

# AIG UK Limited

## 2008 FINANCIAL UPDATE

10 March 2009



We expect to publish our full Annual Report and Accounts in April. In the meantime the following financial highlights demonstrate another year of underwriting profit.

### Financial highlights<sup>1</sup>

	2008
Gross written premium	£2,282m
Net written premium	£1,108m
Loss ratio	65.5%
Expense ratio	26.4%
Combined ratio	91.9%
Underwriting profit	£84m
Investment and other income <sup>3</sup>	£240m
Profit before tax	£324m

- **Combined Ratio of 91.9%<sup>1</sup>**  
Maintaining our strong underwriting performance for the year (2007: 89.2%)<sup>4</sup>.
- **2008 gross claims paid – over £1 billion**
- **Regulatory Capital of £1.1 billion**  
This capital position is in excess of four times our estimated FSA minimum capital requirement (MCR).
- **Invested Assets of £2.8 billion**  
Our fixed income portfolio comprises 97% Investment Grade Securities.
- **Strong credit ratings maintained**  
A+ S&P, A1 Moody's, AA- Fitch.

1 – Unaudited 2008 Statutory Accounts excluding the impact of the Part VII transfer and associated restructuring.  
2 – Source: 2003-2007 Gross Written Premium from Landmark Insurance Company and New Hampshire Branch FSA return excluding internal reinsurance.  
3 – Includes investment income, losses on mark to market of invested assets and foreign exchange gains.  
4 – Source: FSA Returns Landmark Insurance Company and New Hampshire UK Branch

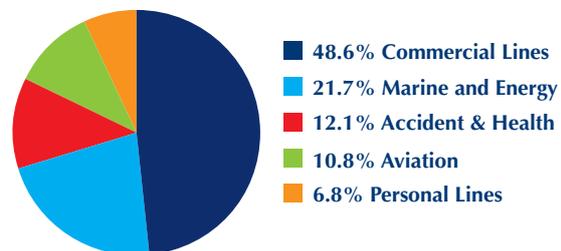
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**AIG UK Limited. Registered address: The AIG Building, 58 Fenchurch Street, London, EC3M 4AB. Registered in England: company number 1486260**

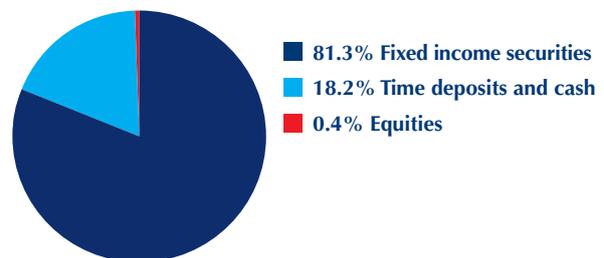
### Gross Written Premiums<sup>2</sup> (£bn)



### Gross Written Premiums<sup>1</sup> (%)



### Invested Asset Profile as at 30 November 2008



#### Part VII transfer and associated restructuring

AIG UK Limited was created in December 2007 by a Part VII transfer of New Hampshire UK Branch to Landmark, which was renamed AIG UK Limited.

These figures exclude the accounting impact of the Part VII transfer and associated restructuring undertaken in December 2007. Results including the impact of these transactions, together with further details of the Part VII transfer and restructuring will be available in our Annual Report and Accounts.

### For more information please contact:



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