA)	59	78					585
410	Group life	92	7213	92				577



**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
Total business / subfund **Non-Profit Sub-Fund**  
Financial year ended **31 December 2011**  
Units **£000**  
UK Life / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
415	Collective life	97295	691282	1364				91308
425	Group income protection claims in payment		117	53				1293
435	Miscellaneous non-profit	855	14827	235				223
440	Additional reserves non-profit OB							7801

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Life / Reinsurance ceded external

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
325	Level term assurance		5951573	6537				1241
330	Decreasing term assurance		1873532	3734				727
340	Accelerated critical illness (guaranteed premiums)		841352	2673				12643
345	Accelerated critical illness (reviewable premiums)		726173	1502				2682
350	Stand-alone critical illness (guaranteed premiums)		14517	56				327
355	Stand-alone critical illness (reviewable premiums)		289365	464				(188)
360	Income protection non-profit (guaranteed premiums)		317643	681				2446
365	Income protection non-profit (reviewable premiums)		60829	183				54
380	Miscellaneous protection rider		18					
385	Income protection claims in payment		185					1848
410	Group life		3607	46				266
415	Collective life		9595					262
435	Miscellaneous non-profit		10861	124				87
440	Additional reserves non-profit OB							910

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
325	Level term assurance	1050	18205	99				327
365	Income protection non-profit (reviewable premiums)		2406	90				866
390	Deferred annuity non-profit	19	5414					75779
400	Annuity non-profit (CPA)	126970	379824					5530530
405	Annuity non-profit (CPA impaired life)	34	8013					101689
440	Additional reserves non-profit OB							253026

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
Total business / subfund **Non-Profit Sub-Fund**  
Financial year ended **31 December 2011**  
Units **£000**  
UK Pension / Reinsurance ceded external

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
325	Level term assurance		10970	61				175
365	Income protection non-profit (reviewable premiums)		15					1
440	Additional reserves non-profit OB							6

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Reinsurance ceded intra-group

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
400	Annuity non-profit (CPA)		7625					105593
405	Annuity non-profit (CPA impaired life)		72					1054

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 Overseas / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
300	Regular premium non-profit WL/EA OB	242	1300	1287				1287
305	Single premium non-profit WL/EA OB	5737	92425					95010
325	Level term assurance	16821	3112936	8734				4950
330	Decreasing term assurance	3997	501883	409				9059
345	Accelerated critical illness (reviewable premiums)		239882	3665				2903
355	Stand-alone critical illness (reviewable premiums)	114226	5911617	105183				243755
360	Income protection non-profit (guaranteed premiums)	7	34	1				3
365	Income protection non-profit (reviewable premiums)	23219	1560338	4783				16064
380	Miscellaneous protection rider		441230	123				66
380	Miscellaneous protection rider - HK Medical Plans		3106693	47615				14857
380	Miscellaneous protection rider - HK Waiver of Premium		196156	6262				3452
385	Income protection claims in payment	1	162	13				4
410	Group life	30691	985680	1017				506
430	Group critical illness		616320	164				84
435	Miscellaneous non-profit - HK Hospital Income Plan	65573	1619184	30435				105862

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 Overseas / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
435	Miscellaneous non-profit - HK Medical Savings Plan	839	33022	802				11077
435	Miscellaneous non-profit - HK Personal Accident Plan	29746	1981893	9103				36988
440	Additional reserves non-profit OB							18779

**Long-term insurance business : Valuation summary of non-linked contracts (other than accumulating with-profits contracts)**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 Overseas / Reinsurance ceded external

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
305	Single premium non-profit WL/EA OB		58915					59983
336	Mortality risk premium reinsurance		1464068	1073				
355	Stand-alone critical illness (reviewable premiums)		1606283	9577				68088
410	Group life		441769	342				



**Long-term insurance business : Valuation summary of accumulating with-profits contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Life / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
510	Life UWP endowment regular premium - savings		12669	899	12761	12761		12761
515	Life UWP endowment regular premium - target cash		778065	48472	791274	782960		782960
610	Additional reserves UWP						12347	12347

**Long-term insurance business : Valuation summary of accumulating with-profits contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Gross

<b>Product code number</b>	<b>Product description</b>	<b>Number of policyholders / scheme members</b>	<b>Amount of benefit</b>	<b>Amount of annual office premiums</b>	<b>Nominal value of units</b>	<b>Discounted value of units</b>	<b>Other liabilities</b>	<b>Amount of mathematical reserves</b>
<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>
525	Individual pensions UWP	218461	2429336	22597	2800447	2800447	24007	2824455
535	Group money purchase pensions UWP	1403	13370	198	15633	15633	333	15966
570	Income drawdown UWP	35	2042		2042	2042	3	2045
595	Income protection rider		4947	130			1078	1078
610	Additional reserves UWP						73805	73805

**Long-term insurance business : Valuation summary of accumulating with-profits contracts**

Name of insurer **The Prudential Assurance Company Limited**  
Total business / subfund **Scottish Amicable Insurance Fund**  
Financial year ended **31 December 2011**  
Units **£000**  
UK Pension / Reinsurance ceded external

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
575	Miscellaneous UWP		577	4				
595	Income protection rider		22	1			2	2

**Long-term insurance business : Valuation summary of accumulating with-profits contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Life / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
500	Life UWP single premium - Optimum Bonus Fund	12709	662051		655496	690283		690283
500	Life UWP single premium - Other	272477	9501867		9407729	9349780		9349780
500	Life UWP single premium - PruFund	88841	4640488		4594542	4472983		4472983
505	Life UWP whole life regular premium	80342	906781	32455	902945	959557		959557
510	Life UWP endowment regular premium - savings	2830	15865	1021	11327	11592	165	11756
515	Life UWP endowment regular premium - target cash	100157	2035907	18354	201973	204082	15522	219604
555	Group deposit administration with-profits - 0% guarantee	12	184	20	184	184		184
555	Group deposit administration with-profits - 2.5% guarantee		199		199	199		199
555	Group deposit administration with-profits - 4.75% guarantee		478		480	480		480
580	Term assurance rider		27					
595	Income protection rider		31131	739			2608	2608
610	Additional reserves UWP			1			270376	270376

**Long-term insurance business : Valuation summary of accumulating with-profits contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Life / Reinsurance ceded external

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
575	Miscellaneous UWP		1798	25			3	3
595	Income protection rider		1390	30			61	61

**Long-term insurance business : Valuation summary of accumulating with-profits contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
525	Individual pensions UWP	644777	6713523	170836	6683234	6755978	16831	6772809
535	Group money purchase pensions UWP	95473	1357563	35669	1376665	1376357	1607	1377964
555	Group deposit administration with-profits - 0% guarantee	260729	1607804	158811	1620162	1620109		1620109
555	Group deposit administration with-profits - 2.5% guarantee		1434653		1441146	1440922		1440922
555	Group deposit administration with-profits - 4.75% guarantee	3615	573535		590983	590983		590983
555	Group deposit administration with-profits - Deposit fund	34036	257920	48385	269883	269883		269883
565	DWP National Insurance rebates UWP	205841	6469368		6469368	6477421	34659	6512080
570	Income drawdown UWP	3426	180630		182341	180850	211	181061
571	Trustee investment plan UWP	2484	195210		271129	269785		269785
575	Miscellaneous UWP - Flexible lifetime annuity	509	33747		33747	33747	184	33931
580	Term assurance rider		760020	3239			1609	1609
595	Income protection rider		12955	199			451	451
610	Additional reserves UWP						1199926	1199926

**Long-term insurance business : Valuation summary of accumulating with-profits contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Reinsurance ceded external

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
580	Term assurance rider		3092	19			10	10

**Long-term insurance business : Valuation summary of accumulating with-profits contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 Overseas / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
500	Life UWP single premium	40461	1201185		1169097	1140467	21951	1162418
505	Life UWP whole life regular premium	1579	11291	1217	12061	12061	1085	13146
525	Individual pensions UWP	2781	43638	1631	43638	43979		43979
535	Group money purchase pensions UWP	5463	96785	11861	88502	88502	8285	96787
555	Group deposit administration with-profits - 0% guarantee	628	29626	5698	29630	29503		29503
555	Group deposit administration with-profits - 2.5% guarantee		38748		38748	38112		38112
555	Group deposit administration with-profits - 4.75% guarantee		15510		15868	15868		15868
565	DWP National Insurance rebates UWP	512	12623		12623	12637		12637
580	Term assurance rider		1861	21			11	11
610	Additional reserves UWP						7348	7348



**Long-term insurance business : Valuation summary of accumulating with-profits contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Defined Charge Participating Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 Overseas / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
500	Life UWP single premium	12409	1410635		1410635	1314009		1314009
525	Individual pensions UWP	28299	241108	35028	241108	235082		235082
575	Miscellaneous UWP - Capital redemption bond	1707			251899	247681		247681
610	Additional reserves UWP						9577	9577

**Long-term insurance business : Valuation summary of property linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
725	Individual pensions property linked	71531	47558	3			12538	12538
735	Group money purchase pensions property linked	247	51				104	104
750	Income drawdown property linked	53					14	14
755	Trustee investment plan						8	8
785	Income protection rider		4055	107			625	625
800	Additional reserves property linked						33641	33641

**Long-term insurance business : Valuation summary of property linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Reinsurance ceded external

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
785	Income protection rider		22	1			1	1
795	Miscellaneous property linked		420	3				

**Long-term insurance business : Valuation summary of property linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Life / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
700	Life property linked single premium	10090	5192				199	199
710	Life property linked whole life regular premium	5302	147078	11			185	185
715	Life property linked endowment regular premium - savings	630	439	4			68	68
720	Life property linked endowment regular premium - target cash	6911	419966	96			4257	4257
785	Income protection rider		9093	201			717	717
790	Miscellaneous protection rider		330	53				
795	Miscellaneous property linked	537	13489	217			1764	1764
800	Additional reserves property linked						1470	1470

**Long-term insurance business : Valuation summary of property linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Life / Reinsurance ceded external

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
785	Income protection rider		1220	26			80	80
795	Miscellaneous property linked		17965	199			840	840

**Long-term insurance business : Valuation summary of property linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
725	Individual pensions property linked	5081	22492	192			983	983
735	Group money purchase pensions property linked	103223	1273599	39787	1273599	1273599	97657	1371256
770	Term assurance rider		26440	96			533	533
800	Additional reserves property linked						21734	21734

**Long-term insurance business : Valuation summary of property linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Reinsurance ceded external

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
735	Group money purchase pensions property linked		17111	104	17111	17111		17111

**Long-term insurance business : Valuation summary of property linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Reinsurance ceded intra-group

<b>Product code number</b>	<b>Product description</b>	<b>Number of policyholders / scheme members</b>	<b>Amount of benefit</b>	<b>Amount of annual office premiums</b>	<b>Nominal value of units</b>	<b>Discounted value of units</b>	<b>Other liabilities</b>	<b>Amount of mathematical reserves</b>
<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>
735	Group money purchase pensions property linked		1256488	39683	1256488	1256488		1256488



**Long-term insurance business : Valuation summary of property linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Life / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
700	Life property linked single premium	122708	3037504		2882621	2871646	(5026)	2866620
710	Life property linked whole life regular premium	19016	648444	7880	395272	395185	1628	396813
715	Life property linked endowment regular premium - savings	6345	105565	2153	102436	102436	906	103341
720	Life property linked endowment regular premium - target cash	11648	1018316	35972	564827	560706	1245	561951
785	Income protection rider		29657	554			2010	2010
790	Miscellaneous protection rider		193	43	37	37		37
795	Miscellaneous property linked	562	6899	151	209	209	835	1044
800	Additional reserves property linked						118854	118854

**Long-term insurance business : Valuation summary of property linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Life / Reinsurance ceded external

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
700	Life property linked single premium		197903		101125	101125	370	101494
710	Life property linked whole life regular premium		198514	1314	46539	46539	566	47106
715	Life property linked endowment regular premium - savings		10629	33	10618	10618		10618
720	Life property linked endowment regular premium - target cash		8021	40				
785	Income protection rider		21024	403			1367	1367
795	Miscellaneous property linked		244639	1607			1087	1087
800	Additional reserves property linked						1316	1316

**Long-term insurance business : Valuation summary of property linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
725	Individual pensions property linked	149583	4006291	112438	3982217	3966837	10731	3977568
735	Group money purchase pensions property linked	147806	2581734	388339	2580070	2580070	27766	2607836
750	Income drawdown property linked	2821	234251		234272	234272	416	234688
755	Trustee investment plan	128	10962		18971	18960		18960
770	Term assurance rider		1410	5			28	28
785	Income protection rider		24704	203			1020	1020
795	Miscellaneous property linked		31		31	31		31
795	Miscellaneous property linked - Annuity in payment	522	2253		28751	28751		28751
795	Miscellaneous property linked - Flexible Lifetime Annuity	764	112728		112728	112728	663	113391
800	Additional reserves property linked						75640	75640

**Long-term insurance business : Valuation summary of property linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Reinsurance ceded external

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
725	Individual pensions property linked		43735	7	39628	39628		39628
735	Group money purchase pensions property linked		189366	16480	189366	189366		189366
785	Income protection rider		17854	109			502	502
795	Miscellaneous property linked - mortality risk premium reinsurance		24430	46			25	25

**Long-term insurance business : Valuation summary of property linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Reinsurance ceded intra-group

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
735	Group money purchase pensions property linked		2293537	367945	2293537	2293537		2293537

**Long-term insurance business : Valuation summary of property linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 Overseas / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
700	Life property linked single premium	11358	175436		142200	142200	1183	143383
710	Life property linked whole life regular premium	205953	5234076	310368	824195	776943	(67929)	709014
735	Group money purchase pensions property linked	1	35419	101	35419	35419		35419
770	Term assurance rider		1614858	3349			1495	1495
775	Accelerated critical illness rider		2041871	10639			22546	22546
780	Stand-alone critical illness rider		125694	670			57	57
785	Income protection rider		6369	178			392	392
790	Miscellaneous protection rider		1388468	22218			2612	2612
800	Additional reserves property linked						1352	1352

**Long-term insurance business : Valuation summary of property linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
Total business / subfund **Non-Profit Sub-Fund**  
Financial year ended **31 December 2011**  
Units **£000**  
Overseas / Reinsurance ceded external

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
775	Accelerated critical illness rider		195296	547			17120	17120
790	Miscellaneous protection rider - PARC PR arrangement on Crisis Cover		943607	1595				





**Long-term insurance business : Valuation summary of index linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Gross

<b>Product code number</b>	<b>Product description</b>	<b>Number of policyholders / scheme members</b>	<b>Amount of benefit</b>	<b>Amount of annual office premiums</b>	<b>Nominal value of units</b>	<b>Discounted value of units</b>	<b>Other liabilities</b>	<b>Amount of mathematical reserves</b>
<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>
905	Index linked annuity (CPA)	9951	34459		574158	574158		574158
907	Index linked deferred annuity	259	362		6930	6930		6930
915	Additional reserves index linked				4552	4552	9550	14102









**Long-term insurance business : Valuation summary of index linked contracts**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**  
 UK Pension / Gross

Product code number	Product description	Number of policyholders / scheme members	Amount of benefit	Amount of annual office premiums	Nominal value of units	Discounted value of units	Other liabilities	Amount of mathematical reserves
1	2	3	4	5	6	7	8	9
905	Index linked annuity (CPA)	431	27578		587894	587894		587894
907	Index linked deferred annuity		2157		39698	39698		39698
915	Additional reserves index linked				6837	6837	9666	16502



## Long-term insurance business : Unit prices for internal linked funds

Name of insurer **The Prudential Assurance Company Limited**  
 Total business  
 Financial year ended **31 December 2011**  
 Units **£000**

Fund name 1	Type of fund 2	Net assets 3	Main series 4	Unit management charge 5	Price at previous valuation date 6	Price at current valuation date 7	Change in price during year 8
Prufund	02 - life - balanced managed fund	144486		1.00	8.6834	8.3766	(3.53)
Managed	02 - life - balanced managed fund	177238	2	1.00	18.3810	17.7450	(3.46)
Pru Managed (ex SA)	02 - life - balanced managed fund	663707	2	0.25	10.9390	10.4990	(4.02)
Pru Managed Bond Fund (ex M&G)	02 - life - balanced managed fund	113212	3	1.00	20.8923	19.9140	(4.68)
Managed Defensive	03 - life - defensive managed fund	148999	5	1.55	1.3090	1.3170	0.61
Pru Inheritance Bond (ex SA)	04 - life - other managed fund	186612	1	0.75	1.1330	1.1350	0.18
Distribution Fund	04 - life - other managed fund	595395	2	1.00	1.1340	1.1250	(0.79)
M&G Recovery	04 - life - other managed fund	141743	5	1.80	1.3300	1.2550	(5.64)
Property	07 - life - property	175788	5	1.55	1.1240	1.1710	4.18
Exempt Newton Managed (ex SA)	11 - individual pension - stock market managed fund	101334	2	1.15	1.7110	1.6090	(5.96)
PP Equity	11 - individual pension - stock market managed fund	216409	6	0.50	89.1107	83.0250	(6.83)
Pru Exempt Managed (ex SA)	12 - individual pension - balanced managed fund	1742591	4	0.88	14.0840	13.4160	(4.74)
Pru Managed Pension Fund (ex M&G)	12 - individual pension - balanced managed fund	102070	6	1.00	22.8573	21.5360	(5.78)
Pru Exempt Cash (ex SA)	14 - individual pension - other managed fund	444085	4	0.88	5.9990	5.9990	
Pru Exempt Equity (ex SA)	15 - individual pension - UK equity	404546	2	1.00	1.4910	1.4090	(5.50)
Pru Exempt Recovery Pension Fund (ex M&G)	15 - individual pension - UK equity	152188	2	1.45	1.3490	1.2660	(6.15)
Pru Exempt Property (ex SA)	17 - individual pension - property	128363	2	1.00	1.8050	1.8300	1.39



**Long-term insurance business : Index linked business**Name of insurer **The Prudential Assurance Company Limited**

Total business

Financial year ended **31 December 2011**Units **£000**

Value of assets	Mean Term
1	2

**Analysis of assets**

Approved variable interest securities	11	219418	16.91
Other variable interest securities	12	242104	7.78
Approved fixed interest securities	13		
Other fixed interest securities	14	685	0.12
Cash and deposits	15	18871	
Equity index derivatives	16		
Inflation swaps	17		
Other assets	18	633285	
Variation margin	19		
<b>Total (11 to 19)</b>	<b>20</b>	<b>1114363</b>	

**Credit rating of other fixed interest and other variable interest securities**

AAA/Aaa	31		
AA/Aa	32	272	12.50
A/A	33	70581	9.35
BBB/Baa	34	7252	17.35
BB/Ba	35	836	4.30
B/B	36		
CCC/Caa	37		
Other (including unrated)	38	163846	6.66
<b>Total other fixed interest and other variable interest securities</b>	<b>39</b>	<b>242789</b>	<b>7.76</b>

**Long-term insurance business: Analysis of valuation interest rate**Name of insurer **The Prudential Assurance Company Limited**Subfund **Scottish Amicable Insurance Fund**Financial year ended **31 December 2011**Units **£000**

Product group 1	Net mathematical reserves 2	Net valuation interest rate 3	Gross valuation interest rate 4	Risk adjusted yield on matching assets 5
UK Life WP assurances Form 51	1806906	2.00	2.49	3.61
UK Life WP assurances Form 52	823466	1.50	1.53	2.70
UK Pensions NP assurances Form 51	184183		3.50	3.82
UK Pensions Form 52	2846422		2.75	3.43
UK Pensions WP assurances (other) Form 51	169803		3.75	3.86
UK Pensions WP FlexiPension Form 51	578248		3.75	3.86
UK Pensions WP group assurances Form 51	123896		3.75	3.96
UK Pensions maturity options	601424		4.00	4.82
Misc	63463	n/a	n/a	4.10
<b>Total</b>	7197811			

**Long-term insurance business: Analysis of valuation interest rate**

Name of insurer                   **The Prudential Assurance Company Limited**

Subfund                           **With-Profits Sub-Fund**

Financial year ended           **31 December 2011**

Units                               **£000**

Product group 1	Net mathematical reserves 2	Net valuation interest rate 3	Gross valuation interest rate 4	Risk adjusted yield on matching assets 5
UK Life WP assurances Form 51	3387444	3.50	4.38	5.32
UK Life WP assurances Form 52	15699715	1.60	1.84	3.23
UK Pension WP deferred annuities Form 51	4135573		4.50	5.32
UK Pension WP immediate annuities Form 51	2146051			3.46
UK Pension Income Choice Annuity Form 51	1188302		1.00	3.16
UK Pension NP immediate and deferred annuities Form 51	6997044		3.89	3.99
UK Pension personal pensions guarantees under the FSA pensions review Form 52	385130		2.41	3.76
UK Pension unitised WP and cash accumulation - 0% guarantee Form 52	17082973		2.00	3.18
UK Pension cash accumulation - 2.5% guarantee Form 52	1479233		4.00	4.47
UK Pension cash accumulation - 4.75% guarantee Form 52	607332		4.25	4.77
UK Pension additional reserves Form 52	814928			1.22
Overseas WP assurances Form 51	4213988		3.20	3.31
Misc	3752108	n/a	n/a	2.75
<b>Total</b>	61889821			

**Long-term insurance business: Analysis of valuation interest rate**Name of insurer **The Prudential Assurance Company Limited**Subfund **Defined Charge Participating Sub-Fund**Financial year ended **31 December 2011**Units **£000**

Product group 1	Net mathematical reserves 2	Net valuation interest rate 3	Gross valuation interest rate 4	Risk adjusted yield on matching assets 5
UK Life WP immediate annuities Form 51	18406		3.00	3.62
UK Pensions WP immediate annuities Form 51	1084337		3.00	3.62
Overseas WP immediate annuities Form 51	34004		3.00	3.62
Overseas contracts in sterling Form 52	772113		2.00	3.59
Overseas contracts in euros Form 52	849866		2.75	3.11
Overseas contracts in US dollars Form 52	174793		3.00	3.46
Misc	9577	n/a	n/a	0.07
<b>Total</b>	2943096			

**Long-term insurance business: Analysis of valuation interest rate**

Name of insurer               **The Prudential Assurance Company Limited**  
Subfund                         **Non-Profit Sub-Fund**  
Financial year ended         **31 December 2011**  
Units                             **£000**

Product group 1	Net mathematical reserves 2	Net valuation interest rate 3	Gross valuation interest rate 4	Risk adjusted yield on matching assets 5
UK Pension NP immediate annuities Form 51 (direct written)	2954796		3.90	4.07
UK Pension NP immediate and deferred annuities Form 51 (reassurance accepted)	2684860		4.01	4.17
UK Pension Form 53 unit-linked business	35397		4.00	5.16
UK Pension Form 51 and Form 53 non-profit riders	18125		3.75	4.49
Collective Life Form 51	90943			0.44
UK Life Forms 51 and 53	15875	3.00	3.75	4.49
Income Protection and Critical Illness Form 51	9351		3.75	4.49
Additional reserves Forms 51 (direct written) and 53	226690			2.37
Misc	487390	n/a	n/a	1.91
<b>Total</b>	6523427			

**Long-term insurance business : Distribution of surplus**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Summary**  
 Financial year ended **31 December 2011**  
 Units **£000**

Financial year	Previous year
1	2

**Valuation result**

Fund carried forward	11	88995046	80938441
Bonus payments in anticipation of a surplus	12	2237546	1995828
Transfer to non-technical account	13	228706	323815
Transfer to other funds / parts of funds	14		
Subtotal (11 to 14)	15	91461298	83258083
Mathematical reserves	21	88314484	80125890
Surplus including contingency and other reserves held towards the capital requirements (deficiency) (15-21)	29	3146814	3132193

**Composition of surplus**

Balance brought forward	31	140098	118518
Transfer from non-technical account	32	57730	
Transfer from other funds / parts of fund	33		
Surplus arising since the last valuation	34	2948986	3013676
Total	39	3146814	3132194

**Distribution of surplus**

Bonus paid in anticipation of a surplus	41	2237546	1995828
Cash bonuses	42	3790	3760
Reversionary bonuses	43	213502	232228
Other bonuses	44	282359	436464
Premium reductions	45		
Total allocated to policyholders (41 to 45)	46	2737197	2668280
Net transfer out of fund / part of fund	47	228706	323815
Total distributed surplus (46+47)	48	2965903	2992095
Surplus carried forward	49	180911	140098
Total (48+49)	59	3146814	3132193

**Percentage of distributed surplus allocated to policyholders**

Current year	61		
Current year - 1	62		
Current year - 2	63		
Current year - 3	64		

**Long-term insurance business : Distribution of surplus**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Scottish Amicable Insurance Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

Financial year	Previous year
1	2

**Valuation result**

Fund carried forward	11	7197811	7784852
Bonus payments in anticipation of a surplus	12	567777	420515
Transfer to non-technical account	13		
Transfer to other funds / parts of funds	14		
Subtotal (11 to 14)	15	7765588	8205368
Mathematical reserves	21	7154397	7734509
Surplus including contingency and other reserves held towards the capital requirements (deficiency) (15-21)	29	611191	470859

**Composition of surplus**

Balance brought forward	31		
Transfer from non-technical account	32		
Transfer from other funds / parts of fund	33		
Surplus arising since the last valuation	34	611191	470859
Total	39	611191	470859

**Distribution of surplus**

Bonus paid in anticipation of a surplus	41	567777	420515
Cash bonuses	42		
Reversionary bonuses	43	43414	50344
Other bonuses	44		
Premium reductions	45		
Total allocated to policyholders (41 to 45)	46	611191	470859
Net transfer out of fund / part of fund	47		
Total distributed surplus (46+47)	48	611191	470859
Surplus carried forward	49		
Total (48+49)	59	611191	470859

**Percentage of distributed surplus allocated to policyholders**

Current year	61	100.00	100.00
Current year - 1	62	100.00	100.00
Current year - 2	63	100.00	100.00
Current year - 3	64	100.00	100.00

**Long-term insurance business : Distribution of surplus**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **With-Profits Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

Financial year	Previous year
1	2

**Valuation result**

Fund carried forward	11	62375838	53722307
Bonus payments in anticipation of a surplus	12	1608161	1508630
Transfer to non-technical account	13	228706	236038
Transfer to other funds / parts of funds	14		
Subtotal (11 to 14)	15	64212705	55466975
Mathematical reserves	21	61919601	53100198
Surplus including contingency and other reserves held towards the capital requirements (deficiency) (15-21)	29	2293105	2366777

**Composition of surplus**

Balance brought forward	31		
Transfer from non-technical account	32		
Transfer from other funds / parts of fund	33		
Surplus arising since the last valuation	34	2293105	2366777
Total	39	2293105	2366777

**Distribution of surplus**

Bonus paid in anticipation of a surplus	41	1608161	1508630
Cash bonuses	42	3790	3760
Reversionary bonuses	43	170088	181885
Other bonuses	44	282359	436464
Premium reductions	45		
Total allocated to policyholders (41 to 45)	46	2064398	2130739
Net transfer out of fund / part of fund	47	228706	236038
Total distributed surplus (46+47)	48	2293105	2366777
Surplus carried forward	49		
Total (48+49)	59	2293105	2366777

**Percentage of distributed surplus allocated to policyholders**

Current year	61	90.03	90.03
Current year - 1	62	90.03	90.03
Current year - 2	63	90.03	90.15
Current year - 3	64	90.15	90.02



**Long-term insurance business : Distribution of surplus**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Defined Charge Participating Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

Financial year	Previous year
1	2

**Valuation result**

Fund carried forward	11	2943096	3089849
Bonus payments in anticipation of a surplus	12	61608	66683
Transfer to non-technical account	13		
Transfer to other funds / parts of funds	14		
Subtotal (11 to 14)	15	3004703	3156532
Mathematical reserves	21	2943096	3089849
Surplus including contingency and other reserves held towards the capital requirements (deficiency) (15-21)	29	61608	66683

**Composition of surplus**

Balance brought forward	31		
Transfer from non-technical account	32		
Transfer from other funds / parts of fund	33		
Surplus arising since the last valuation	34	61608	66683
Total	39	61608	66683

**Distribution of surplus**

Bonus paid in anticipation of a surplus	41	61608	66683
Cash bonuses	42		
Reversionary bonuses	43		
Other bonuses	44		
Premium reductions	45		
Total allocated to policyholders (41 to 45)	46	61608	66683
Net transfer out of fund / part of fund	47		
Total distributed surplus (46+47)	48	61608	66683
Surplus carried forward	49		
Total (48+49)	59	61608	66683

**Percentage of distributed surplus allocated to policyholders**

Current year	61	100.00	100.00
Current year - 1	62	100.00	100.00
Current year - 2	63	100.00	100.00
Current year - 3	64	100.00	100.00

**Long-term insurance business : Distribution of surplus**

Name of insurer **The Prudential Assurance Company Limited**  
 Total business / subfund **Non-Profit Sub-Fund**  
 Financial year ended **31 December 2011**  
 Units **£000**

Financial year	Previous year
1	2

**Valuation result**

Fund carried forward	11	16478302	16341432
Bonus payments in anticipation of a surplus	12		
Transfer to non-technical account	13		87777
Transfer to other funds / parts of funds	14		
Subtotal (11 to 14)	15	16478302	16429209
Mathematical reserves	21	16297391	16201334
Surplus including contingency and other reserves held towards the capital requirements (deficiency) (15-21)	29	180911	227875

**Composition of surplus**

Balance brought forward	31	140098	118518
Transfer from non-technical account	32	57730	
Transfer from other funds / parts of fund	33		
Surplus arising since the last valuation	34	(16917)	109357
Total	39	180911	227875

**Distribution of surplus**

Bonus paid in anticipation of a surplus	41		
Cash bonuses	42		
Reversionary bonuses	43		
Other bonuses	44		
Premium reductions	45		
Total allocated to policyholders (41 to 45)	46		
Net transfer out of fund / part of fund	47		87777
Total distributed surplus (46+47)	48		87777
Surplus carried forward	49	180911	140098
Total (48+49)	59	180911	227875

**Percentage of distributed surplus allocated to policyholders**

Current year	61		
Current year - 1	62		
Current year - 2	63		
Current year - 3	64		

**Long-term insurance business : With-profits payouts on maturity (normal retirement)**Name of insurer **The Prudential Assurance Company Limited**Original insurer **Prudential Assurance Company Limited**Date of maturity value / open market option **01 March 2012**

Category of with-profits policy	Original term (years)	Maturity value / open market option	Terminal bonus	MVA	CWP / UWP	MVA permitted?	Death benefit
1	2	3	4	5	6	7	8
Endowment assurance	10	6935	1167	n/a	CWP	N	6935
Endowment assurance	15	11903	2207	n/a	CWP	N	11903
Endowment assurance	20	20310	4528	n/a	CWP	N	20310
Endowment assurance	25	35149	8879	n/a	CWP	N	35149
Regular premium pension	5	14056	1082	n/a	UWP	N	14056
Regular premium pension	10	32952	4720	n/a	UWP	N	32952
Regular premium pension	15	53525	8708	n/a	UWP	N	53525
Regular premium pension	20	91145	21807	n/a	UWP	N	91145
Single premium pension	5	13074	1392	n/a	UWP	N	13074
Single premium pension	10	19643	5715	n/a	UWP	N	19643
Single premium pension	15	23918	6339	n/a	UWP	N	23918
Single premium pension	20	45481	19137	n/a	UWP	N	45481

**Long-term insurance business : With-profits payouts on surrender**

Name of insurer **The Prudential Assurance Company Limited**  
Original insurer **Prudential Assurance Company Limited**  
Date of surrender value **01 March 2012**

Category of with-profits policy 1	Duration at surrender (years) 2	Surrender value 3	Terminal bonus 4	MVA 5	CWP / UWP 6	MVA permitted? 7	Death benefit 8
Endowment assurance	5	2100		n/a	CWP	N	14040
Endowment assurance	10	5782	1579	n/a	CWP	N	17799
Endowment assurance	15	11242	2598	n/a	CWP	N	20499
Endowment assurance	20	18301	4392	n/a	CWP	N	25838
With-profits bond	2	10459	452		UWP	Y	10890
With-profits bond	3	11502	950		UWP	Y	11853
With-profits bond	5	12044	567		UWP	Y	12163
With-profits bond	10	17756	4074		UWP	Y	17933
Single premium pension	2	11253	788	(145)	UWP	Y	11398
Single premium pension	3	14583	1234		UWP	Y	14583
Single premium pension	5	13074	1392		UWP	N	13074
Single premium pension	10	19643	5715		UWP	N	19643

**Long-term insurance business : With-profits payouts on maturity (normal retirement)**

Name of insurer **The Prudential Assurance Company Limited**  
 Original insurer **Scottish Amicable Life Assurance Society Limited**  
 Date of maturity value / open market option **01 March 2012**

Category of with-profits policy	Original term (years)	Maturity value / open market option	Terminal bonus	MVA	CWP / UWP	MVA permitted?	Death benefit
1	2	3	4	5	6	7	8
Endowment assurance	10	n/a	n/a	n/a	n/a	n/a	n/a
Endowment assurance	15	12523	3107	n/a	UWP	N	13160
Endowment assurance	20	21442	4820	n/a	CWP	N	21442
Endowment assurance	25	36571	10634	n/a	CWP	N	36571
Regular premium pension	5	n/a	n/a	n/a	n/a	n/a	n/a
Regular premium pension	10	n/a	n/a	n/a	n/a	n/a	n/a
Regular premium pension	15	56252	10199	n/a	UWP	N	56252
Regular premium pension	20	95327	22243	n/a	UWP	N	95327
Single premium pension	5	n/a	n/a	n/a	n/a	n/a	n/a
Single premium pension	10	n/a	n/a	n/a	n/a	n/a	n/a
Single premium pension	15	27341	7237	n/a	UWP	N	27341
Single premium pension	20	53314	21054	n/a	UWP	N	53314

**Long-term insurance business : With-profits payouts on surrender**

Name of insurer **The Prudential Assurance Company Limited**  
 Original insurer **Scottish Amicable Life Assurance Society Limited**  
 Date of surrender value **01 March 2012**

Category of with-profits policy 1	Duration at surrender (years) 2	Surrender value 3	Terminal bonus 4	MVA 5	CWP / UWP 6	MVA permitted? 7	Death benefit 8
Endowment assurance	5	n/a	n/a	n/a	n/a	n/a	n/a
Endowment assurance	10	n/a	n/a	n/a	n/a	n/a	n/a
Endowment assurance	15	11607	2880	n/a	UWP	Y	30860
Endowment assurance	20	20214	4783	n/a	CWP	N	20214
With-profits bond	2	n/a	n/a	n/a	n/a	n/a	n/a
With-profits bond	3	n/a	n/a	n/a	n/a	n/a	n/a
With-profits bond	5	n/a	n/a	n/a	n/a	n/a	n/a
With-profits bond	10	n/a	n/a	n/a	n/a	n/a	n/a
Single premium pension	2	n/a	n/a	n/a	n/a	n/a	n/a
Single premium pension	3	n/a	n/a	n/a	n/a	n/a	n/a
Single premium pension	5	n/a	n/a	n/a	n/a	n/a	n/a
Single premium pension	10	n/a	n/a	n/a	n/a	n/a	n/a

**Long-term insurance business : With-profits payouts on maturity (normal retirement)**Name of insurer **The Prudential Assurance Company Limited**Original insurer **Scottish Amicable Life plc**Date of maturity value / open market option **01 March 2012**

Category of with-profits policy	Original term (years)	Maturity value / open market option	Terminal bonus	MVA	CWP / UWP	MVA permitted?	Death benefit
1	2	3	4	5	6	7	8
Endowment assurance	10	7249	718	n/a	UWP	N	7620
Endowment assurance	15	n/a	n/a	n/a	n/a	n/a	n/a
Endowment assurance	20	n/a	n/a	n/a	n/a	n/a	n/a
Endowment assurance	25	n/a	n/a	n/a	n/a	n/a	n/a
Regular premium pension	5	n/a	n/a	n/a	n/a	n/a	n/a
Regular premium pension	10	32140	3897	n/a	UWP	N	32140
Regular premium pension	15	n/a	n/a	n/a	n/a	n/a	n/a
Regular premium pension	20	n/a	n/a	n/a	n/a	n/a	n/a
Single premium pension	5	n/a	n/a	n/a	n/a	n/a	n/a
Single premium pension	10	18983	5025	n/a	UWP	N	18983
Single premium pension	15	n/a	n/a	n/a	n/a	n/a	n/a
Single premium pension	20	n/a	n/a	n/a	n/a	n/a	n/a

**Long-term insurance business : With-profits payouts on surrender**

Name of insurer **The Prudential Assurance Company Limited**  
 Original insurer **Scottish Amicable Life plc**  
 Date of surrender value **01 March 2012**

Category of with-profits policy 1	Duration at surrender (years) 2	Surrender value 3	Terminal bonus 4	MVA 5	CWP / UWP 6	MVA permitted? 7	Death benefit 8
Endowment assurance	5	n/a	n/a	n/a	n/a	n/a	n/a
Endowment assurance	10	5960	591	n/a	UWP	Y	27780
Endowment assurance	15	n/a	n/a	n/a	n/a	n/a	n/a
Endowment assurance	20	n/a	n/a	n/a	n/a	n/a	n/a
With-profits bond	2	n/a	n/a	n/a	n/a	n/a	n/a
With-profits bond	3	n/a	n/a	n/a	n/a	n/a	n/a
With-profits bond	5	n/a	n/a	n/a	n/a	n/a	n/a
With-profits bond	10	n/a	n/a	n/a	n/a	n/a	n/a
Single premium pension	2	n/a	n/a	n/a	n/a	n/a	n/a
Single premium pension	3	n/a	n/a	n/a	n/a	n/a	n/a
Single premium pension	5	n/a	n/a	n/a	n/a	n/a	n/a
Single premium pension	10	18983	5025	n/a	UWP	Y	18983



**Long-term insurance capital requirement**Name of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31 December 2011**Units **£000**

LTICR factor	Gross reserves / capital at risk	Net reserves / capital at risk	Reinsurance factor	LTICR Financial year	LTICR Previous year
1	2	3	4	5	6

**Insurance death risk capital component**

Life protection reinsurance	11	0.0%					
Classes I (other), II and IX	12	0.1%	5944994	5208843	0.73	4314	4474
Classes I (other), II and IX	13	0.15%	4127796	3576184		4493	4724
Classes I (other), II and IX	14	0.3%	58075848	40666304		126426	116761
Classes III, VII and VIII	15	0.3%	7755748	6488628	0.84	19466	18742
<b>Total</b>	<b>16</b>		75904385	55939959		154699	144700

**Insurance health risk and life protection reinsurance capital component**

Class IV supplementary classes 1 and 2 and life protection reinsurance	21					16329	21115
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**Insurance expense risk capital component**

Life protection and permanent health reinsurance	31	0%					
Classes I (other), II and IX	32	1%	85137647	77679032	0.91	776790	707908
Classes III, VII and VIII (investment risk)	33	1%	2082845	1953978	0.94	19540	15975
Classes III, VII and VIII (expenses fixed 5 yrs +)	34	1%	2903273	1685962	0.85	24678	26271
Classes III, VII and VIII (other)	35	25%				9436	8906
Class IV (other)	36	1%	270011	259957	0.96	2600	2660
Class V	37	1%					
Class VI	38	1%	249001	249001	1.00	2490	2417
<b>Total</b>	<b>39</b>					835533	764137

**Insurance market risk capital component**

Life protection and permanent health reinsurance	41	0%					
Classes I (other), II and IX	42	3%	85137647	77679032	0.91	2330371	2123724
Classes III, VII and VIII (investment risk)	43	3%	2082845	1953978	0.94	58619	47924
Classes III, VII and VIII (expenses fixed 5 yrs +)	44	0%	2903273	1685962			
Classes III, VII and VIII (other)	45	0%	9720831	6982413			
Class IV (other)	46	3%	270011	259957	0.96	7799	7981
Class V	47	0%					
Class VI	48	3%	249001	249001	1.00	7470	7252
<b>Total</b>	<b>49</b>		100363609	88810345		2404259	2186881

<b>Long term insurance capital requirement</b>	<b>51</b>					3410820	3116835
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# THE PRUDENTIAL ASSURANCE COMPANY LIMITED

Year ended 31 December 2011

## Supplementary Notes to the Forms

### APPENDIX 9.1

0101\* Waivers modifying the Accounts and Statements rules

#### Section 68 (Insurance Companies Act 1982) Orders modifying 1996 Regulation provisions continued under transitional arrangements

The Financial Services Authority has used its powers under section 156(2) of the Financial Services and Markets Act 2000 to allow waivers granted under section 68 of the Insurance Companies Act 1982 to continue without the need for companies to request a waiver under the Financial Services and Markets Act 2000.

(826) The Treasury issued to the Company in February 1999 an Order under section 68 of the Insurance Companies Act 1982 modifying the provisions of Regulation 13 of The Insurance Companies (Accounts and Statements) Regulations 1996 so that the Company is not required to submit a Form 31 in respect of the business written through its Dutch branch in the years 1976 to 1979. The section 68 Order under the Insurance Companies Act 1982 continues to have effect under the transitional arrangements set out in the Supervision manual. Regulation 13 of The Insurance Companies (Accounts and Statements) Regulation 1996 has been replaced by Rule 9.19 of the Interim Prudential Sourcebook for Insurers.

#### Application of Section 148 Waiver

(1245544) The FSA, on the application of the firm, made a direction under section 148 of the Financial Services and Markets Act 2000 in November 2010. The effect of the direction is to reduce the level of detail reported in Forms 23, 24, 25, 31 and 32 (by showing all business as written in prior years), and to exclude Forms 28, 29, 34, 37, 38 and 39 in the firm's return to the FSA, in respect of the firm's UK commercial lines general insurance business, which has been in run-off since 31 December 1992. This direction ends on the earlier of the date the relevant rules are revoked and 30 June 2013.

(948128) The FSA, on the application of Prudential Assurance Company Ltd, made a Direction under Section 148 of the Financial Services and Markets Act 2000 in September 2008. The effect of the direction is to modify GENPRU 2 Annex 7R and INSPRU 3.2.33R so as to permit the firm to value debts arising from amounts advanced as commission to approved credit institutions and wholly owned subsidiaries of approved credit institutions in respect of certain long term insurance policies sold on or before 09 September 2013, and to take such debts fully into account. This direction ends on 09 September 2013.

(972667) The FSA, on the application of the firm, made a direction under section 148 of the Financial Services and Markets Act 2000 in December 2008. The effect of the direction is to modify the provisions of INSPRU 3.1.35R and IPRU(INS) Appendix 9.3 in relation to fixed and index-linked immediate and deferred annuity business in the firm's non-profit sub-fund, so that a more appropriate rate of interest is used for assets taken in combination. This direction was due to end on 30 November 2013. However, this was withdrawn on 22 November 2011 and a modification application was submitted to cover the recapture of PAL business into PAC. The new direction (1388495 – see

entry below) effective from 22 November 2011, ends on the 31 March 2014 or, if earlier, the date the relevant rule is revoked.

(1270416) The FSA, on the application of the firm, made a direction in February 2011 under section 148 of the Financial Services and Markets Act 2000. The effect of the direction is to enable the firm to contract to pay benefits under linked long term contracts relating to (i) Ex- Prudential Holborn Life Limited (PHL) funds in Prudential Assurance Company Limited (PAC) (Prudential European, Prudential International, Prudential Managed, Prudential Strategic Growth, Prudential Japanese, Prudential North American and Prudential Equity (Life only)); (ii) Ex-Scottish Amicable Life (SAL) funds in PAC (Prudential European, Prudential International, Prudential Managed, Prudential Japanese, Prudential North American and Prudential Equity (Life only)); (iii) Ex-Scottish Amicable Life (SAL) funds in PAC (Prudential European, Prudential International, Prudential Managed, Prudential Japanese, Prudential North American and Prudential Equity (Pension only)); (iv) Ex-M&G funds in PAC (Pru Equity Pension fund (ex M&G), Pru Equity Life fund (ex M&G), Pru Managed life fund (ex M&G) Pru Managed pension fund (ex M&G) and Pru Personal Pension fund (ex M&G) (Life & Pension)); and (v) PAC fund (Prufund Managed Fund) which are themselves determined, either wholly or partly, by reference to units in the Prudential European QIS Fund, Prudential Japanese QIS Fund, Prudential North American QIS Fund, and Prudential UK Growth QIS Fund. This direction ends on 8 February 2016.

(1388495) The FSA, on the application of the firm, made a direction under section 148 of the Financial Services and Markets Act 2000 in September 2011. The effect of the direction is to modify the provisions of INSPRU 3.1.35R and IPRU(INS) Appendix 9.3 so that a more appropriate rate of interest is used for certain assets taken in combination. This direction ends on 31 March 2014 or, if earlier, the date the relevant rule is revoked or no longer applies to the firm (in whole or in part).

\*0301\* Reconciliation of net assets to total capital resources

	2011 £000
Total assets per Form 13 (other than long-term business) line 89	3,122,337
Total assets per Form 13 (long-term business) line 89	111,689,303
Less: the sum of lines 11, 12 and 49 in Form 14	93,540,881
Less: liabilities per Form 15 line 69	1,151,946
Add: assets backing the capital resource requirements of dependants	1,081,477
Add: preference shares	1,000
Net assets per Form 3 line 79	21,201,290

\*0305\* Details of other financing arrangements

Not included in lines 91 to 95 is an arrangement with Swiss Re Europe S.A., UK branch to provide financing for Prudential Protection contracts. The amount to be repaid is a proportion of the difference between the office premium and the reinsurance premium (net of an allowance for renewal expenses) for the time that the policy remains in force. The payment of a proportion of each future premium to the reinsurer has been allowed for when calculating the mathematical reserves.

\*0308\* Nature of outstanding contingent loans

Included in Line 94 is a contingent liability that arises from a contingent loan arrangement with Prudential Health Holdings Limited. This agreement was entered into on 3 September 2007 and allows The Prudential Assurance Company Limited to borrow from Prudential Health Holdings Limited, sums from time to time in an aggregate amount of up to £250m. The loan amount is

unambiguously linked to the emergence of regulatory losses arising in respect of all income and costs associated with selling and underwriting the Flexible Protection Plan and PruProtect Plan. The loan is to be repaid as regulatory surplus arises in the future.

The commutation value of this arrangement is £74.2m.

The Prudential Assurance Company Limited is entitled, if it has given Prudential Health Holdings Limited prior notice to that effect, at any time, to repay any amount of the loan balance.

Included in Line 94 is a contingent liability that arises from a funded contingent loan arrangement. This agreement was entered into on 21 December 2009 and provided an advance of £335m to The Prudential Assurance Company Limited. A further advance of £55.3m was provided in 2010. The repayments are linked to the emergence of regulatory surplus on specified lines of business in the Non-Profit Sub-Fund. Part of this loan is denominated in US dollars and is subject to exchange adjustments. Included in the returns is a repayment of £107.4m that will become due in 2012.

The commutation value of this arrangement is £124.4m.

Also included in Line 92 is a contingent liability that arises from a financial reinsurance treaty. This agreement was entered into on 1 October 2009 and provided an advance of £25.3m to The Prudential Assurance Company Limited. The repayments are linked to the emergence of regulatory surplus on certain policies issued in Hong Kong in the Non-Profit Sub-Fund. Repayments totalling £9m were made during 2011. Under the terms of the treaty £1.9m will become due on 31 March 2012

The commutation value of this arrangement including interest is £9m.

\*0310\*            Details of valuation differences

<u>Other than long-term</u>	2011 £'000
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Positive valuation differences in respect of assets where valuation in GENPRU is higher than the firm uses for external reporting purposes being:-	
Mortgages and loans valuation difference	95,589
Total line 14 column 1	<u>95,589</u>

<u>Long-term</u>	2011 £'000
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Positive valuation differences in respect of liabilities where valuation in GENPRU is lower than the firm uses for external reporting purposes being: -	
Deferred tax on accounts deferred acquisition costs	31,175
Deferred tax on additional reserves.	104,614
Difference in valuation basis for actuarial liabilities	9,151,553
Creditors in respect of contingent loans and financial reassurance accepted	207,574

Negative valuation differences in respect of assets where valuation in GENPRU is lower than the firm uses for external reporting purposes being:-

Mortgages and loans valuation difference	(76,217)
Pension deficit funding net of tax – see note 1405	<u>(21,600)</u>
Total line 14 column 2	<u>9,397,099</u>

\*0313\* Reconciliation of the profit & loss a/c movement to the profit and loss retained on Form 16

Form 3 line 12 column 3 (2011)	3,848,545
Form 3 line 12 column 4 (2010)	3,279,529
	<hr/>
Movement in profit & loss a/c per Form 3	569,016
	<hr/>
Long-term business profits retained within the long-term fund	(171,010)
	<hr/>
Form 16 line 59 column 1 profit & loss for the year	398,006

\*1301\* Aggregate value of certain investments

There are no units held in collective investment schemes, no unlisted investments, no listed investments which are not readily realisable, and no reversionary interests or remainders in property other than land or buildings in the other than long-term funds.

\*1302\* Aggregate value of hybrid securities

The aggregate value of hybrid securities is nil for the other than long-term business fund.

\*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.

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

There were no exposures in excess of 5% of the relevant business amount within the other than long-term business fund at the year-end.

\*1307\* Secured Obligations

No secured obligations were held by the other than long-term fund.

\*1308\* Aggregate value of certain investments

The long-term business fund held unlisted investments with an aggregate value of £1,566m and units of beneficial interest in collective investment schemes with an aggregate value of £1,693m. There are no listed investments which are not readily realisable, and no reversionary interests or remainders in property other than land or buildings in the long-term fund.

\*1309\* Aggregate value of hybrid securities

The aggregate value of hybrid securities is £1,736m for the long-term business fund.

\*1310\*      Use of set off

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

\*1312\*      Exposure at the year end to large counterparties

There were no exposures in excess of 5% of the relevant business amount within the long-term business fund at the year-end.

\*1313\*      Secured Obligations

At the year end the Company's long-term business fund had no secured obligations to which para 14 of part 1 of Appendix 4.2 applies.

\*1314\*      Tangible lease assets

No tangible lease assets are included for the other than long-term business fund.

\*1316\*      Tangible lease assets

No tangible lease assets are included for the long-term business fund.

\*1318\*      Particulars of other assets adjustments

The amount in line 101 is made up of the following:

Long-term assets:

	£'000
Long-term assets netted off with liabilities	210,138
Total Line 101 (long-term)	<u>210,138</u>

\*1319\*      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%. During the year the 5% limit for the long-term fund was not exceeded.

\*1322\*      Total Other Than Long Term Business Assets Analysis of derivative contracts

Form 17 has been submitted in blank, as no such contracts were used.

\*1323\*      Acquisition of Scottish Amicable Life Assurance Society

In 1997 the business of Scottish Amicable Life Assurance Society (SALAS) was transferred to the Company. In effecting the transfer, a separate sub-fund, the Scottish Amicable Insurance Fund (SAIF) was established within the Company's long-term fund. This sub-fund contains all the with-profits business and all other pension business that was transferred from SALAS and is closed to new business. As separate assets are managed for SAIF, separate Forms 13, 14 and 17 have been prepared for that fund.

\*1324\*      Distribution rights

Also included in Form 13 line 93 are the distribution rights relating to facilitation fees paid in relation to the bancassurance partnership arrangements in Asia for the bank distribution of insurance products for a fixed period of time. The distribution rights amounts are amortised over the term of the distribution contracts.

\*1401\*      Provision for “reasonably foreseeable adverse variations”

No provision has been made for reasonably foreseeable adverse variations as all contracts are strictly covered by assets.

\*1402\*      Long-term charges, contingent liabilities, guarantees and commitments

- a) There were no charges over assets.  
The Company has adopted the provisions of Financial Reporting Standard 19 - Deferred Tax. Full provision has been made.
- b) The ordinary long-term business fund held a provision of £0.2m for potential tax on capital gains in respect of linked business in the ordinary long-term business fund, in line 11 of Form 14. Provision of £518m for tax on capital gains in respect of other long-term business has been included in line 21 of Form 14, including £41m in respect of SAIF. These provisions have been determined in accordance with the procedures outlined in paragraph 3 of the Valuation Report in Appendix 9.4 of this Return. The actual provisions and the maximum potential tax are the same.
- c) The Company has 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) For guaranteed annuity products sold in the UK, the Company held a provision of £137m at December 31 2011, (2010: £54m), within the With-Profits Sub-Fund to honour guarantees on these products. The Company’s main exposure to guaranteed annuities in the UK is through SAIF and a provision of £601m was held in SAIF at 31 December 2011, (2010: £582m) to honour annuity and other guarantees.
- e) Inherited Estate in the With-Profits Sub-Fund.  
The assets of the main with-profits fund within the long-term insurance fund of the Company comprise the amounts that it expects to pay out to meet its obligations to existing policyholders and an additional amount used as working capital. The amount payable over time to policyholders from the with-profits fund is equal to the policyholders’ accumulated asset shares plus any additional payments that may be required by way of smoothing or to meet guarantees. The balance of the assets of the with-profits fund is called the ‘inherited estate’ and has accumulated over many years from various sources.

The inherited estate represents the major part of the working capital of the Company’s long-term insurance fund. This enables the Company to support with-profits business by providing the benefits associated with smoothing and guarantees, by providing investment flexibility for the fund’s assets, by meeting the regulatory capital requirements that demonstrate solvency and by absorbing the costs of significant events or fundamental changes in its long-term business without affecting the bonus and investment policies. The size of the inherited estate fluctuates from year to year depending on the investment return and the extent to which it has been required to meet smoothing costs, guarantees and other events.

- f) In common with several other UK insurance companies, the Company used to sell low-cost endowment products related to repayment of residential mortgages. At sale, the initial sum assured was set at a level such that the projected benefits, including an estimate of the annual bonus receivable over the life of the policy, were equal to or exceeded the mortgage debt. Because of a decrease in expected future investment returns since these products were sold, the FSA is concerned that the maturity value of some of these products will be less than the mortgage debt. The FSA has worked with insurance companies to devise a programme whereby the companies write to customers indicating whether they may have a possible shortfall and outline the actions that the customers can take to prevent this possibility.
- The Company is exposed to mortgage endowment products in respect of policies issued by Scottish Amicable Life plc (SAL) and policies issued by Scottish Amicable Life Assurance Society (SALAS) and transferred into the Scottish Amicable Insurance Fund (SAIF). Provisions of £3 million in the Non-Profit Sub-Fund and £25 million in SAIF were held at 31 December 2011 to cover potential compensation in respect of mortgage endowment product mis-selling claims. As SAIF is a separate sub-fund of the Company's long-term business fund, this provision has no impact on shareholders.
- In addition, the Company's main with-profits fund paid compensation of £1 million in respect of mortgage endowment products mis-selling claims in the year ended 31 December 2011 and held a provision of £34 million at 31 December 2011, in respect of further compensation. This provision has no impact on the Company's profit before tax.
- g) Contingent liabilities arise in connection with the contingent loan and financial reinsurance arrangements described in note 0308. The total of these is £207.6m.
- h) There are no other fundamental uncertainties.
- i) There are no other guarantees, indemnities or other contractual commitments effected, other than in the ordinary course of its insurance business, or in respect of related companies. The Company is however, and in the future may be, subject to legal actions and disputes in the ordinary course of its business. Whilst the outcome of such matters cannot be predicted with certainty, the directors believe that the ultimate outcome of such litigation will not have a material adverse effect on the Company's financial condition and results.

\*1405\*      Particulars of other adjustments

The amount in line 74 is made up of the following:	£000
Difference in valuation basis for actuarial liabilities	9,151,553
Pension deficit funding net of tax (note 1)	(21,600)
Creditors in respect of contingent loan	207,574
Deferred tax on additional reserves	104,614
Long-term liabilities netted off with assets	210,138
Total Line 74	<u>9,652,279</u>

Note 1 - The pensions surplus in the statutory accounts is the actual pensions surplus for the Company's main schemes. The amount provided for in the FSA returns is the deficit reduction amount i.e. the additional funding (net of tax) that will be required to be paid into that schemes by the firm over the following five year period for the purpose of reducing the firm's defined benefit liability. The deficit shown at line 22 of the With-Profits Sub-Fund Form 14 is £20.6m and the deficit shown at line 22 of the SAIF Form 14 is £1m. The surplus in the statutory accounts is £85.8m and is included in line 93 of the With-Profits Sub-Fund Form 13. The net difference between the FSA returns (£21.6m) deficit and the accounts £85.8m surplus is therefore £107.4m.



\*1407\*      Provision for deferred tax

The provision for deferred tax on line 21 was negative for the Non-Profit Sub-Fund. However overall the balance for the long-term fund was a liability. A right of set off exists with the counterparty and the disclosure is considered appropriate. Reclassification of the provision as an asset would have incorrectly grossed up Forms 13 and 14 and created a reconciling difference with the financial statements.

\*1501\*      Provision for “reasonably foreseeable adverse variations”

There is no provision for reasonably foreseeable adverse variations as all contracts are strictly covered by assets.

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

- a) There were no charges over assets.
- b) The potential tax on capital gains in respect of the other than long-term business assets shown on Form 15 is nil.
- c) Under the terms of the Company’s arrangements with the Prudential Group’s main UK bank, the bank has a right of set-off between credit balances (other than those of long-term business funds) and all overdrawn balances of those group undertakings with similar arrangements. The Company also has 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) Provisions in respect of the costs associated with the pensions mis-selling review have been included in the long-term technical provision. The directors believe that, based on current information, the pension mis-selling provision, together with future investment return on the assets backing the provision, will be adequate to cover the costs of pension mis-selling as well as the costs and expenses of the Company to identify and settle such cases. The costs associated with the pensions mis-selling review have been met from the inherited estate. Given the strength of the with-profits fund, the directors believe that charging the costs to the inherited estate will not have an adverse effect on the level of bonuses paid to policyholders or on their reasonable expectations. In the unlikely event of this proving not to be the case, an appropriate contribution to the with-profits fund would be made from the shareholders’ funds. For events occurring after 31 July 2009 certain payments of compensation and redress may only be paid from assets attributable to Shareholders. As the pensions mis-selling review was concluded prior to this date, the new requirements do not impact the provisions noted above.
- e) There are no other fundamental uncertainties.

\*1503\*      Dividend on Cumulative Preference Shares

A dividend on cumulative preference shares of £nil had accrued at 31 December 2011.

\*1504\*      Deficit in valuation of insurance undertakings

An amount of £2,874k has been included in line 22 of Form 15 in respect of a deficit on the valuation of certain insurance and insurance holding undertakings.

\*1507\*      Particulars of other adjustments

The amount in line 83 at 31 December 2011 represents deficits in subsidiaries of £2,874k.

Note 1 - In respect of the Company’s main pension schemes there has been no provision in these returns for any deficits impacting the shareholders fund. For the Prudential Staff Pension Scheme

(PSPS) the shareholders element of the surplus/deficit is being met by the holding company. In respect of the Scottish Amicable Pension Scheme (SAPS), the shareholders element of the surplus/deficit is being met by another group company.

\*1601\*            Basis of foreign currency conversion

Foreign currency revenue transactions have generally been translated at average exchange rates for the year.

\*1602\*            Restatement of brought forward balances

Brought forward balances in the Return denominated in foreign currencies have been retranslated at 2011 rates of exchange.

\*1603\*            Other income and charges

	£000
Transfer to closure provision for operations in run-off	227
Commission received on sale of general insurance products	40,163
Shareholder expenses incurred on overseas subsidiaries	(6,642)
Expenses incurred on acquisition of equity release business from another group company	(5,526)
Charges paid in respect of long-term fund products	(9,111)
Share based payments	(1,422)
Other items	(1,970)
<b>Total</b>	<u><u>15,719</u></u>

Operations in run-off include the former UK general insurance broker and commercial, London Market, marine and aviation and overseas agencies business which the Company ceased writing between 1990 and 1992, and the UK general insurance personal lines business.

\*1701\*            Variation margins

No excess variation margin has been received. A variation margin of £211m has been included in line 38 of Form 14 of the long-term business fund. No variation margin is included in respect of the other than long-term business fund.

\*1702\*            Quasi-derivatives

Convertible securities of £476m, with the features of a quasi-derivative, have been included in line 46 of the Long-term Form 13.

\*1901\*            Adjustment to future policy related liabilities

Line 49 column 1 of the Defined Charge Participating Sub-Fund is negative due to an adjustment required to ensure that the working capital (line 68 column 1) is zero.

## APPENDIX 9.2

### \*20Aa\* Details of risk categories

No contracts of insurance were allocated under Rule 9.14B.

### \*20Ab\* Death or injury to passenger risk categories

No such contracts were entered into.

### \*20Ac\* Business allocated to categories 187, 223, 400 & 700

Risk category 187 relates to credit card products with the following features:-

Death benefit – cash payment equivalent to the outstanding balance of nominated credit card up to a maximum amount if the insured cardholder dies while the policy is still in force.

Temporary total disability benefit – monthly cash payment equivalent to 10% of the outstanding card balance, up to 10 months.

Unemployment benefit - monthly cash payment equivalent to 10% of the outstanding card balance, up to 6 months.

### \*20Ad\* Details of claims made policies

No amount reported on Form 20A contains both claims made policies and policies that are not claims made.

### \*20Ae\* Amount of facultative business included under category 002

All business included under category 002 relates to direct business.

### \*20Af\* Amounts reported under categories 113, 274 & 343

All business within category 113 has arisen from business falling within classes 1 and 2 (Accident and Health).

\*20Ag\*

Gross premiums written attributable to home foreign or overseas business

Category	No.	Gross premiums Written (£000)
		Overseas <sup>1</sup>
Medical Insurance	111	15,924
Healthcare cash plans	112	103
Travel	113	2,475
Personal accident or sickness	114	7,886
Private motor – comprehensive	121	1,787
Private motor – non-comprehensive	122	236
House and domestic all risks	160	3,182
Other personal financial loss	187	381
Commercial vehicle (non-fleet)	222	75
Commercial property	261	787
Consequential loss	262	70
Contractors or engineering all risks	263	30
Employers liability	271	3,050
Professional indemnity	272	26
Public and products liability	273	806
Fidelity and contract guarantee	281	145
Total primary and facultative goods in transit	350	220
Total		<u>37,183</u>

1. All overseas business is written and carried on in Hong Kong.
2. The above notes may disagree in some instances with the Forms as the underlying figures feeding into the Forms are in pounds whereas the Forms are in £'000's.

\*20A1\*

Differences between Form 20A and Form 15

The gross provision for unearned premiums in Form 20A differs from Form 15 by £655k due to the revenue account and the balance sheet being translated at different rates of exchange.

\*2005\*

Other technical income or charges

The other technical income at line 25 of Form 20 is the 5% handling charge income for processing a Hong Kong Government levy.

\*2007\*

Material connected party transactions

The payment of a 2011 interim dividend of £223m to the holding company (Prudential plc). The dividend was settled by a transfer of cash.

Several loans throughout the year totalling £75m to the holding company (Prudential plc).

The repayment of two loans of £130m and £45m from the wholly owned subsidiary Prudential Retirement Income Limited.

The repayment of a loan of £130m to the wholly owned subsidiary Prudential Retirement Income Limited.

The issue of a loan of £49m from the wholly owned subsidiary Prudential Retirement Income Limited.

The increase in share capital (£3.5m) of the investment in Prudential Health Holdings Limited in which the Company now has a 25% shareholding.

The issue of a loan of £49m from the wholly owned subsidiary Prudential International Assurance Plc.

The issue of a loan of £10m from the wholly owned subsidiary Prudential Lifetime Mortgage Limited.

\*2102\*            Provision for unearned premiums

Unearned premiums continue to be calculated on a daily basis to give a strict day by day apportionment.

\*2103\*            Differences between Forms 21 and Forms 13 and 15

The net provision for unearned premium in Forms 13 and 15 differs from Form 21 by £587k due to the balance sheet and revenue account being translated at different rates of exchange.

\*2202\*            Claims management expenses

Claims management expenses comprise internal and external costs directly attributable to claims negotiation and settlement and indirect costs incurred in respect of maintaining a claims settlement function. Claims management expenses carried forward are based on the level of outstanding claims. The expense ratios applied to outstanding claims are determined separately for motor and non-motor accounting classes. Lower ratios are applied to the reported outstanding claims to allow for claims expenses, which have already been paid on these claims.

\*2204\*            Acquisition expenses

Acquisition costs comprise fixed and variable costs arising from the completion of an insurance contract including commission, sales related bonuses, initial processing costs, underwriting costs, marketing costs and a proportion of customer servicing costs based on time allocation. Other overhead costs are included in administrative expenses. Acquisition costs are deferred and released on a 24th's basis to approximate the method used to recognise earned premiums.

APPENDIX 9.3

\*4002\* Other income and expenditure in the long-term business revenue accounts (£000)

	WPSF	NPSF	SAIF	DCPSF	Consolidation	Summary
<b>Other income</b>						
Transfer in respect of support assets	13,180				(13,180)	-
Annual management charges received from DCPSF /NPSF	11,023	25,505		18	(36,546)	-
Rebate from the fund manager	2,168	15,866				18,034
Refund of guarantee charge from the shareholder fund	5,484					5,484
Contingent loan receipts		5,815				5,815
Transfer of business from the WPSF		34,177			(34,177)	-
<b>Total</b>	<b>31,855</b>	<b>81,363</b>	<b>-</b>	<b>18</b>	<b>(83,903)</b>	<b>29,333</b>
<b>Other expenditure</b>						
Transfer in respect of support assets			13,180		(13,180)	-
Annual management charges paid to the NPSF/DCPSF/WPSF		3,184		33,362	(36,546)	-
Annual management charge paid to another group company		12,976		5,079		18,055
Contingent loan repayments		104,184				104,184
Financial reinsurance repayments		8,402				8,402
Transfer of business to the NPSF	34,177				(34,177)	-
<b>Total</b>	<b>34,177</b>	<b>128,746</b>	<b>13,180</b>	<b>38,441</b>	<b>(83,903)</b>	<b>130,641</b>

Notes:

1. The transfer in respect of support assets reflects 1% of the Capital Support Fund paid by SAIF to the With-Profits Sub-Fund.

\*4006\* Apportionment of income and expenses of the long-term business

The Company's long-term business fund comprises four separately managed sub-funds, namely the Scottish Amicable Insurance Fund (SAIF), Defined Charge Participating Sub-Fund (DCPSF), With-Profits Sub-Fund (WPSF) and Non-Profit Sub-Fund (NPSF), with separate pools of assets.

1 Scottish Amicable Insurance Fund

- a) Investment income is determined by the assets held.
- b) The increase or decrease in the value of assets is determined by the assets held.
- c) Expenses are charged in accordance with the provisions under the Scheme of Transfer.
- d) The tax charge is determined on the equivalent of a mutual office basis as provided under the Scheme of Transfer.

2&3 Defined Charge Participating Sub-Fund and Non-Profit Sub-Fund

- a) Investment income is determined by the assets held.
- b) Expenses which are incurred directly are charged to the revenue account. In addition for the Non-Profit Sub-Fund other expenses are allocated having regard to such measures as business volumes or time spent as considered necessary.
- c) The tax charge is incurred directly and charged to the revenue account.

4 With-Profits Sub-Fund

- a) A single pool of assets is maintained in respect of the With-Profits Sub-Fund which comprises two separate elements, these being the ordinary (other) and ordinary (pensions). Investment income and investment expenses are apportioned between the two elements of the fund on a mean fund basis.
- b) The increase or decrease in value of non-linked assets brought into account by way of transfer from investment and revaluation reserves and allocated to the ordinary (other) and ordinary (pensions) elements is apportioned so as to maintain reasonable compatibility in the amounts payable to the respective policyholders.
- c) Expenses (except investment expenses which are apportioned on a mean fund basis) which are incurred directly for the purpose of an element of the fund are allocated to that element. Other expenses are allocated having regard to such measures as business volumes or time spent as considered appropriate.
- d) The tax charge is allocated directly to the three elements of the fund to the extent that the charge can be separately identified. The balance of the charge is apportioned using a mean fund basis or a derivative thereof.

\*4008\* Statement on provision of management services

- a) The Company was provided with management services by M&G Investment Management Limited, Silverfleet Capital Limited, Prudential Services Limited, Prudential UK Services Limited, Prudential Property Investments Managers Limited, PPM America Inc, PAM Singapore and Prudential Distribution Limited.

- b) The Company seconded employees to provide management and other services throughout the year to Prudential Pensions Limited, Prudential Holborn Life Limited, Prudential (AN) Limited, Prudential Annuities Limited, Prudential Retirement Income Limited, Prudential Health Holdings Limited, Prudential Lifetime Mortgages Limited and Prudential Distribution Limited.

All the companies mentioned above are subsidiaries, fellow subsidiaries or associates of the Company.

**\*4101\***      Recapture of reinsurance

Line 16 column 2 of the With-Profits Form 41 includes the recapture of reinsurance to another group company.

**\*4302\***      Reinsurance commission

Line 41 of the With-Profits Form 43 column 2 includes an amount of £14.5m in respect of reinsurance commission for business reinsured to another group company.

**\*4303\***      Refund of investment management expenses

Line 45 of the Defined Charge Participating sub-fund Form 43 column 3 includes a refund of investment management expenses of £4.1m.

**\*4401\***      Basis of valuation of assets

The assets have principally been valued at a bid price. Funds closed to new business have been valued on a bid basis.

**\*4701\***      Number of group schemes for which there is no member count

Product Code	Product description	Number of schemes
735	Group money purchase pensions property linked	29

**\*4702\***      Approximations used on Form 47

For some group pension policies, the split of the amount of new business premium for product codes 535 and 735 is estimated from the premiums for in force policies.

**\*4802\***      Assets where the payment of interest is in default

There are 38 assets in the WPSF, 3 in the NPSF, 7 in the DCPSF and 19 in SAIF where the payment of interest is in default. The expected interest from these assets has been reduced to nil.

**\*4803\***      Securities that may be redeemed over a period

Securities with an issuer option to redeem early are assumed to redeem at the next call date. The only exception to this are Government perpetual bonds, which can redeem at anytime.



\*4806\* Assets used to calculate investment returns

The returns shown in lines 21-29 column 5 are those arising on assets backing the UK asset shares in each of SAIF, WPSF and DCPSF.

\*4807\* Investment returns

The returns shown in lines 32 and 33 column 5 are before investment costs and, for the WPSF and SAIF, exclude any allocation to asset shares arising from surplus on non-profit business.

\*4901\* Credit rating agency

Credit ratings used on Form 49 are the second best of three external rating agencies, namely Fitch, Standard & Poor's and Moody's.

\*5101\* Number of group schemes for which there is no member count

Product Code	Product description	Number of schemes
165	Conventional deferred annuity with-profits	38
175	Group conventional deferred annuity with-profits	2,522
390	Deferred annuity non-profit	2,067
415	Collective life	4
425	Group income protection claims in payment	7

\*5104\* Approximations used in apportioning between product codes on Form 51

For UK protection policies that can include

- term and decreasing term assurance
- accelerated or stand-alone critical illness insurance by guaranteed or reviewable premiums
- income protection insurance by guaranteed or reviewable premiums

annual office premiums are estimated from the reinsurance premiums. Mathematical reserves are then estimated from this split of office premiums.

\*5105\* Double counting of policies

470 UK Pension non-profit immediate and deferred annuities were double counted in Forms 51 and 54.

\*5201\* Number of group schemes for which there is no member count

Product Code	Product description	Number of schemes
535	Group money purchase pensions UWP	74

\*5204\* Approximations used in apportioning between product codes on Form 52

Prudential Investment Bonds with both regular and single premiums invested have been included in product code 505.

\*5301\* Number of group schemes for which there is no member count

Product Code	Product description	Number of schemes
735	Group money purchase pensions property linked	132
755	Trustee investment plan	48

\*5304\* Approximations used in apportioning between product codes on Form 53

For M&G Personal Security policies included in product codes 700 and 710, the current death benefit and the other liabilities are split in proportion to the value of units.

\*5405\* Double counting of policies

470 UK Pension non-profit immediate and deferred annuities were double counted in Forms 51 and 54.

\*5601\* Credit rating agency

Credit ratings used on Form 56 are the second best of three external rating agencies, namely Fitch, Standard & Poor's and Moody's.

\*5602\* Other assets

Other assets contain deposits with Prudential Retirement Income Limited.

\*5701\* Negative mathematical reserves

Negative reserves, net of reinsurance, (-£82.9m) are held for PruProtect Plan. These negative reserves, and the positive cashflows expected to repay them, are offset against positive reserves required to fund negative cashflows emerging from certain annuity policies.

\*5702\* Waiver

The FSA, on the application of the firm, made a direction under section 148 of the Financial Services and Markets Act 2000 in September 2011. The effect of the direction is to modify the provisions of *INSPRU* 3.1.35R and *IPRU(INS)* Appendix 9.3 so that a more appropriate rate of interest is used for certain assets taken in combination.

The information required in respect of this waiver 1388495 (dated 22 November 2011) is as follows:

NPSF

Product group	Risk adjusted yield on matching assets (Form 57 column 5)	Corresponding asset yield
UK Pension Form 51 NP immediate annuities (direct written)	4.07%	4.66%
UK Pension Form 51 NP immediate and deferred annuities (reassurance accepted)	4.18%	4.85%

WPSF

Product group	Risk adjusted yield on matching assets (Form 57 column 5)	Corresponding asset yield
UK Pension Form 51 NP immediate and deferred annuities	3.99%	4.81%

\*5801\* Other bonuses

Line 44 of the With-Profits Sub-Fund Form 58 includes the cost of final (terminal) bonus in the following year on conventional with-profits whole life and endowment assurances in the ordinary and industrial branches and on conventional with-profits deferred annuities. These bonuses are declared out of surplus arising at the valuation date and not declared in anticipation of surplus arising subsequently.

\*5803\* Percentage of distributed surplus allocated to policyholders

The percentage of distributed surplus allocated to policyholders in the WPSF in 2008 exceeded 90%. This was as a result of allocations for Hong Kong business being affected by exchange rate differences. Bonuses are exchanged from Hong Kong dollars to sterling using year-end exchange rates whereas the transfer out of the fund is based upon average exchange rates.

# THE PRUDENTIAL ASSURANCE COMPANY LIMITED

Year ended 31 December 2011

## Statement of information pursuant to Rule 9.25 of the Interim Prudential Sourcebook for Insurers

Rule 9.25: Additional information on general insurance business major treaty reinsurers

### Proportional Treaty Reinsurance

<u>Name of Reinsurer</u>	<u>Premiums Payable (£000)</u>	<u>Amount due to Company (£000)</u>	<u>Anticipated Recovery from Reinsurer (£000)</u>
Asia Insurance Co. Ltd 16/F World Wide House 19 Des Voeux Road Central Hong Kong	926	-	-

### Non-Proportional Treaty Reinsurance

<u>Name of Reinsurer</u>	<u>Premiums Payable (£000)</u>	<u>Amount due to Company (£000)</u>	<u>Anticipated Recovery from Reinsurer (£000)</u>
Munich Reinsurance Company 11 <sup>th</sup> Floor Fairmont House 8 Cotton Tree Drive, Central Hong Kong	103	-	-
Taiping Reinsurance Co (HK) Ltd 29A United Centre 95 Queensway Admiralty Hong Kong	194	-	-
The Toa Reinsurance Co Ltd Room 801 8 <sup>th</sup> Floor, Admiralty Centre, Tower 1 18 Harbour Road Hong Kong	224	-	-

<u>Name of Reinsurer</u>	<u>Premiums Payable (£000)</u>	<u>Amount due to Company (£000)</u>	<u>Anticipated Recovery from Reinsurer (£000)</u>
Hannover Ruckversicherungs-AG Karl-Wiechert-Allee 50 D-30625 Hannover Germany	73	-	-
Berkley Insurance Company Suite 6708, 67/F, Central Plaza 18 Harbour Road Hong Kong	52	-	-
Cassie Centrale De Reassurance 31 Rue De Courcelles Paris France	79	-	-

Notes:

1. Premiums include amounts payable to companies connected with the reinsurer.
2. The Company was not connected at any time in the year with any of the above reinsurers.
3. No deposits were received from any of the above reinsurers.

# **THE PRUDENTIAL ASSURANCE COMPANY LIMITED**

**Year ended 31 December 2011**

## **Statement of information pursuant to Rule 9.26 of the Interim Prudential Sourcebook for Insurers**

Rule 9.26: Additional information on general insurance business major facultative reinsurers

The Company had no major facultative reinsurers in the year.

## **Statement of information pursuant to Rule 9.27 of the Interim Prudential Sourcebook for Insurers**

Rule 9.27: Information on general insurance business major reinsurance cedants

The Company had no major cedants in the year.

## **THE PRUDENTIAL ASSURANCE COMPANY LIMITED**

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

Statement of additional information on general insurance business ceded pursuant to Rules 9.32, 9.32A and 9.32B of the Interim Prudential Sourcebook for Insurers

The objective of the Company's general business reinsurance strategy is to minimise the risk of significant adverse movements in the general business result and hence to protect shareholder value. This is achieved by the transfer of exposure risk to reinsurers at cost-effective rates. Cover is purchased in excess of a retention level that is set as low as is economically attainable and, where appropriate, in programme sizes above that level. Cover is placed across worldwide markets with reinsurers whose selection and capacity allocations are determined by security ratings supplemented by market knowledge and input from reinsurance brokers. There is no co-reinsurance.

The policies purchased are either quota share treaties or standard non-proportional reinsurance treaties providing excess-of-loss cover, which include a significant transfer of risk to the reinsurer.

None of the policies contain the features detailed in Rule 9.32B(5).

The Company has taken into account the effect of any agreements, correspondence (including side-letters) or understandings that amend or modify the contracts or their operation when considering whether a contract of insurance meets one or both of the conditions in rule 9.32A(2).

The Company is satisfied that there are no contracts of insurance under which general insurance has been ceded by the insurer where –

- (a) the value placed on future payments in respect of the contract is not commensurate with the economic value provided by that contract, after taking account of the level of risk transferred; or
- (b) there are terms or foreseeable contingencies (other than the insured event) that have the potential to affect materially the value placed on the contract in the Company's balance sheet at, or any time after, the end of the financial year in question.

The Company is also satisfied that there are no financing arrangements which include terms for:

- (a) the transfer of assets to the insurer, the creation of a debt to the insurer or the transfer from the insurer to another party of liabilities to policyholders; and
- (b) either an obligation for the insurer to return some or all of such assets, a provision for the diminution of such debt or a provision for the recapture of such liabilities, in each case, in specified circumstances.

On 31 December 2001 the Company transferred its personal lines General Insurance liabilities to Winterthur Swiss Insurance Company. The policies transferred left no net retention to the Company. From January 2003, Prudential branded new business policies were underwritten by Winterthur/Churchill. Winterthur has subsequently been acquired by the Royal Bank of Scotland Plc.

During 2005 the Company entered into a Solvent Scheme of Arrangement under Section 425 of the Companies Act 1985, in respect of certain closed Marine and London Market business.

All claims lodged by creditors by the Scheme submission date have now been settled, and related provisions released. In accordance with the terms of the Scheme claims notified after the final claims submission date are not valid.

On 30th June 2010 the Company entered into a 100% quota share reinsurance agreement with Swiss Reinsurance Company Ltd in respect of its commercial lines general insurance business in run-off. The effective date of the agreement is 1 January 2010. The business reinsured is UK employers' liability and public liability business (categories 271 & 273).

Policies were purchased to protect the exposures of its Hong Kong branch operation. Details of these policies are set out below.

Reporting categories covered	Type of cover	Period of cover	Policy limits
113 114 187	Hong Kong Accident	1/1/11 – 31/12/11	Reinsurers potential liability: £4,806,000 in excess of £240,000
113 114	Hong Kong Accident Catastrophe Excess of Loss 1 <sup>st</sup> Layer 2 <sup>nd</sup> Layer	1/1/11 – 31/12/11	Reinsurers potential liability:  £961,000 in excess of £240,000 £2,804,000 in excess of £1,201,000
121 122 222	Hong Kong Motor and Liability Excess of Loss 1 <sup>st</sup> Layer 2 <sup>nd</sup> Layer 3 <sup>rd</sup> Layer 4 <sup>th</sup> Layer 5 <sup>th</sup> Layer	1/1/11 – 31/12/11	Reinsurers potential liability:  £240,000 in excess of £160,000 £801,000 in excess of £400,000 £1,201,000 in excess of £1,201,000 £5,607,000 in excess of £2,402,000 Unlimited in excess of £8,009,000
271 272 273	Liability Excess of Loss	1/1/11 – 31/12/11	Reinsurers potential liability: £1,442,000 in excess of £160,000
111 112	Hong Kong Medical	1/1/11 – 31/12/11	Reinsurers potential liability: 75:25 Quota share
350	Hong Kong Marine Cargo Combined Quota Share  And Surplus	1/1/11 – 31/12/11	Reinsurers potential liability: Quota share £32,000 in excess of £48,000  Surplus £801,000 in excess of £48,000
160 261 262 263	Hong Kong Fire Surplus	1/1/11 – 31/12/11	Reinsurers potential liability: £4,806,000 in excess of £240,000



Reporting categories covered	Type of cover	Period of cover	Policy limits
160 261 262 263	Hong Kong Property Combined Quota Share  And Surplus	1/1/11 – 31/12/11	Reinsurers potential liability: Quota share £384,000 in excess of £96,000  Surplus £1,442,000 in excess of £96,000
160 261 262 263	Hong Kong Fire Catastrophe Excess of Loss 1 <sup>st</sup> Layer 2 <sup>nd</sup> Layer 3 <sup>rd</sup> Layer	1/1/11 – 31/12/11	Reinsurers potential liability:  £561,000 in excess of £240,000 £801,000 in excess of £801,000 £2,403,000 in excess of £1,602,000
281	Hong Kong Bond Quota Share	1/1/11 – 31/12/11	Reinsurers potential liability: £240,000

Details of the Company's maximum probable loss (net of reinsurance) for each business category are set out below:

Risk category	No.	Any one risk/event £'000
Travel	113	240
Personal accident or sickness	114	240
Private motor-comprehensive	121	160
Private motor-non-comprehensive	122	160
Household and domestic all risks	160	240
Other personal financial loss	187	240
Commercial vehicles (non-fleet)	222	160
Commercial property	261	240
Consequential loss	262	240
Contractors or engineering all risks	263	240
Employers liability	271	160
Professional indemnity	272	160
Public and products liability	273	160
Fidelity and contract guarantee	281	240
Total primary (direct) and facultative goods in transit	350	48

The split of reinsurance premiums (as shown on forms 21) for each accounting class by facultative and non-facultative reinsurance is set out below:

Risk category	No.	Facultative £'000	Non- Facultative £'000	Total £'000
Medical insurance	111	360	926	1,286
Travel	113	4	823	827
Personal accident or sickness	114	2	355	357
Private motor-comprehensive	121	-	188	188
Private motor-non-comprehensive	122	13	24	37
Household and domestic all risks	160	21	235	256
Commercial vehicles (non-fleet)	222	-	8	8
Commercial property	261	35	257	292
Consequential loss	262	1	10	11
Contractors or engineering all risks	263	3	24	27
Employers liability	271	12	349	361
Professional indemnity	272	-	2	2
Public and products liability	273	9	73	82
Fidelity and contract guarantee	281	2	13	15
Total primary (direct) and facultative goods in transit	350	1	94	95
Total		463	3,381	3,844

## **THE PRUDENTIAL ASSURANCE COMPANY LIMITED**

### **Returns for the year ended 31 December 2011**

Statement required by Rule 9.29 of the Interim Prudential Sourcebook

#### **(a) Investment guidelines**

As requested by Rule 9.29 of the Interim Prudential Sourcebook, the investment guidelines for the use of derivative contracts in the long-term fund are set out below. These are fully explained in the Company's Investment Management Agreement with its fund managers and are consistent with the investment strategy.

- (i) Derivatives are used for the purpose of efficient portfolio management or to reduce risk, specific examples being to implement tactical asset allocation changes around the strategic benchmark, hedge currency risk, or control the risk profile of an identified strategy.
- (ii) A number of restrictions on the use of derivatives have been agreed with the Company's fund managers and can only be overruled by prior agreement between the two parties:
  - all derivatives that impose obligations on the fund must be strictly covered.
  - all derivative contracts must satisfy the definition of approved under the various Prudential Sourcebooks.
  - the maximum allowable exposure to counterparties should not be exceeded.
  - only certain permitted exchanges and contracts can be used.
- (iii) The company has used a number of derivative instruments; principally exchange traded futures and options, over the counter swaps (including total return swaps & credit default swaps), options, warrants and currency forwards. The company has also used redeemable convertible corporate bonds. These bonds have not been categorised as derivative contracts as the derivative element is minimal and have therefore not been reported on form 17. The total value of these bonds on the long-term form 13 is £475,688k.

#### **(b) Derivatives where exercise is unlikely.**

There are no specific guidelines for the use of contracts not reasonably likely to be exercised. However the Investment Management Agreement only allows the use of derivatives for the purpose of efficient portfolio management or to reduce risk and the Company's investment managers work within these constraints.

(c) **Quantification of derivatives in (b) above.**

**Long-term funds**

The largest exposure during the year to out of the money call options was £67.915k. The largest exposure during the year to out of the money put options was (£4,055,206k).

(h) **Derivatives not covered by the definition of an admissible derivative contract in the Interim Prudential Sourcebook.**

**Long-term funds**

A small portion of the swaps market value (£2,471K) relating to a commercial mortgage loan (CML) deal are inadmissible, as they have not been traded with an approved counterparty

**Other Than Long-term funds**

No such derivatives were held.

(i) **Consideration for granting rights under derivative contracts**

**Long-term funds**

The total consideration received for granting rights under derivative contracts totalled £572k

**Other Than Long-term funds**

No rights under derivative contracts have been granted.

## **Statement of information pursuant to Rule 9.30 of the Interim Prudential Sourcebook for Insurers**

Rule 9.30 of the Interim Prudential Sourcebook for Insurers: Additional information on shareholder controllers

Throughout the year Prudential plc held all the shares of the Company and controlled the whole of the voting power.

# THE PRUDENTIAL ASSURANCE COMPANY LIMITED

Year ended 31 December 2011

## Statement of information on the actuary who has been appointed to perform the with-profits actuary function pursuant to Rule 9.36 of the Interim Prudential Sourcebook for Insurers

In accordance with Rule 9.36 of the above sourcebook, Gerry Gallagher, the actuary who has been appointed to perform the with-profits actuary function of the Company, was requested to furnish and has provided the following information:

- (a) (i) He had an interest in 8,363 shares in the share capital of the holding company, Prudential plc, at the end of the year.
- (ii) He had an interest under the Prudential Share Incentive Plan in 2,603 shares in Prudential Plc, held in trust at the end of the year.
- (iii) He held the following options granted under the Prudential Savings-Related Share Option Scheme to subscribe for shares in Prudential plc:

<u>Number of Shares</u>	<u>Exercise Price</u>	<u>Exercise Dates</u>
5,426	288p	June 2014

- (b) He held a general insurance policy issued by the Company, being a home insurance policy covering buildings, household contents, travel and personal effects.
- (c) He had an investment in an ISA contract, issued by M&G investments, a subsidiary of Prudential plc.
- (d) His total remuneration for the year was £232,655.
- (e) He is a member of the Prudential Staff Pension Scheme and contributions in respect of the year were paid by the Company. These amounts are not included in the figures above.

# THE PRUDENTIAL ASSURANCE COMPANY LIMITED

## Global Business

### Directors' Certificate required by rule 9.34 of the Accounts and Statements Rules

#### Year ended 31 December 2011

We certify:

1. (a) that the return has been properly prepared in accordance with the requirements in IPRU(INS), GENPRU and INSPRU as modified by waivers as detailed in supplementary note 0101 issued under section 148 of the Financial Services and Markets Act 2000 and section 68 of the Insurance Companies Act 1982 which continues to have effect; 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 and INSPRU, applicable; 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. (a) that in our opinion, premiums for contracts entered into during the financial year and the resulting income earned are sufficient, under reasonable actuarial methods and assumptions, and taking into account the other financial resources of the insurer that are available for the purpose, to enable the insurer to meet its obligations in respect of those contracts and, in particular, to establish adequate mathematical reserves;
  - (b) that the sum of the mathematical reserves and the deposits received from reinsurers as shown in Form 14 constitute proper provision at the end of the financial year in question for the long-term insurance liabilities (including all liabilities arising from deposit back arrangements, but excluding other liabilities which had fallen due before the end of the financial year) including any increase in those liabilities arising from a distribution of surplus as a result of an actuarial investigation as at that date into the financial condition of the long-term insurance business;
  - (c) that the with-profits fund has been managed in accordance with the Principles and Practice of Financial Management, as established, maintained and recorded under COBS 20.3; and
  - (d) that we have, in preparing the return, taken and paid due regard to-

- (i) advice in preparing the return from every actuary appointed by the insurer to perform the actuarial function in accordance with SUP 4.3.13R; and
- (ii) advice from every actuary appointed by the insurer to perform the with-profits actuary function in accordance with SUP 4.3.16AR

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R A Devey  
Chief Executive

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A M Crossley  
Director

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D J Belsham  
Director

23 March 2012



# **THE PRUDENTIAL ASSURANCE COMPANY LIMITED**

## **Global business**

### **Financial year ended 31 December 2011**

#### **Independent auditor's report to the Directors pursuant to rule 9.35 of the Interim Prudential Sourcebook for Insurers ("IPRU(INS)")**

We have examined 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 Insurance Prudential Sourcebook, ("the Rules") made by the Financial Services Authority under section 138 of the Financial Services and Markets Act 2000:

- Forms 1 to 3, 11 to 23, 31 to 32, 36 to 38, 40 to 45, 48, 49, 56, 58 and 60, (including the supplementary notes) on Volume 1 pages 1 to 122 and pages 223 to 240, and Volume 2 pages 133 to 142, 206, 211 to 215 and 222 ('the Forms');
- the statements required by IPRU(INS) rules 9.25, 9.26, 9.27 and 9.29 on pages 241 to 243 and 248 to 249 of Volume 1 ('the Statements'); and
- the valuation reports required by IPRU(INS) rule 9.31(a)(i) and 9.31(b) ('the valuation reports'); and

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

- Forms 46, 47, 50 to 55, 57, 59A and 59B (including the supplementary notes) on pages 123 to 132, 143 to 205, 207 to 210 and 216 to 221 of Volume 2;
- the statements required by IPRU(INS) rules 9.30, 9.32, 9.32A and 9.36 on pages 244 to 247 and 250 to 251 of Volume 1;
- the certificate required by IPRU(INS) rule 9.34(1) on pages 252 to 253 of Volume 1 ('the certificate'); and

This report is made solely to the insurer'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 insurer'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 insurer, conferred on the FSA by or under the Financial Services and Markets Act 2000. Our work (including our examination) has been undertaken so that we might state to the insurer's directors, as a body, 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 insurer and the insurer's directors as a body, for our work (including our examination), for this report, or for the opinions we have formed.

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

The insurer is responsible for the preparation of an annual return (including the Forms, the Statements and the valuation reports) under the provisions of the Rules. The requirements of the Rules have been modified by waivers issued under section 148 of the Financial Services and Markets Act 2000 and orders granted under section 68 of the Insurance Companies Act 1982 which continue to have effect as referred to in supplementary note 0101 on pages 223 and 224. Under IPRU(INS) rule 9.11 the Forms, the Statements and the valuation reports 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 insurer and used to perform the actuarial investigation as set out in the valuation reports, are required to reflect appropriately the requirements of INSPRU 1.2 and 1.3.

It is our responsibility to form an independent opinion as to whether the Forms, the Statements and the valuation reports 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, the Statements and the valuation reports are not in agreement with the accounting records and returns; or
- 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 Statements and the valuation reports. 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, the Statement and the valuation reports.

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 Statements and the valuation reports 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 IPRU(INS) rule 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 insurer.

## **Opinion**

In our opinion:

- i) the Forms, the Statements and the valuation reports fairly state the information provided on the basis required by the Rules as modified and have been properly prepared in accordance with the provisions of those Rules; and
- ii) the methods and assumptions determined by the insurer and used to perform the actuarial investigation as set out in the valuation reports appropriately reflect the requirements of INSPRU 1.2 and 1.3.

Robert Lewis

For and on behalf of KPMG Audit Plc, Statutory Auditor

Chartered Accountants

15 Canada Square

London

E14 5GL

23rd March 2012