

# MARKET BULLETIN

<b>From</b>	Manager Settlement & Trust Fund Operations (extrn 2098)
<b>Date</b>	6 <sup>th</sup> December 2006
<b>Reference</b>	Y3915
<b>Subject</b>	<b>AMERICAN, CANADIAN AND OTHER OVERSEAS TRUST FUNDS YEAR END REPORTING TIMETABLE</b>
<b>Subject areas</b>	
<b>Attachments</b>	Appendix 1 - 5
<b>Action points</b>	<b>Note Timetable</b>
<b>Deadlines</b>	<b>As Per Timetable</b>

Please find attached a copy of this year's timetable (Appendix 1).

As in previous years, the American Custody Pricing Tolerance Standard, which is now being accepted as the industry standard for all Trustees in the USA will be applied (see Appendix 2). Similar arrangements have been instituted with the Canadian Trustee (see Appendix 3).

Agents should note the pricing sources that the Trustees will be using. If agents anticipate any problems with these prices, steps should be taken to ensure that Citibank and/or Royal Trust are supplied with an alternative valuation by 11 January 2007. If no alternative valuations are received by the deadline, the initial prices obtained by the Trustees will automatically be applied.

Please note that if an alternative price is adopted for a particular security then it will be applied to all holdings within the Trust Fund.

Agents should take account of the tight timescale, which cannot be avoided, for all processing including queries. Please note that reports, as detailed on the timetable, will be available for collection from Jade Martin, Reception Desk, 86/G5 by personal callers, who

will need to produce an appropriate letter of authority and personal identification.

US tax figures will be produced as they are needed to complete Names' US tax returns, but the information will be supplied direct to Lloyd's MSU.

Any tax enquiries should be directed to Helen Harrison, Taxation Department on Lloyd's extension 6859.

Managing Agents and their investment advisers should be aware that LATF preliminary pricings and assets will be available electronically via Citibanking on 2 January 2007.

As in previous years any queries on the year end schedules should be faxed direct to the relevant Trustee on the attached pro-formas (Appendices 4 and 5).

**Agents should note that it is critical that the final deadlines for sending queries to the Trustees are strictly adhered to in order to achieve this timetable for the whole Market.**

Arrangements have been made for certificates of balance and assets held in respect of LDTF accounts (including pool accounts, sweep accounts and CILF balances) to be despatched direct to managing agents and their auditors on 8 January 2007 by Citibank London.

Audit queries in respect of the above LDTF reports should be directed to the following:-

By Email to: [audit.certs@citigroup.com](mailto:audit.certs@citigroup.com)

By telephone to John Carson

Tel. 0207 500 4586

Fax 0207 500 4590

Citibank's escalation for Cash and Securities:-

Kelly Creed

Tel. 0207 986 5713

Or

Hazel Mosedale

Tel. 0207 986 5119

With regard to the overseas trust funds, i.e. the JATF's, Kentucky, Illinois, South Africa, Australia and Canadian Margin Fund, statements of principal and statements of return earned since the last distribution will be sent electronically on 9 January 2007 in the usual format. Any queries on these statements should be directed to Lorraine Neal, Financial Control, Chatham on Lloyd's extension 2332, or Matthew Stone, Financial Control, Chatham on Lloyd's extension 2202.

Any general queries concerning this letter and enclosures should be addressed to David Whitby on Lloyd's extension 2206 or Ian Wootten on Lloyd's extension 2098, and any enquiries regarding the collection of year end documentation should be addressed to Keith Coutinho on Lloyd's extension 5762.

This bulletin has been sent to all Managing Agents and Recognised Auditors.

Ian Wootten  
Manager  
Settlement & Trust Fund Operations

## Appendix 1

### LATF, CRTF, SLTF & LCTF YEAR END ASSET & TAXATION REPORTING TIMETABLE

<u>LATF, CRTF &amp; SLTF (US DOLLARS)</u>	<u>DISTRIBUTION METHOD</u>
Preliminary Pricing and Assets	2.1.07 Via Citidirect
Preliminary Pricing Schedule	5.1.07 available by return following e mail request to Keith.Coutinho@Lloyds.com
Preliminary Asset Statement @ 31.12.06 (with accrued interest)	9.1.07 to be collected from Tax & Treasury Department after 10am
Certified Cash Statements	10.01.07 to be collected from Tax & Treasury Department after 10am
<b>Final Date for Citibank to Receive Pricing Queries</b>	<b>11.1.07 - 5pm by facsimile</b>
<b>Final Enquiry Date (Asset Statement)</b>	<b>12.1.07 - 5pm by facsimile</b>
Certified Asset Statement (includes cash balance)	26.1.07 to be collected from Tax & Treasury Department after 10am
 <u>LCTF (CANADIAN AND U S DOLLARS)</u>	
Preliminary Pricing Schedule	3.1.07 available by return following e mail request to Keith.Coutinho@Lloyds.com
Certified Cash Statement	10.1.07 to be collected from Tax & Treasury Department after 10am
<b>Final Date for Royal Trust to receive Pricing Queries</b>	<b>11.1.07 - 5pm by Facsimile</b>
Initial Tax Package	17.1.07 to be collected from Tax & Treasury Department after 10am
Preliminary Schedule B	17.1.07 to be collected from Tax & Treasury Department after 10am
<b>Final Tax Package Enquiry Date</b>	<b>22.1.07 - 5pm by Facsimile</b>
<b>Final Schedule B Enquiry Date</b>	<b>22.1.07 – 5pm by Facsimile</b>
Final Tax Correction (If applicable)	30.1.07 to be collected from Tax & Treasury Department after 10am
Certified Schedule B	31.1.07 to be collected from Tax & Treasury Department after 10am

**Note: Reports not collected from Tax & Treasury Department on dates indicated will be posted the following morning.**

CUSTODY PRICING SOURCES FREQUENCIES  
AND TOLERANCE STANDARDS  
AS OF JUNE 2004

Appendix 2

SECURITY TYPE	TOLERANCE	FREQUENCY	MARKET TIMING	FILE LOCATION	PRIMARY VENDOR 1	SECONDARY VENDOR 2	TRICIARY VENDOR 3
U.S. TREASURY NOTES	0.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	***BLOOMBERG	
U.S. TREASURY BONDS	0.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	***BLOOMBERG	
U.S. TREASURY BILLS	0.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	***BLOOMBERG	
GNMA/FNMA/FHLMC (AGENCIES - FIXED)	1.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	***BLOOMBERG	
GNMA/FNMA/FHLMC (AGENCIES - ARMS)	0.25%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	***BLOOMBERG	
GNMA/FNMA/FHLMC REMICS	1.00%	DAILY	4:00 P.M.	ASTRA/GSM	Muller via FT Interactive Data	FT INTERACTIVE DATA	***BLOOMBERG
FHLB	1.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	*** PRUDENTIAL AM.	***BLOOMBERG
SBA LOANS / POOLS	1.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	*** PRUDENTIAL AM.	***BLOOMBERG
DOMESTIC CORPORATE BONDS / NOTES	1.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	*** PRUDENTIAL AM.	***BLOOMBERG
CORP.FLOATING RATE BONDS / NOTES	0.25%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	*** PRUDENTIAL AM.	***BLOOMBERG
MEDIUM TERM NOTES (FIXED RATE)	1.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	*** MULLER DATA	***BLOOMBERG
MEDIUM TERM NOTES (FLTG RATE)	0.25%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	*** MULLER DATA	***BLOOMBERG
CONVERTIBLE BONDS	1.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	***BLOOMBERG	
PRIVATE PLACEMENTS	1.00%	MONTHLY	4:00 P.M.	ASTRA/GSM	*** PRUDENTIAL AM.	***BLOOMBERG	
YANKEE / EURO	1.00%	DAILY	4:00 P.M.	ASTRA/GSM	*** FT INTERACTIVE DATA	***BLOOMBERG	
CMO'S	1.00%	DAILY	4:00 P.M.	ASTRA/GSM	Muller via FT Interactive Data		
FOREIGN DENOMINATED BONDS	1.00%	DAILY	4:00 P.M.	ASTRA/GSM/SECORE	TELEKURS	EXTEL	FT INTERACTIVE DATA ***BLOOMBERG
FOREIGN CONVERTIBLE	1.00%	DAILY	4:00 P.M.	ASTRA/GSM/SECORE	TELEKURS	EXTEL	FT INTERACTIVE DATA ***BLOOMBERG
MUNICIPAL BONDS	1.00%	DAILY	4:00 P.M.	ASTRA/GSM	JJ KENNY	*** PRUDENTIAL AM.	***BLOOMBERG
DOMESTIC COMMON STOCKS							
LISTED	0.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	***BLOOMBERG	
UNLISTED	1.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	*** PRUDENTIAL AM.	***BLOOMBERG
PREFERRED STOCK	1.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	*** PRUDENTIAL AM.	***BLOOMBERG
CONVERTIBLE PREFERRED STOCK	1.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	*** PRUDENTIAL AM.	***BLOOMBERG
FOREIGN DENOMINATED STOCK							
LISTED	0.00%	DAILY	4:00 P.M.	ASTRA/GSM/SECORE	TELEKURS	EXTEL	FT INTERACTIVE DATA ***BLOOMBERG
UNLISTED	1.00%	DAILY	4:00 P.M.	ASTRA/GSM/SECORE	TELEKURS	EXTEL	FT INTERACTIVE DATA ***BLOOMBERG
PREFERRED STOCK	1.00%	DAILY	4:00 P.M.	ASTRA/GSM/SECORE	TELEKURS	EXTEL	FT INTERACTIVE DATA ***BLOOMBERG
CONVERTIBLE PREFERRED STOCK	1.00%	DAILY	4:00 P.M.	ASTRA/GSM/SECORE	TELEKURS	EXTEL	FT INTERACTIVE DATA ***BLOOMBERG
MUTUAL FUNDS	0.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	***BLOOMBERG	
OPTIONS / FUTURES	0.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	*** PRUDENTIAL AM.	***BLOOMBERG
WARRANTS	0.00%	DAILY	4:00 P.M.	ASTRA/GSM	FT INTERACTIVE DATA	***BLOOMBERG	
ADR'S							
LISTED	0.00%	DAILY	4:00 P.M.	ASTRA/GSM	EXTEL	FT INTERACTIVE DATA	***BLOOMBERG
UNLISTED	0.25%	MONTHLY	4:00 P.M.	ASTRA/GSM	EXTEL	FT INTERACTIVE DATA	***BLOOMBERG

\*\*\* represents MONTH END PRICING SOURCE

VENDOR FILES REC'D:  
Prudential American Securities - 4:00 P.M.  
Interactive Data - 8:00 P.M.



**RBC DEXIA**  
INVESTOR SERVICES

December 31, 2006

TRUSTEE PRICING SOURCES AND TOLERANCE STANDARDS  
LLOYD'S CANADIAN TRUST FUNDS

<u>SECURITY TYPE</u>	<u>PRICE TOLERANCE %</u>	<u>PRICES SOURCES</u>
CANADA TREASURY BILLS	5%	Scotia Mcleod. In the absence of Scotia McLeod FRI prices are used.
CANADA BONDS	5%	Scotia Mcleod. In the absence of Scotia McLeod FRI prices are used.
MUNICIPAL BONDS	5%	Scotia Mcleod. In the absence of Scotia McLeod FRI prices are used.
CORPORATE BONDS	5%	Scotia Mcleod. In the absence of Scotia McLeod FRI prices are used.
COMMON STOCK (LISTED)	\$1.00 (Penny Stock .20)	FINANCIAL RESEARCH INSTITUTE*
COMMON STOCK (UNLISTED)	N/A	Unlisted Securities are updated at month-end and a vendor price comparison is to be completed on our Suppliers
PREFERRED STOCK	\$1.00	FINANCIAL RESEARCH INSTITUTE*
PRIVATE PLACEMENT	N/A	ROYAL TRUST (INTERNAL INVESTIGATION)

**LLOYD'S AMERICAN TRUST FUNDS**  
**QUERY REPORT**

Date .....

**A: TO:** Citibank, New York (Fax No. 001 212 657 2674)

The following query has arisen on our statement as at 31 December 2006.

**ACCOUNT NO:** .....

**SYNDICATE NO.** .....

**REPORT TYPE:** (delete as applicable)

- |                                 |                                |
|---------------------------------|--------------------------------|
| 1. Preliminary Pricing Schedule | 3. Preliminary Asset Statement |
| 2. Asset Statement              |                                |

**DETAILS OF QUERY:**

Signature: .....  
Underwriting Agent/Accountant

Replies to be addressed to: Name: .....

Address: .....

.....

.....

Fax No: .....

**B. TO:** Agent/Accountants

We acknowledge receipt of the query described above and expect to complete our query on .....

When the enquiry is complete we will confirm our findings and any correcting adjustments to you in writing.

Signed: .....

Dated: .....

Peter Von Kaufmann  
Citibank, New York

**LLOYD'S CANADIAN TRUST FUNDS**  
**QUERY REPORT**

Date .....

**A: TO:** Royal Trust, Toronto (Fax No. 001 416 955 2600)

The following query has arisen on our statement as at 31 December 2006

**ACCOUNT NO:** .....

**SYNDICATE NO.** .....

**REPORT TYPE:** (delete as applicable)

- |                                 |                           |
|---------------------------------|---------------------------|
| 1. Preliminary Pricing Schedule | 3. Preliminary Schedule B |
| 2. Investment Summary           |                           |

**DETAILS OF QUERY:**

Signature: .....  
Underwriting Agent/Accountant

Replies to be addressed to: Name: .....

Address: .....

.....

.....

Fax No: .....

**B. TO:** Agent/Accountants

We acknowledge receipt of the query described above and expect to complete our query on .....

When the enquiry is complete we will confirm our findings and any correcting adjustments to you in writing.

Signed: .....

Dated: .....

Sharon John  
Royal Trust, Toronto