



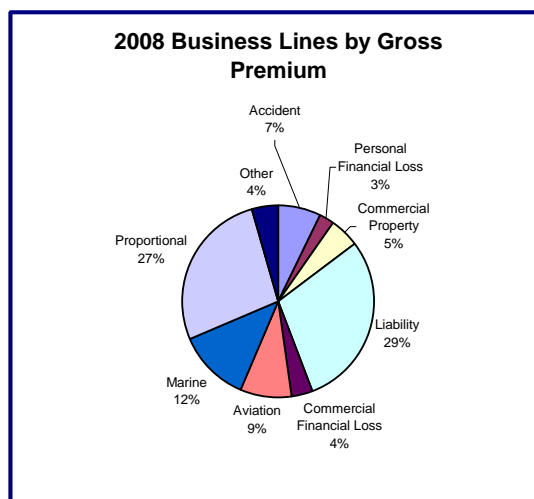
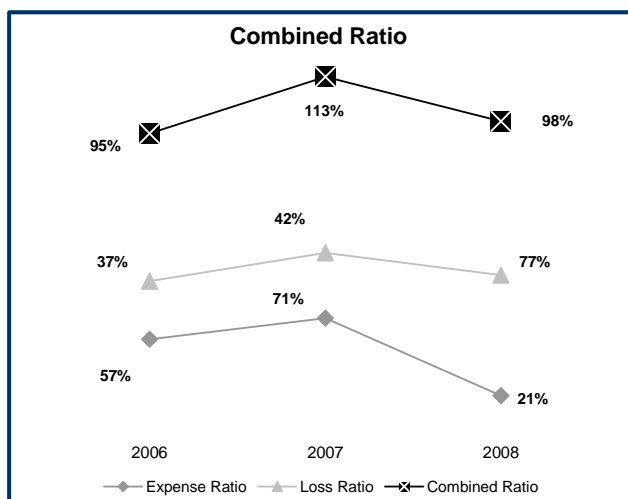
NAME: Chartis Insurance UK Ltd **DOMICILE:** UK

Key Shareholders: Americ
Standard & Poor's Rating: A+ 2-Mar-09
A.M.Best's Rating: Not Rated
Exchange Rate: £1 : GBP1

KEY FINANCIAL DATA	30-Nov-08	30-Nov-2007	30-Nov-2006
	GBP (millions)	GBP (millions)	GBP (millions)
Gross Premium Written	4,373	276	220
Net Premium Written	2,312	146	131
Underwriting Result	(55)	(27)	(2)
Net Investment Income	141	8	8
Other Gains/Losses	265	(0)	1
Pre-tax Profit excl. unrealised gains/(losses)	351	(19)	7
Change in Equalisation Provision	(8)	1	10
Net Unrealised Gain/(Loss)	(166)	(3)	(4)
Pre-tax Profit	177	(21)	12
Dividend Paid and Proposed	48	0	0
Surplus	1,112	215	63
Net Technical Reserves	1,977	113	93
Liquid Assets	2,860	484	151
Total Assets	3,697	517	193

* Refer Business Profile

KEY RATIOS:	30-Nov-08	30-Nov-2007	30-Nov-2006	P Standard *
Net Premium/Surplus	208.0	67.7	206.4	<330%
Change in Net Premium Written	1486.1	11.6	23.5	-10/30%
Net Premium/Gross Premium	52.9	52.7	59.3	>50%
Net Technical Reserves/Liquid Assets	69.1	23.3	61.4	<100%
Two Year Avg U/W Profit/Net Investment Income	-55.0	-183.9	-29.6	>-25%
Pre-tax Profit/Avg Surplus	52.9	-13.8	11.1	>5%
Net Technical Reserves + Surplus/Net Premium	133.6	225.0	119.5	>150%
Net Technical Reserves/Surplus	177.9	52.3	146.7	<350%
Unusual Values	3/8	2/8	2/8	
Change in Surplus	416.1	240.3	4.0	



JLT has access to publicly available financial data only. Whilst the information on which we rely is obtained from sources considered to be reliable, we give no assurance about nor accept any responsibility for the financial standing or performance of any (re)insurer. We do not accept any liability for financial loss or damage, howsoever caused, arising from reliance on the review process or this document.

OWNERSHIP INFORMATION

The company is a wholly owned subsidiary of the US based American International Group, Inc, through its Chartis Inc. business unit. For an overview of recent events at AIG see main Group profile: <http://www.iltgroup.com/market-update/>

Whilst Chartis currently remains wholly owned by AIG a spin-off, in whole or part, is possible in the future.

Chartis is a world leading property-casualty and general insurance organisation serving more than 40 million clients in over 160 countries and jurisdictions. Chartis is the marketing name for the worldwide property-casualty and general insurance operations of Chartis Inc.

BUSINESS PROFILE

In December 2007, following the completion of a lengthy Part VII transfer process, involving permission from the High Court, AIG UK Ltd came into being. It represents the transfer of all of the UK general insurance business previously underwritten by New Hampshire Insurance Company into Landmark Insurance Company which then subsequently changed its name to AIG UK. The financial data provided is therefore not comparable across the years.

All assets held by the company for solvency purposes comply with FSA rules on admissibility and are certified as unencumbered by the FSA. The assets held by the company for solvency purposes cannot be accessed by AIG Inc. or by any other AIG company. Any dividend payment from AIG UK to its parent entity would need to go through the standard FSA notification process and solvency assessment. In 2008, AIG UK paid £48 million in dividend.

Formerly there was a guarantee of Landmark's business by major AIG operating entity American Home Assurance Company. As part of the transfer process this guarantee was terminated and going forward AIG UK Ltd benefits from a capital maintenance agreement from its current ultimate parent, AIG, Inc.

With effect from December 1st 2009 AIG the company was renamed to Chartis Insurance UK Ltd. This name change is part of a global initiative by AIG's general insurance operations, announced on 27 July 2009.

Chartis Insurance UK is one of the largest companies specialising in the UK business insurance market. Based in London and with offices throughout the country, it includes over half the top 1000 UK companies amongst its clients as well as many public sector organisations and smaller businesses.

INVESTMENT PORTFOLIO & BUSINESS RETENTION

In the 2008 AIG UK Performance Review Lex Baugh, CEO of AIG UK, advised the following:

Investments

Based upon shareholder account data, as opposed to the attached regulatory filings, the AIG UK portfolio consists of 97% investment-grade securities, and at the year end 2008 18% was in time deposits and cash. The portfolio includes less than 1% of equities.

Business Retention

AIG UK has retained relationships with 98% of its major accounts that have become eligible for renewal, and the retention rate across the company is roughly 5% below that of last year. This is in line with the company's expectation in view of increased rates.

RATINGS INFORMATION SUMMARY

AIG UK is not rated by Best's. The company carries a financial strength rating of A+ from Standard & Poor's. The rating, which carries a negative outlook, was last affirmed on March 2nd 2009. The affirmation primarily reflects S&P's view that the U.S. Treasury and the Federal Reserve will continue their financial support of and ongoing commitment to AIG Inc. as the revised recapitalisation AIG Inc announced improves its capital adequacy by making available more equity capital and reduces pressure on debt holders. The ratings reflect a combination of the extraordinary external support from the U.S. government in light of AIG Inc's status as a highly systemically important financial institution. S&P expects this support to be ongoing during AIG Inc's period of stress. The ratings are also based on the stand-alone insurance subsidiaries' 'A+' credit characteristics. The full rating rationale can be accessed via the main Group profile as above.

RESTRUCTURING

Chartis International announced on March 11th 2010 the creation of a new structure established around four regional groups - Asia Pacific, Emerging Markets, Europe and the Far East.

Chartis' new European region will consist of all the countries that are members of the European Union, plus Norway and Switzerland. Chartis believes that this will enable them to provide greater authority locally and improve service to clients. Together with the new structure in the rest of the world Chartis believes it will also enable them to improve service for multinational clients. In practical terms brokers will continue to deal with Chartis exactly as they do now in the locations in which they do now.

Lex Baugh will assume the newly created position of President and CEO of Chartis Europe Holdings Limited, the Irish based holding company for Chartis Insurance UK, Chartis Insurance Ireland and Chartis Europe SA. In this new role he will oversee the regional operations of Chartis in the UK and Ireland, Continental Europe, and the other EU countries currently part of Chartis Central Europe. This will facilitate a pan-European solution for the preparation of Solvency II.

James Shea, currently Regional President for Chartis CECIS, will become Managing Director of Chartis UK reporting to Lex Baugh.

In addition Julio Portalatin will continue as Regional President for Chartis Europe SA, and will shortly transition to a new role as President and Chief Executive Officer of Emerging Markets - Chartis International's operations in Latin America, the Middle East, Africa, South Asia, and the Commonwealth of Independent States (CIS) including Russia, Turkey, and other Central European countries who are not members of the European Union.

NOTES TO THE FINANCIALS

The data is sourced from the 2008 FSA Return. Total admissible assets for 2008 were £45.7 million (2007: £27.8 million) less than total assets determined in accordance with UK GAAP. "Premium Reserve" for 2008 is shown net of deferred acquisition costs of £257.6 million (2007: £176.6 million). For 2008 "Pre-tax Profit" excludes unrealised losses on investments of £166.1 million (2007: £3.1 million).

S&P Standard ratios - these have been developed over several years by Standard & Poor's.