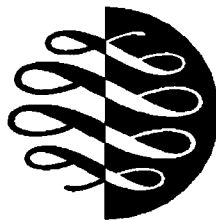




PRUDENTIAL

Prudential Assurance Company Limited

**Annual FSA Insurance Returns for the year ended
31 December 2001**



Returns under the Accounts and Statements Rules

(Appendix 4)

Incorporated and Registered in England and Wales Registered number 15454
Registered office 142 Holborn Bars London EC1N 2NH

Long term insurance business : Valuation result and distribution of surplusName of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31st December 2001**Company
registration
number

GL/UK/CM

Period ended

day month year

Units

Category
of surplusCategory of surplus **Linked**

		R58	15454	GL	31	12	2001	£000	13	
Valuation result	Fund carried forward					11	505358			
	Bonus payments made to policyholders in anticipation of a surplus					12				
	Transfers out of fund/ parts of fund	Transfer to non-technical account				13				
		Transfer to other funds/parts of funds				14				
	Net transfer out of funds/parts of funds (13+14)					15				
	Total (11+12+15)					16	505358			
	Mathematical reserves for accumulating with profit policies					17				
	Mathematical reserves for other non linked contracts					18	38049			
	Mathematical reserves for property linked contracts					19	350497			
	Mathematical reserves for index linked contracts					20	3201			
	Total (17 to 20)					21	391747			
Surplus including contingency and other reserves held towards the solvency margin (deficiency) (16-21)					29	113611				
Composition of surplus	Balance of surplus brought forward unappropriated from last valuation					31	113611			
	Transfers into fund/part of fund	Transfer from non-technical account				32	8395			
		Transfer from other funds/parts of fund				33				
	Net transfer into fund/part of fund (32+33)					34	8395			
	Surplus arising since the last valuation					35	(8395)			
Total (31+34+35)					39	113611				
Distribution of surplus	Bonus payments made to policyholders in anticipation of a surplus					41				
	Allocated to policyholders by way of	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				
	Total distributed surplus (46+47)					48				
	Balance of surplus (including contingency and other reserves held towards the solvency margin) carried forward unappropriated					49	113611			
Total (48+49)					59	113611				
Percentage of distributed surplus allocated to policyholders of fund/part of fund						61				
Corresponding percentage at three immediately previous valuations	Latest (year of valuation 2000)					62				
	Earlier (year of valuation 1999)					63				
	Earliest (year of valuation 1998)					64				

Long term insurance business : Valuation result and distribution of surplusName of insurer **The Prudential Assurance Company Limited**

Global business

Financial year ended **31st December 2001**Company
registration
number

GL/UK/CM

Period ended

Units

Category
of surplus

Category of surplus

**Long term sickness
and accident business****R58****15454****GL****31****12****2001****£000****14**

Category of surplus	Long term sickness and accident business	R58	15454	GL	Period ended			Units	Category of surplus
					day	month	year		
Valuation result	Fund carried forward					11			30702
	Bonus payments made to policyholders in anticipation of a surplus					12			
	Transfers out of fund/ parts of fund	Transfer to non-technical account				13			14020
		Transfer to other funds/parts of funds				14			
	Net transfer out of funds/parts of funds (13+14)					15			14020
	Total (11+12+15)					16			44722
	Mathematical reserves for accumulating with profit policies					17			
	Mathematical reserves for other non linked contracts					18			27221
	Mathematical reserves for property linked contracts					19			
	Mathematical reserves for index linked contracts					20			3481
	Total (17 to 20)					21			30702
Surplus including contingency and other reserves held towards the solvency margin (deficiency) (16-21)					29			14020	
Composition of surplus	Balance of surplus brought forward unappropriated from last valuation					31			
	Transfers into fund/part of fund	Transfer from non-technical account				32			
		Transfer from other funds/parts of fund				33			
	Net transfer into fund/part of fund (32+33)					34			
	Surplus arising since the last valuation					35			14020
Total (31+34+35)					39			14020	
Distribution of surplus	Bonus payments made to policyholders in anticipation of a surplus					41			
	Allocated to policyholders by way of	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			14020
	Total distributed surplus (46+47)					48			14020
	Balance of surplus (including contingency and other reserves held towards the solvency margin) carried forward unappropriated					49			
Total (48+49)					59			14020	
Percentage of distributed surplus allocated to policyholders of fund/part of fund						61			
Corresponding percentage at three immediately previous valuations	Latest (year of valuation 2000)					62			
	Earlier (year of valuation 1999)					63			
	Earliest (year of valuation 1998)					64			

Long term insurance business : Matching rectangle

Sterling liabilities

Name of insurer **The Prudential Assurance Company Limited**Valuation rate(s) of interest **2.00%**

Global business

Type of business **Pension Insurance Business**Financial year ended **31st December 2001**

With profits

Category of assets **Other Long Term PAC Funds**

Company registration number	GL/UK/CM	Period ended		Units	Stg/NonStg	Valuation rate of interest	L&GA/Pens/PHI/Other	WP/NP	Category of assets	
		day	month							year
R57	GL	31	12	2001	£000	Stg	2.00	Pens	WP	12
The valuation										
The resilience scenario										
Type of asset notionally allocated										
Value of asset notionally allocated		Risk adjusted yield %		Value of assets notionally allocated			Risk adjusted yield %			
1		2		3			4		5	
11		1800000		1440000			3945489		5385489	
12		6845700		5660759			919750		919750	
13		20249		18806					18806	
14		16943		15736					15736	
15		4786750		3590062			2133666		5723728	
16										
17										
18										
19										
29		13469642		10725363			1338146		12063509	
31										
32										
33		13469642							12063509	
Land and buildings										
Fixed interest securities										
Approved securities										
Other										
Variable interest and Variable yield securities (excluding items shown at line 16)										
Approved securities										
Other										
Equity shares and holdings in collective investment schemes										
Loans secured by mortgages										
Producing income										
Not producing income										
Total (11 to 19)										
Gross valuation interest rate %										
Net valuation interest rate % (where appropriate)										
Mathematical reserve or other liability, net of reinsurance										

Long term insurance business : Matching rectangle

Sterling liabilities

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

Valuation rate(s) of interest **3.00%**

Global business

Type of business **Pension Insurance Business**

Financial year ended **31st December 2001**

With profits

Category of assets **Other Long Term PAC Funds**

R57	Company registration number	GL/UK/CM	Period ended			Units	Sig/ NonStg	Valuation rate of interest	L&GA/Pens/ PHI/Other	WP/NP	Category of assets
			day	month	year						
15454		GL	31	12	2001	£000	Sig	3.00	Pens	WP	12
The valuation											
Type of asset notionally allocated		Value of asset notionally allocated	Risk adjusted yield %			Value of assets notionally allocated			Risk adjusted yield %		
		1	2	3	4	5	6				
11	Land and buildings										
12	Approved securities	737000			5.25	609870		595540	1205410		8.25
13	Other	189000			5.96	156285		(156285)			
14	Approved securities										
15	Other										
16	Equity shares and holdings in collective investment schemes	1969291			2.18	1476968		(219302)	1257666		3.29
17	Loans secured by mortgages										
18	Producing income										
19	Not producing income										
29	Total (11 to 19)	2895291			3.21	2243123		219953	2463076		5.72
31	Gross valuation interest rate %				3.00						5.45
32	Net valuation interest rate % (where appropriate)										
33	Mathematical reserve or other liability, net of reinsurance	2895291							2463076		

Long term insurance business : Matching rectangle

Sterling/Non sterling liabilities

Name of insurer **The Prudential Assurance Company Limited**Valuation rate(s) of interest **Total**

Global business

Type of business

Financial year ended **31st December 2001**

With profits/Non profit

Other Long Term PAC Funds

Category of assets

Company registration number	GL/UK/CM	Period ended			Units	Stg/NonStg	Valuation rate of interest	L&GA/Pens/PHI/Other	WP/NP	Category of assets
		day	month	year						
R57	15454	GL	31	12	2001	£000		99		12
The valuation										
Type of asset notionally allocated	Value of asset notionally allocated	1	Risk adjusted yield %			Value of assets notionally allocated			Risk adjusted yield %	
			2	3	4	5	6			
Land and buildings	11	8343553	5.74	6674843	6674843	7.18				
Fixed interest securities	Approved securities	12	2568159	5.25	2125160	2125160	8.25			
	Other	13	13949516	5.96	11534960	11534960	8.96			
Variable interest and Variable yield securities (excluding items shown at line 16)	Approved securities	14	20249	2.50	18806	18806	3.50			
	Other	15	1007139	3.92	1005932	1005932	3.92			
Equity shares and holdings in collective investment schemes	16	25423588	3.84	19067691	19067691	4.86				
Loans secured by mortgages	17	4112	5.63	4112	4112	5.63				
All other assets	Producing income	18	3011557	3.40	3011557	3011557	3.40			
	Not producing income	19	901796		901796	901796				
Total (11 to 19)	29	55229669	4.64	44344857	44344857	6.22				
Gross valuation interest rate %	31									
Net valuation interest rate % (where appropriate)	32									
Mathematical reserve or other liability, net of reinsurance	33	55229669			44319914					

