

# MARKET BULLETIN

**From** Tax & Treasury (extn 5901)

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**Date** 22 May 2006

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**Reference** Y3819

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**Subject** **Additional Securities Limited - Hong Kong deposit adjustment**

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**Subject areas**

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**Attachments**

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**Action points**

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**Deadlines**

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This bulletin advises Managing Agents of a net refund of £12.5 million due to take place on 31 May 2006 in respect of the Hong Kong statutory insurance deposit funded via Additional Securities Limited.

The main component of the net refund relates to Employee Compensation ("EC") policies and follows a recent agreement secured by Lloyd's with the Hong Kong Insurance Authority that syndicates will no longer be required to fund a Self Insurance Retention reserve in relation to EC business.

The net adjustment also takes into consideration certain actuarial adjustments not factored into the March funding process and in a small number of cases a net funding increase will result instead of a refund. Individual syndicate statements will be sent shortly via the Central Accounting system.

Any questions relating to this adjustment should be directed to Mike FitzGerald, Ext 5901 ([michael.fitzgerald@lloyds.com](mailto:michael.fitzgerald@lloyds.com)) or Scott Binskin, Ext 2301 ([scott.binskin@lloyds.com](mailto:scott.binskin@lloyds.com)).

This Market Bulletin has been sent to all Managing Agents

Mike FitzGerald  
Tax & Treasury  
(on behalf of Additional Securities Limited)