

# MARKET BULLETIN

<b>From</b>	Scott Binskin, Financial Control
<b>Date</b>	20 April 2006
<b>Reference</b>	Y3793
<b>Subject</b>	<b>ADDITIONAL SECURITIES LIMITED (ASL) – 2005 EXPENSE LEVY</b>
<b>Subject areas</b>	
<b>Attachments</b>	See Appendix 1
<b>Action points</b>	<b>To note that the ASL 2005 expense levy is due on 27 April 2006</b>
<b>Deadlines</b>	<b>None</b>

The 2005 expense levy is due on 27 April 2006. The expenses will be apportioned based on 2004 premium income and will be allocated to syndicates for all countries including countries where ASL funded deposits from its accumulated reserves.

In order to ensure transparency, ASL's expenses have been allocated equitably to syndicates writing business in each territory that ASL maintained a deposit, regardless of how that deposit was funded.

For those countries where the deposit was funded from reserves, the cost of using those reserves for this purpose has been charged to appropriate syndicates. However, whilst syndicates receive a separate income distribution for those countries where deposits are funded by syndicates, income earned upon deposits funded from reserves has been utilised to offset relevant expenses. Such income includes interest earned together with capital and foreign exchange gains and losses on those deposits.

Overall, a net distribution of £28,130 is due to syndicates. Appendix 1 provides additional analysis of amounts by country. The collections/(distributions) will be made from/(to) syndicate sterling PTF's on 27 April 2006.

Should you have any queries regarding the collection please contact either Michael FitzGerald on Lloyd's extension 5901 or myself on Lloyd's extension 2301.

This bulletin has been sent to all Managing Agents.

Scott Binskin  
Overseas Accounting Technician  
Financial Control

**APPENDIX 1****ASL OPERATING EXPENSES – 2005****Net Adjustment (£)****DEPOSITS FUNDED BY COLLECTIONS FROM UNDERWRITERS**

<b>COUNTRY</b>	<b>Expenses</b>	<b>Income</b>	<b>Adjustment Due Coll/(Dist)</b>
Hong Kong	119,250	(98,558)	20,692
Namibia	8,439	(4,426)	4,013
Singapore	115,348	(142,448)	(27,100)
Switzerland	114,396	(143,086)	(28,690)
Trinidad	16,282	(13,327)	2,955
<b>TOTAL</b>	<b>373,715</b>	<b>(401,845)</b>	<b>(28,130)</b>