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SHEET REFERENCE NUMBER
 REGISTRAR OF LONG-TERM INSURANCE REFERENCE NUMBER
 FINAL PRINTOUT DATE

G01-99-A
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 2008/07/16 09:42

Statement G1
GENERAL INFORMATION
by ABC Limited
as at the end of the financial period 31/01/2008

1. Has any change been made during the year under review to the Memorandum and Articles of Association or equivalent document by which the insurer is constituted and in accordance with which it conducts its insurance business?
- If "YES", attach a certified copy of the document as amended
 Or indicate if it has already been submitted.

SHARE CAPITAL

2. Please attach a diagram of the entire group structure, showing percentages of shareholding and names of ultimate shareholders as at the end of the period under review. Include percentages at the end of the previous period in brackets.
3. Furnish the name of the body or person who controls the insurer.
 Is this the same body or person as at the end of the previous year?
- If "NO" attach details.
4. Is the body or person who controls the insurer incorporated or resident in the RSA?
- If "NO", attach details.
5. Does the insurer hold, directly or indirectly, 25% or more of the issued share capital of another company, incorporated in or outside the RSA carrying on insurance or banking business in or outside the RSA?
- If "YES", state the name(s) of the insurer(s) or bank(s) and particulars of share holding.
 Attach a copy of the latest audited accounts and balance sheet if the institution is not registered to carry on insurance or banking business in the RSA.
6. Does the insurer have shares in the holding company?
- If "YES", please provide the following:

	Number of shares	Shares as a % of the total issued shares of holding company stated
(1) Total issued shares of holding company		
(2) Total shares held by insurer and group undertakings: (Sum of (a) to (d) below)	0	0.0%
(a) Shares held in shareholders' fund (Approved under Sec 34(1)(e))		0.0%
(b) Shares held in share incentive schemes of the insurer and its subsidiaries (Approved under Sec 34(1)(e))		0.0%
(c) Shares held by the subsidiaries of insurer including asset holding intermediaries and trusts (Approved under Sec 34(1)(e))		0.0%
(d) Shares held in policyholders' funds (Approved in terms of section 32(2))		0.0%
(3) Shares held by other subsidiaries of the holding company		0.0%
(4) Total number of shares held by the subsidiaries of the holding company ((2) + (3))	0	0.0%

ASSETS AND LIABILITIES

7. Has there been any direct or indirect borrowing of assets?
- If "YES", attach details.
8. Has any guarantee or suretyship, otherwise than by means of an insurance guarantee policy, been given as described in sections 32 and 34 of the Act?
- If "YES", attach details.
9. Do the liabilities include all contingent liabilities, guarantees and commitments?
- If "NO", attach details.
10. Are all the assets or title thereto held by the insurer?
- If "NO", attach details.

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by ABC Limited
as at the end of the financial period 31/01/2008**

11. Are all the assets or title thereto held in the RSA or in a manner approved by the Registrar?
• If "NO", attach details.

12. Have you satisfied yourselves that all the requirements in Directive 126 pertaining to the approval granted to enter into agreement with the attached nominee companies have been met?
• Attach a list of nominee companies and provide full details

13. Have any assets been encumbered?
• If "YES", attach details.

14. Has any script been lent out by the insurer i.t.o. script lending transactions?
• If "YES", attach details.

EXCHANGE RATE

15. Have ruling year-end rates of exchange been applied in converting foreign assets and liabilities?
• Attach details.

16. Are foreign denominated liabilities substantially covered by appropriate foreign denominated assets?
• If "NO", state the amount of the mismatch in R'000.

AUDIT COMMITTEE

17. Has an audit committee been appointed for the insurer?
• If "NO", attach details.

18. Did the audit committee convene during the financial period?
• If "YES" how many times.
• If "NO" provide full reasons why no meetings were held.

SHARE-BASED PAYMENTS

19. Please provide the liability in respect of cash-based equity share payments

CHAIRMAN _____

DIRECTOR _____

PUBLIC OFFICER _____

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Statement G2
DECLARATION BY DIRECTORS
of ABC Limited
as at the end of the financial period 31/01/2008

**REPORT BY THE CHAIRMAN, DIRECTOR AND PUBLIC OFFICER TO THE REGISTRAR OF LONG-TERM
INSURANCE**

PART I

We declare that-

- Statements C1, C1.1, C2, C2.1, C3, C3.1, C4, C4.1, C5, C6, C7, C7.1, C8, C9, D1, D3, D4, D5, E1, E1.1, E2, E2.1, E3, E3.1, E4, E4.1, E5, E5.1, E6, E6.1, E7, E7.1, E8, E9, E9.1, E10, E11 and E11.1 have been completed in terms of the provisions of the Act so as to exhibit truly and fairly the trading results or, as the case may be, the financial position of the insurer according to its books and records.
- The particulars in Statements A1, A2, A3, B1, B2, B3, B4, B5, B6, B7, B8, B9, F1, F1.1, F2, G1, G3, G4, G5, G8, G9, G10, G10.1, G10.2, G12 and G13 and supporting documents thereto, have been furnished in terms of the provisions of the Act and sub-ordinate legislation made thereunder and are to the best of our knowledge and belief correct and in agreement with the books and records of the insurer.

PART II: DIVIDENDS

We declare that-

- No dividends were/will be paid i.r.o. the financial period under review.
- Dividends in Statement D5 were/will be paid i.r.o. the financial period under review, and-
 - Such amount does not exceed the maximum amount from which a dividend may be declared as calculated in Statement C8, and
 - The declaration of dividends did/will not take place during the existence of a deficiency in assets or did/will not cause a deficiency in such assets, in terms of section 30 of the Act.

PART III

We declare that-

- The provisions of section 18 of the Act have been complied with regarding any terminations.
- The provisions section 29(3) of the Act have been complied with in so far as it may be applicable.
- The provisions of sections 30(2) and (3) of the Act have been observed.
- The conditions, subject to which the insurer is registered, have been adhered to.

CHAIRMAN _____

DIRECTOR _____

PUBLIC OFFICER _____

DATE _____

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Statement G3
DESCRIPTION OF PRODUCTS MARKETED & SOLD
by ABC Limited
as at the end of the financial period 31/01/2008

- In respect of each product being marketed and sold, provide the product name and a short description of the characteristics of the product as well as the premium income as a percentage of the total premium income, as follows:
 - Product name
 - Class of business: *specifying*
 - Assistance business
 - Disability business
 - Fund business
 - Health business
 - Life business
 - Sinking Fund business
 - Type of business: *specifying*
 - With-profit business
 - With-profit annuities
 - Without-profit annuities
 - Linked
 - Market related
 - Other
 - Structured products/hybrids
 - Type of policy: *specifying*
 - Individual
 - Grouped Individual
 - Group
 - Paid-up value or surrender value indicator
 - Yes
 - No
 - Premium Income (as a % of total premiums received and outstanding)
 - Description of benefits payable
 - Other information of relevance (e.g. reclassified, closed product, etc.): *Specify*

- Please indicate whether significant changes in the product mix or the marketing policy of your company are anticipated.
- Please provide the following information with regard to retrenchment/job loss cover:

	R'000
Premiums received	0
Expense allocations	0
Liabilities under unmaturing policies	0
Claims paid	0

- What percentage is the contribution of each of the following classes of business to the total gross premium of your company to business sold to the low income market (LSM 1-5)

	% of Gross Premiums
Funeral Policies	0.00%
Credit Policies	0.00%
Life Insurance	0.00%
Mortgage Protection	0.00%
Disability	0.00%
Other	0.00%
TOTAL	0.00%

- Please provide the following information with regard to:

Credit Life Insurance

Net Premiums - R'000	Claims - R'000	Commission - R'000	Other Expenses - R'000

Claims settled and rejected

Claims Received		Claims Rejected		Claims Paid	
Number	R'000	Number	R'000	Number	R'000

Primary reasons for claims - Indicate percentage distribution

Death	Unemployment	Disability	Total
			0%

- Which distribution channels are used and what percentage is the contribution of each to the total gross premium?

Description	Individual	Group
	% of gross premium	% of gross premium
Mail marketing	0.00%	0.00%
In-house agents	0.00%	0.00%
Independent brokers	0.00%	0.00%
Direct marketing	0.00%	0.00%
Tele-sales	0.00%	0.00%
Other method: <i>specify</i>	0.00%	0.00%
•		
•		
TOTAL	0.00%	0.00%

PUBLIC OFFICER _____

DATE _____

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Statement G4
REPORT in respect of AIDS, GUARANTEES & MATCHING OF ASSETS & LIABILITIES
of ABC Limited
as at the end of the financial period 31/01/2008

AIDS

1. Has specific provision been made in the insurer's liabilities for the additional financial effects of AIDS and AIDS related claims (death, disability or any other benefit)? []
 - If "YES", provide the amount of the additional provision and the basis of calculation thereof. Please note that this should also be shown in Statement C4.
 - If "NO", provide an explanation of why it is considered that no additional provision is necessary.

2. Do premium rates for all new policies provide for the additional financial liabilities because of AIDS and AIDS related claims? []
 - If "YES", describe how AIDS was taken into account where the risk has been included.
 - If "NO", a full explanation of why no such additional charge has been made.

PREMIUM RATES

3. How often does the insurer receive information from the (alternate) statutory actuary which confirms that premium rates being used for new policies are actuarially sound, taking into account where appropriate, the reasonable benefit expectations of policyholders? Provide full details. []

4. Does a mechanism exist whereby the (alternate) statutory actuary is required to notify the insurer whether the rates used for special policies are actuarially sound? []
 - If "YES", provide full details of the mechanism.
 - If "NO", a full explanation must be provided.

GUARANTEES

5. Are all guarantees taken into account when policy liabilities are determined, for example, for minimum maturity amounts in the case of linked (or market related) policies, guaranteed surrender values, options, term cover under universal life policies, etc? []
 - If "YES", a description of how each type of guarantee is taken into account must be given.
 - If "NO", a full explanation must be provided.

6. Are measures taken to ensure that the insurer has assets of the right kind to match the obligations arising from guarantees? []
 - If "YES", provide full details.
 - If "NO", a full explanation must be provided.

CHAIRMAN _____

DIRECTOR _____

STATUTORY ACTUARY _____

PUBLIC OFFICER _____

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Statement G5
REPORT in respect of FINANCIAL SOUNDNESS
of ABC Limited
as at the end of the financial period 31/01/2008

STATUTORY VALUATION METHOD

1. Is the result of the Statutory Valuation Method favourable?
- If "NO", the statutory actuary must provide a detailed report.
2. Does the statutory actuary expect that the result of the Statutory Valuation Method as at a date one year after the valuation date will be favourable (taking into account expected new business during the year as well as bonus and dividend declarations) without recourse to exceptional measures such as an increase in capital?
- If exceptional measures would be required to ensure a favourable result on the financial soundness basis as at such future valuation, particulars must be provided together with a confirmation by the insurer that such exceptional measures will be taken.

NEW BUSINESS DURING THE PERIOD UNDER REVIEW

3. Did the statutory actuary satisfy himself/herself that new business undertaken during the period was entered into on conditions and premium rates that will not endanger the financial soundness of the insurer, bearing in mind, amongst other things, the following:
- The expected experience of the insurer as regards the mortality and morbidity rates;
 - actual and expected costs;
 - lapses and surrenders;
 - all guarantees and options provided for in such business;
 - the expected net investment return on future investments;
 - the standards applied in the underwriting of risks;
 - the arrangements made as regards reinsurance;
 - the reasonable benefit expectations of policyholders;
 - the expected return on the capital invested in new business in the form of new business strain?
- If "NO", the statutory actuary must provide the steps that will be taken to rectify this position.

INVESTMENTS

4. Did the statutory actuary satisfy himself/herself of the suitability of the assets of the insurer at the valuation date and the insurer's current investment policy in relation to the nature of the insurer's liabilities?
- If "NO", provide details.
5. Is the statutory actuary satisfied that the financial soundness of the insurer will not be endangered as a result of future exchange rate fluctuations?
- If "NO", provide details.
6. Is the statutory actuary satisfied that the financial soundness of the insurer will not be endangered as a result of the current use of derivative instruments such as futures and options?
- If "NO", provide details.
7. Does the insurer hold the underlying assets that determine the liability of the insurer in respect of linked policies in its own name or in a nominee company in terms of section 34(1) of the Act?
- If "NO", provide steps that will be taken to rectify this position.

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of ABC Limited
as at the end of the financial period 31/01/2008

REINSURANCE ARRANGEMENTS

8. Have the nature and spread of the insurer's reinsurance arrangements and the possible impact of non-performance of such reinsurance been considered by the statutory actuary?
- If "NO", provide reasons why it has not been considered.
9. Were only approved reinsurances used to reduce liabilities?
- If "NO", provide details.

GENERAL

10. Is the statutory actuary satisfied with the following, bearing in mind the financial soundness of the insurer?
- (a) The way that linked business is handled with particular regard to any guarantees given in respect of such business.
- If "NO", provide details.
- (b) Dividends payable to and profits reserved for shareholders.
- If "NO", provide details.
- (c) The adequacy of the insurer's capital and reserves in view of the insurer's marketing plans and expected new business.
- If "NO", provide details.
11. Are there any other matters the (alternate) statutory actuary would like to comment on that are not covered elsewhere in this report?
- If "YES", provide details.

STATUTORY ACTUARY _____

DATE _____

AUDITORS (initial) _____

Statement G6
DECLARATION BY THE STATUTORY ACTUARY
of ABC Limited
as at the end of the financial period 31/01/2008

REPORT BY THE STATUTORY ACTUARY TO THE REGISTRAR OF LONG-TERM INSURANCE

PART I

I declare that-

- With regard to the financial soundness method of calculation of the value of assets and liabilities in Schedule 3 to the Act, Statements C1, C2, C3, C4, C5 and C6 and supporting documents-
 - Have been prepared in accordance with the provisions of the said Schedule 3 and the guidelines issued by the Actuarial Society of South Africa in concurrence with the Registrar of Long-term Insurance.
 - Have been properly drawn up and fairly present and adequately provide for the matters dealt with therein.
 - Are to the best of my knowledge and belief correct.
- Statements B2, B3, B4, B5, B6, B7, B8, B9, C7, C8, C9, C2.1 (Item 1), G4, G5, G10, G11 and G12, including any supporting documents thereto-
 - Have been properly drawn up and fairly present the matters dealt with therein.
 - Are to the best of my knowledge and belief correct.
- The provisions of sections 30(2) and (3) of the Act have been observed.
- I have noted the requirement of section 20(5) of the Act.

PART II

I hereby state that for purposes of Schedule 3 to the Act-

- I have compared the actual mortality experience of the insurer with the expected mortality experiences which would have occurred had the insured lives been subject to the rates of mortality incorporated in the mortality tables used for calculating the liabilities.
- I have compared the actual morbidity experience of the insurer with the expected morbidity experiences which would have occurred had the insured lives been subject to the rates of sickness and disability incorporated in the sickness and disability tables used for calculating the liabilities.
- I have compared the actual yield on investments which the insurer earned in the past i.r.o. all the assets in Statement C1 with the rate of interest used in calculating the liabilities.
- I have compared the actual expenses of conducting the business of the insurer (including commission payments and other expenses incurred in management, marketing, administration and the collection of premiums) with the allowance for expenses made in calculating the liabilities.
- I have set out in the attached Annexure, which I have initialled for identification purposes, the periods i.r.o. which such comparisons were made, a short description of the methods used to make such comparisons and the results of such comparisons.
- I am, except where indicated otherwise on the Annexure, satisfied with the results of my investigations set out above.

PART III

I hereby state that for purposes of Regulation 5 to the Act-

- For policies contemplated in Regulation 5.2(2)(b), the alternative method(s) used resulted in values that are materially equivalent to such values or benefits determined in accordance with Regulations 5.2 to 5.6 for a policy contemplated in Regulation 5.2(2)(a)

PART IV

- I have set out in the attached Annexure, which I have initialled for identification purposes, the qualifications that I have.
- I do not have any qualifications.

PART V

- I attach a valid practicing certificate issued by the Actuarial Society of South Africa.

STATUTORY ACTUARY _____

DATE _____

DATE _____

AUDITORS (initial) _____

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Statement G7
DECLARATION BY AUDITOR(S)
of ABC Limited
as at the end of the financial period 31/01/2008

INDEPENDENT AUDITOR'S REPORT OF [INSERT NAME OF LONG-TERM INSURER] TO THE REGISTRAR OF LONG-TERM INSURANCE

We have audited the following

- § Statement B1 (totals of items 1, 2, 3 and 4 of column 3 only).
- § Statement C1 (total assets as per column 10 only)
- § Statement C2 (totals of items 1 and 2 as set out in column 10).
- § Statement C2.1 (column 3 items 1.1 to 1.6 only)

- § Statement C9 (column 9 only, excluding the split between approved and non-approved reinsurance premiums paid and outstanding)
- § Statement D1 (column 3 only, excluding the detailed information provided under premiums and expenses in item 1)
- § Statement D3
- § Statement D4 (column 2 only).
- § Statement E1 to E11.1
- § Statements F1 to F2
- § Statement H1 to H2.1

Our opinion on the Return extends only to that information and those statements in the Return as indicated above. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone, other than the Registrar of Long-term Insurance, for our work, for this report, or for our opinion expressed

Director's Responsibility for the Return

The directors are responsible for the preparation of the Return derived from information contained in the accounting records of the Insurer. This responsibility includes: ensuring that the Return is prepared in terms of the Act, related Regulations and Board Notices; in terms of the guidance manual for the completion of the Return, as well as applicable Directives issued by the Financial Services Board.

Auditor's Responsibility

Our responsibility is to express an opinion on the Return based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain sufficient appropriate audit evidence that the amounts and disclosures in the statements of the Return listed in the first paragraph of this report are in compliance with the provisions of the Act, related Regulations and Board Notices; the guidance manual for the completion of the Return; as well as the applicable Directives issued by the Financial Services Board

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Return. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Return, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and presentation of the Return in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the presentation of the Return

For the purposes of clarity we confirm that our audit included the following procedures and such other procedures as we considered necessary in the circumstances:

Agreed the information contained in the statements of the Return listed in the first paragraph of this report to the books and records of the

Determined, through inspection of appropriate documentation and enquiry of the management of the Insurer, whether the information contained in the statements of the Return listed in the first paragraph of this report was prepared in accordance with the provisions of sections 30, 31, 32, 33, 34 and Schedules 1 and 3 and Regulations 2 to the Act

We believe that the audit evidence we have obtained as part of our audit of the annual financial statements for the year ended [insert date], together with additional evidence obtained as part of our audit of the Return is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the above information and Schedules included in the Return of [insert name of long-term insurer] has been properly prepared, in all material respects, in accordance with the provisions of the Act, related Regulations and Board Notices; the guidance manual for the completion of the Return; as well as the applicable Directives issued by the Financial Services Board.

Regulatory Matters

We have complied with the provisions of section 19(5) of the Act.*

Restriction on Distribution or Use of the Auditor's Report

Our report is presented solely for the purposes set out in the first paragraph of the report and for the information of the Registrar of Long Term Insurance, and is not to be used for any other purpose, nor to be distributed to any other parties without our prior written permission. Our report relates only to the information and statements included in the Return specified above, and does not extend to the annual financial statements of the insurer, taken as a whole.

[Name of registered audit firm] _____ [Individual Registered Auditor's name and signature] _____ Registered Auditor [Date of the registered auditor's report] _____ [Registered Auditor's address] _____ _____ _____	[Name of registered audit firm] _____ [Individual Registered Auditor's name and signature] _____ Registered Auditor [Date of the registered auditor's report] _____ [Registered Auditor's address] _____ _____ _____
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* Section 19(5) of the Act refers to a material irregularity as defined in the Public Accountants and Auditors Act, 1991, Act 80 of 1991. Act has been repealed by the Auditing Profession Act, 2005, Act 26 of 2005, which replaces Section 20(5) of the Public Accountants Auditors Act with a new Section 45 dealing with Reportable Irregularities. Guidance on reporting a Reportable Irregularity can be found Independent Regulatory Board for Auditors Guide, Reportable Irregularities: A guide for Registered Auditors, issued on 30 June 2008.