

FROM: Manager, Market Reporting & Solvency
LOCATION: MRSD/58/NE3
EXTENSION: 6433
DATE: 4 January 1999
REFERENCE: g:\correspo\dec98\exchbul.doc\Y1060
SUBJECT: RATES OF EXCHANGE - 31 DECEMBER 1998

ACTION POINTS: For use in year-end accounts, syndicate returns and syndicate quarterly reporting packs.

DEADLINE: Not applicable

I am writing to advise you of the United States and Canadian dollar exchange rates to apply for reporting purposes as at 31 December 1998 which are as follows (to the £):

US Dollars	1.66
Canadian Dollars	2.56

In addition, for the purposes of the SR25 Euro-Denominated Business: Premiums and Assets, the exchange rates to apply for the national currency units (which are being replaced by the euro with effect from 1 January 1999) are as follows (to the £):

Austrian schilling	19.50
Belgian franc	57.16
Finnish markka	8.42
French franc	9.29
German mark	2.77
Irish punt	1.12
Italian lira	2743.43
Luxembourg franc	57.16
Netherlands guilder	3.12
Portuguese escudo	284.06
Spanish peseta	235.75

Underwriting agents are reminded that different rates of exchange apply for the purposes of premium income monitoring.

This bulletin has been sent to all underwriting agents, active underwriters and recognised auditors. If you have any queries, please call Paul Tucknott on Lloyd's extension 6169 or myself.

Paul Appleton