

ANNUAL RETURN: FORM 1 - FUND BALANCE SHEET

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Description	Annex	Row No.	Amount
ASSETS			
Equity securities	1A	1	0
Debt securities	1B	2	0
Land and buildings	1C	3	0
Loans	1D	4	0
Cash and deposits		5	5,105,203
Other invested assets	1E	6	0
Investment income due or accrued		7	0
Outstanding premiums and agents' balances	1F	8	9,932
Deposits withheld by cedants		9	0
Reinsurance recoverables (on paid claims)	1G	10	0
Income tax recoverables		11	0
Fixed assets	1H	12	0
Inter-fund balances and intra group balances (due from)	1I	13	14,832
Other assets	1J	14	0
Total Assets (1 to 14)		15	5,129,967
LIABILITIES			
Policy liabilities	1K	16	5
Other liabilities:			
Outstanding claims		17	0
Annuities due and unpaid		18	0
Reinsurance deposits		19	0
Amounts owing to insurers		20	10,562
Bank loans and overdrafts		21	0
Inter-fund balances and intra-group balances (due to)	1L	22	0
Others	1M	23	138,280
Total Liabilities (16 to 23)		24	148,847
SURPLUS (15 - 24)	1N	25	4,981,120

ANNUAL RETURN: FORM 1 - FUND BALANCE SHEET

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Description	Annex	Row No.	Amount
ASSETS			
Equity securities	1A	1	0
Debt securities	1B	2	1,611,584
Land and buildings	1C	3	0
Loans	1D	4	0
Cash and deposits		5	4,351,184
Other invested assets	1E	6	0
Investment income due or accrued		7	0
Outstanding premiums and agents' balances	1F	8	0
Deposits withheld by cedants		9	0
Reinsurance recoverables (on paid claims)	1G	10	0
Income tax recoverables		11	0
Fixed assets	1H	12	0
Inter-fund balances and intra group balances (due from)	1I	13	6,487,898
Other assets	1J	14	960,404
Total Assets (1 to 14)		15	13,411,070
LIABILITIES			
Policy liabilities	1K	16	246
Other liabilities:			
Outstanding claims		17	0
Annuities due and unpaid		18	0
Reinsurance deposits		19	0
Amounts owing to insurers		20	0
Bank loans and overdrafts		21	0
Inter-fund balances and intra-group balances (due to)	1L	22	14,832
Others	1M	23	996,084
Total Liabilities (16 to 23)		24	1,011,162
SURPLUS (15 - 24)	1N	25	12,399,908

ANNUAL RETURN: ANNEX 1A - INVESTMENT IN EQUITY SECURITIES

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Description	Row No.	Listed	Unlisted	Amount
Equity securities other than collective investment schemes	1	0	0	0
Collective investment schemes	2	0	0	0
Total (1 to 2) = Row 1 of Form 1	3			0

ANNUAL RETURN: ANNEX 1A - INVESTMENT IN EQUITY SECURITIES

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Description	Row No.	Listed	Unlisted	Amount
Equity securities other than collective investment schemes	1	0	0	0
Collective investment schemes	2	0	0	0
Total (1 to 2) = Row 1 of Form 1	3			0

ANNUAL RETURN: ANNEX 1B - INVESTMENT IN DEBT SECURITIES

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Government debt securities	1	0
Qualifying debt securities	2	0
Other debt securities	3	0
Total (1 to 3) = Row 2 of Form 1	4	0

ANNUAL RETURN: ANNEX 1B - INVESTMENT IN DEBT SECURITIES

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Government debt securities	1	1,611,584
Qualifying debt securities	2	0
Other debt securities	3	0
Total (1 to 3) = Row 2 of Form 1	4	1,611,584

ANNUAL RETURN: ANNEX 1C - INVESTMENT IN LAND AND BUILDINGS

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Location and Description of Land and Buildings	Row No.	Cost	Last Revaluation Date	Last Reported Amount	Changes from Last Reported Amount	Amount
Total = Row 3 of Form 1	21					0

ANNUAL RETURN: ANNEX 1C - INVESTMENT IN LAND AND BUILDINGS

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Location and Description of Land and Buildings	Row No.	Cost	Last Revaluation Date	Last Reported Amount	Changes from Last Reported Amount	Amount
Total = Row 3 of Form 1	21					0

ANNUAL RETURN: ANNEX 1D - INVESTMENT IN LOANS

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Description	Row No.	Amount Outstanding	Provision for Doubtful Loans	Amount
Policy loans	1	0	0	0
Mortgage loans	2	0	0	0
Other secured loans	3	0	0	0
Unsecured loans	4	0	0	0
Total (1 to 4) = Row 4 of Form 1	5			0

ANNUAL RETURN: ANNEX 1D - INVESTMENT IN LOANS

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Description	Row No.	Amount Outstanding	Provision for Doubtful Loans	Amount
Policy loans	1	0	0	0
Mortgage loans	2	0	0	0
Other secured loans	3	0	0	0
Unsecured loans	4	0	0	0
Total (1 to 4) = Row 4 of Form 1	5			0

ANNUAL RETURN: ANNEX 1E - BREAKDOWN OF OTHER INVESTED ASSETS

I837G FINANCIAL SECURITY ASSURANCE INC.

General: Singapore Insurance Fund

Reporting Cycle: 2006 12

Description	Row No.	Notional Principal Amount	Amount
Derivatives			
Options:			
(a) Call options	1	0	0
(b) Put options	2	0	0
(c) Swaptions	3	0	0
(d) Other options	4	0	0
Total investments in options (1 to 4)	5	0	0
Futures contracts:			
(a) Currency futures contracts	6	0	0
(b) Interest rate futures contracts	7	0	0
(c) Other futures contracts	8	0	0
Total investments in futures contracts (6 to 8)	9	0	0
Forward contracts:			
(a) Currency forward contracts	10	0	0
(b) Interest rate forward contracts	11	0	0
(c) Other forward contracts	12	0	0
Total investments in forward contracts (10 to 12)	13	0	0
Swaps:			
(a) Interest rate swaps	14	0	0
(b) Currency swaps	15	0	0
(c) Other swaps	16	0	0
Total investments in swaps (14 to 16)	17	0	0
Other derivatives	18	0	0
Total investments in derivatives (5 + 9 + 13 + 17 + 18)	19	0	0
Other invested assets excluding derivatives			

Total investments in other invested assets excluding derivatives	40		0
Total = Row 6 of Form 1	41		0

ANNUAL RETURN: ANNEX 1E - BREAKDOWN OF OTHER INVESTED ASSETS

I837G FINANCIAL SECURITY ASSURANCE INC.

General: Offshore Insurance Fund

Reporting Cycle: 2006 12

Description	Row No.	Notional Principal Amount	Amount
Derivatives			
Options:			
(a) Call options	1	0	0
(b) Put options	2	0	0
(c) Swaptions	3	0	0
(d) Other options	4	0	0
Total investments in options (1 to 4)	5	0	0
Futures contracts:			
(a) Currency futures contracts	6	0	0
(b) Interest rate futures contracts	7	0	0
(c) Other futures contracts	8	0	0
Total investments in futures contracts (6 to 8)	9	0	0
Forward contracts:			
(a) Currency forward contracts	10	0	0
(b) Interest rate forward contracts	11	0	0
(c) Other forward contracts	12	0	0
Total investments in forward contracts (10 to 12)	13	0	0
Swaps:			
(a) Interest rate swaps	14	0	0
(b) Currency swaps	15	0	0
(c) Other swaps	16	0	0
Total investments in swaps (14 to 16)	17	0	0
Other derivatives	18	0	0
Total investments in derivatives (5 + 9 + 13 + 17 + 18)	19	0	0
Other invested assets excluding derivatives			

Total investments in other invested assets excluding derivatives	40		0
Total = Row 6 of Form 1	41		0

ANNUAL RETURN: ANNEX 1F(b) - AGEING OF OUTSTANDING PREMIUMS AND AGENTS' BALANCES OF DIRECT GENERAL INSURER

I837G FINANCIAL SECURITY ASSURANCE INC.

General: Singapore Insurance Fund

Reporting Cycle: 2006 12

Description	Row No.	Direct Business - Agents	Direct Business - Brokers	Direct Business - Others	Amount
In respect of direct business					
Bad debts written off during the year	1	0	0	0	0
Ageing of outstanding premiums and agents' balances:					
<i>Outstanding period</i>					
Up to 3 months	2	0	0	9,932	9,932
Above 3 months but not exceeding 6 months	3	0	0	0	0
Above 6 months but not exceeding 12 months	4	0	0	0	0
Above 12 months	5	0	0	0	0
Gross total (2 to 5)	6	0	0	9,932	9,932
Provision for doubtful debts	7	0	0	0	0
Total outstanding premiums and agents' balances in respect of direct business (6 - 7)	8	0	0	9,932	9,932
In respect of reinsurance business					
Bad debts written off during the year	9				0
Ageing of outstanding premiums and agents' balances:					
<i>Outstanding period</i>					

Up to 6 months	10				0
Above 6 months but not exceeding 12 months	11				0
Above 12 months but not exceeding 24 months	12				0
Above 24 months	13				0
Gross total (10 to 13)	14				0
Provision for doubtful debts	15				0
Total outstanding premiums and agents' balances in respect of reinsurance business (14 - 15)	16				0
Total (8 + 16) = Row 8 of Form 1	17				9,932

Note: For direct insurance business, outstanding period starts from date of commencement of cover.

In respect of reinsurance business, outstanding period commences from the date premiums are accrued in the books of the registered insurer.

**ANNUAL RETURN: ANNEX 1F(b) - AGEING OF OUTSTANDING PREMIUMS AND AGENTS' BALANCES OF DIRECT
GENERAL INSURER**

I837G FINANCIAL SECURITY ASSURANCE INC.

General: Offshore Insurance Fund

Reporting Cycle: 2006 12

Description	Row No.	Direct Business - Agents	Direct Business - Brokers	Direct Business - Others	Amount
In respect of direct business					
Bad debts written off during the year	1	0	0	0	0
Ageing of outstanding premiums and agents' balances:					
<i>Outstanding period</i>					
Up to 3 months	2	0	0	0	0
Above 3 months but not exceeding 6 months	3	0	0	0	0
Above 6 months but not exceeding 12 months	4	0	0	0	0
Above 12 months	5	0	0	0	0
Gross total (2 to 5)	6	0	0	0	0
Provision for doubtful debts	7	0	0	0	0
Total outstanding premiums and agents' balances in respect of direct business (6 - 7)	8	0	0	0	0
In respect of reinsurance business					
Bad debts written off during the year	9				0
Ageing of outstanding premiums and agents' balances:					
<i>Outstanding period</i>					
Up to 6 months	10				0

Above 6 months but not exceeding 12 months	11				0
Above 12 months but not exceeding 24 months	12				0
Above 24 months	13				0
Gross total (10 to 13)	14				0
Provision for doubtful debts	15				0
Total outstanding premiums and agents' balances in respect of reinsurance business (14 - 15)	16				0
Total (8 + 16) = Row 8 of Form 1	17				0

Note: For direct insurance business, outstanding period starts from date of commencement of cover.

In respect of reinsurance business, outstanding period commences from the date premiums are accrued in the books of the registered insurer.

ANNUAL RETURN: ANNEX 1G - STATEMENT OF REINSURANCE RECOVERABLES**I837G FINANCIAL SECURITY ASSURANCE INC.****Reporting Cycle: 2006 12****General: Singapore Insurance Fund**

Description	Row No.	Amount
Reinsurance recoveries on unpaid claims	1	0
Reinsurance recoverables written off during the year	2	0
Ageing of reinsurance recoverables (on paid claims): <i>Outstanding period</i>		
Up to 1 year	3	0
Above 1 year but not exceeding 2 years	4	0
Above 2 years	5	0
Total (3 to 5)	6	0
Provision for doubtful reinsurance recoverables	7	0
Total (6 - 7) = Row 10 of Form 1	8	0

ANNUAL RETURN: ANNEX 1G - STATEMENT OF REINSURANCE RECOVERABLES**I837G FINANCIAL SECURITY ASSURANCE INC.****Reporting Cycle: 2006 12****General: Offshore Insurance Fund**

Description	Row No.	Amount
Reinsurance recoveries on unpaid claims	1	0
Reinsurance recoverables written off during the year	2	0
Ageing of reinsurance recoverables (on paid claims): <i>Outstanding period</i>		
Up to 1 year	3	0
Above 1 year but not exceeding 2 years	4	0
Above 2 years	5	0
Total (3 to 5)	6	0
Provision for doubtful reinsurance recoverables	7	0
Total (6 - 7) = Row 10 of Form 1	8	0

ANNUAL RETURN: ANNEX 1H - FIXED ASSETS

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Motor vehicles	1	0
Computer equipment	2	0
Other fixed assets	3	0
Total (1 to 3) = Row 12 of Form 1	4	0

ANNUAL RETURN: ANNEX 1H - FIXED ASSETS

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Motor vehicles	1	0
Computer equipment	2	0
Other fixed assets	3	0
Total (1 to 3) = Row 12 of Form 1	4	0

**ANNUAL RETURN: ANNEX 1I - INTER-FUND BALANCES AND
INTRA-GROUP BALANCES (DUE FROM)**

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Balances due from head office / shareholders fund	1	0
Balances due from overseas branches / related corporations	2	0
Balances due from other insurance funds established and maintained under the Act	3	14,832
Total (1 to 3) = Row 13 of Form 1	4	14,832

**ANNUAL RETURN: ANNEX 1I - INTER-FUND BALANCES AND
INTRA-GROUP BALANCES (DUE FROM)**

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Balances due from head office / shareholders fund	1	6,487,898
Balances due from overseas branches / related corporations	2	0
Balances due from other insurance funds established and maintained under the Act	3	0
Total (1 to 3) = Row 13 of Form 1	4	6,487,898

ANNUAL RETURN: ANNEX 1J - BREAKDOWN OF OTHER ASSETS

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance

Description	Row No.	Amount
Total = Row 14 of Form 1	26	0

ANNUAL RETURN: ANNEX 1J - BREAKDOWN OF OTHER ASSETS

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance F

Description	Row No.	Amount
Prepaid expense	1	58,083
Translation reserve (See Additional Information)	2	902,321
Total = Row 14 of Form 1	26	960,404

**ANNUAL RETURN: ANNEX 1L - INTER-FUND BALANCES AND
INTRA-GROUP BALANCES (DUE TO)**

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Balances due to head office / shareholders fund	1	0
Balances due to overseas branches / related corporations	2	0
Balances due to other insurance funds established and maintained under the Act	3	0
Total (1 to 3) = Row 22 of Form 1	4	0

**ANNUAL RETURN: ANNEX 1L - INTER-FUND BALANCES AND
INTRA-GROUP BALANCES (DUE TO)**

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Balances due to head office / shareholders fund	1	0
Balances due to overseas branches / related corporations	2	0
Balances due to other insurance funds established and maintained under the Act	3	14,832
Total (1 to 3) = Row 22 of Form 1	4	14,832

ANNUAL RETURN: ANNEX 1M - BREAKDOWN OF OTHERS

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance

Description	Row No.	Amount
Contingency reserves	1	114
Provision for audit fees	2	19,361
Translation reserve (See Additional Information)	3	118,805
Total = Row 23 of Form 1	26	138,280

ANNUAL RETURN: ANNEX 1M - BREAKDOWN OF OTHERS

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance F

Description	Row No.	Amount
Provision for tax	1	105,963
Provision for bonus	2	432,862
Provision for share performance	3	389,871
Provision for audit fees	4	37,319
Contingency reserves	5	60
Other accruals	6	30,009
Total = Row 23 of Form 1	26	996,084

ANNUAL RETURN: ANNEX 1N - SURPLUS

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Surplus at beginning of period	1	0
Net income	2	-118,880
Transfer (to) from head office / shareholders fund	3	5,100,000
Surplus at End of Period (1 to 3) = Row 25 of Form 1	4	4,981,120

ANNUAL RETURN: ANNEX 1N - SURPLUS

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Surplus at beginning of period	1	11,695,493
Net income	2	704,415
Transfer (to) from head office / shareholders fund	3	0
Surplus at End of Period (1 to 3) = Row 25 of Form 1	4	12,399,908

**ANNUAL RETURN: ANNEX 1(ii) - INFORMATION IN RESPECT OF REDUCTION IN UNEARNED PREMIUM RESERVES
DUE TO REINSURANCE CEDED TO REINSURERS IN RESPECT OF GENERAL BUSINESS**

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Registered insurer / foreign insurer under the foreign insurer scheme	1	0
Authorised reinsurer / related corporation / head office / branch of head office of the registered insurer	2	8,135
Unregistered reinsurer	3	0
Total (1 to 3)	4	8,135

**ANNUAL RETURN: ANNEX 1(ii) - INFORMATION IN RESPECT OF REDUCTION IN UNEARNED PREMIUM RESERVES
DUE TO REINSURANCE CEDED TO REINSURERS IN RESPECT OF GENERAL BUSINESS**

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Registered insurer / foreign insurer under the foreign insurer scheme	1	0
Authorised reinsurer / related corporation / head office / branch of head office of the registered insurer	2	819,585
Unregistered reinsurer	3	819,831
Total (1 to 3)	4	1,639,416

**ANNUAL RETURN: ANNEX 1(iii) - INFORMATION IN RESPECT OF INVESTMENTS IN
A RELATED CORPORATION OF REGISTERED INSURER**

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Description of Assets and Name of Investee Company	Row No.	No. of Units	Cost	Amount
Name of company: -				
Equity securities	1	0	0	0
Debt securities	2	0	0	0
Secured loans	3	0	0	0
Unsecured loans	4	0	0	0
Other invested assets	5	0	0	0

**ANNUAL RETURN: ANNEX 1(iii) - INFORMATION IN RESPECT OF INVESTMENTS IN
A RELATED CORPORATION OF REGISTERED INSURER**

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Description of Assets and Name of Investee Company	Row No.	No. of Units	Cost	Amount
Name of company: -				
Equity securities	1	0	0	0
Debt securities	2	0	0	0
Secured loans	3	0	0	0
Unsecured loans	4	0	0	0
Other invested assets	5	0	0	0

ANNUAL RETURN: NOTES TO FORM 1

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance

Note 1 The aggregate amounts of loans to and amounts due from -	Amount
(a) Directors	0
(b) Employees of the registered insurer	0

Note 3 - Description of any change in accounting policies and methodologies in the valuation of assets and liabilities and the quantification of their effects.

NIL

Note 4 - Description of any prior adjustment and correction for errors and reasons for the adjustments and corrections.

NIL

Note 5 In respect of financial guarantee business -

Amount

(a) where premiums are payable in instalments, the present value of future instalment premiums payable by the insured in a future accounting period

43497

and discount rate used

0

(b) where the premiums are payable in full at the commencement of the policy of insurance, the full amount of the premiums payable by the insured in the accounting period in which the policy commences.

0

ANNUAL RETURN: NOTES TO FORM 1

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance F

Note 1 The aggregate amounts of loans to and amounts due from -	Amount
(a) Directors	0
(b) Employees of the registered insurer	0

Note 3 - Description of any change in accounting policies and methodologies in the valuation of assets and liabilities and the quantification of their effects.

NIL

Note 4 - Description of any prior adjustment and correction for errors and reasons for the adjustments and corrections.

NIL

Note 5 In respect of financial guarantee business -	Amount
(a) where premiums are payable in instalments, the present value of future instalment premiums payable by the insured in a future accounting period	0
and discount rate used	0
(b) where the premiums are payable in full at the commencement of the policy of insurance, the full amount of the premiums payable by the insured in the accounting period in which the policy commences.	0

ANNUAL RETURN: FORM 1 - ADDITIONAL INFORMATION

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle 2006 12

The Branch base currency is USD. For MAS Reporting, Profit and Loss amounts are converted to SGD at the year's average rate and Balance Sheet amounts, except the Surplus at beginning of period, are converted to SGD at the year end rate. The Surplus at beginning of period is translated at the historical rate. The translation differences of \$118,805 for Singapore Insurance Fund and \$902,321 for Offshore Insurance Fund are dealt through translation reserve which is included under "Other liabilities" (see Annex 1M) and "Other assets" (see Annex 1J) respectively.

Consequently, excluding the effects of translation differences, the Surplus at End of Period amounting to \$4,981,120 for Singapore Insurance Fund and \$12,399,908 for Offshore Insurance Fund as reported in their respective Form 1N would be increased and reduced by \$118,805 and \$902,321 respectively.

ANNUAL RETURN: FORM 2 - FUND PROFIT AND LOSS ACCOUNT

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Description	Annex	Row No.	Amount
Gross premiums	2A	1	15,595
Less: Outward reinsurance premiums	2B	2	15,590
Investment revenue	2C	3	(118,762)
Less: Investment expenses		4	0
Other income	2D	5	81,043
Total Income (1 to 5)		6	(37,714)
Gross claims settled	2E	7	0
Less: Reinsurance recoveries		8	0
Management expenses	2F	9	85,722
Distribution expenses	2G	10	(4,679)
Increase (decrease) in net policy liabilities	2H	11	5
Provision for doubtful debts/ bad debts written off on receivables		12	0
Taxation expenses		13	0
Other expenses	2I	14	118
Total Outgo (7 to 14)		15	81,166
Net Income (6 - 15)	2J	16	(118,880)

ANNUAL RETURN: FORM 2 - FUND PROFIT AND LOSS ACCOUNT

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Description	Annex	Row No.	Amount
Gross premiums	2A	1	0
Less: Outward reinsurance premiums	2B	2	0
Investment revenue	2C	3	731,634
Less: Investment expenses		4	0
Other income	2D	5	2,069,909
Total Income (1 to 5)		6	2,801,543
Gross claims settled	2E	7	0
Less: Reinsurance recoveries		8	0
Management expenses	2F	9	1,976,209
Distribution expenses	2G	10	0
Increase (decrease) in net policy liabilities	2H	11	(193)
Provision for doubtful debts/ bad debts written off on receivables		12	0
Taxation expenses		13	40,007
Other expenses	2I	14	81,105
Total Outgo (7 to 14)		15	2,097,128
Net Income (6 - 15)	2J	16	704,415

ANNUAL RETURN: ANNEX 2B - OUTWARD REINSURANCE PREMIUMS

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance

Description	Row No.	Amount
Registered insurer / foreign insurer under the foreign insurer scheme	1	0
Authorised reinsurer / related corporation / head office / branch of head office of the registered insurer	2	15,590
Unregistered reinsurer	3	0
Total (1 to 3) = Row 2 of Form 2	4	15,590

ANNUAL RETURN: ANNEX 2B - OUTWARD REINSURANCE PREMIUMS

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance F

Description	Row No.	Amount
Registered insurer / foreign insurer under the foreign insurer scheme	1	0
Authorised reinsurer / related corporation / head office / branch of head office of the registered insurer	2	0
Unregistered reinsurer	3	0
Total (1 to 3) = Row 2 of Form 2	4	0

ANNUAL RETURN: ANNEX 2C - INVESTMENT REVENUE

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Description	Row No.	Interest / Dividend / Rental Income	Realised Gains (Losses) From Last Reported Value / Write-backs (Write-offs)	Unrealised Changes From Last Reported Value	Amount
Equity securities	1	0	0	0	0
Debt securities	2	0	0	0	0
Land and Buildings	3	0	0	0	0
Loans	4	0	0	0	0
Cash and deposits	5	0	0	-118,762	-118,762
Other invested assets	6	0	0	0	0
Total (1 to 6) = Row 3 of Form 2	7				-118,762

ANNUAL RETURN: ANNEX 2C - INVESTMENT REVENUE

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Description	Row No.	Interest / Dividend / Rental Income	Realised Gains (Losses) From Last Reported Value / Write-backs (Write-offs)	Unrealised Changes From Last Reported Value	Amount
Equity securities	1	0	0	0	0
Debt securities	2	48,120	0	-28,555	19,565
Land and Buildings	3	0	0	0	0
Loans	4	0	0	0	0
Cash and deposits	5	37,372	569,882	104,815	712,069
Other invested assets	6	0	0	0	0
Total (1 to 6) = Row 3 of Form 2	7				731,634

ANNUAL RETURN: ANNEX 2D - BREAKDOWN OF OTHER INCOME

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Recharges to Offshore Insurance Fund	1	81,043
Total = Row 5 of Form 2	26	81,043

ANNUAL RETURN: ANNEX 2D - BREAKDOWN OF OTHER INCOME

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Chargeback to Head Office	1	2,069,848
Other income	2	61
Total = Row 5 of Form 2	26	2,069,909

ANNUAL RETURN: ANNEX 2F - MANAGEMENT EXPENSES**I837G FINANCIAL SECURITY ASSURANCE INC.****Reporting Cycle: 2006 12****General: Singapore Insurance Fund**

Description	Row No.	Amount
Staff salaries & expenses	1	61,491
Office rent	2	0
Head office / parent company expenses	3	0
Directors' fees	4	0
Audit fees	5	20,000
Managing agent's fees	6	0
Repairs and maintenance	7	0
Public utilities	8	0
Printing, stationery and periodicals	9	0
Postage, telephone and telex charges	10	0
Computer charges	11	0
Hire of office equipment	12	0
Licence and association fees	13	0
Advertising and subscriptions	14	0
Entertainment	15	0
Travelling expenses	16	0
Professional fees	1	4,231
Total = Row 9 of Form 2	27	85,722

ANNUAL RETURN: ANNEX 2F - MANAGEMENT EXPENSES**I837G FINANCIAL SECURITY ASSURANCE INC.****Reporting Cycle: 2006 12****General: Offshore Insurance Fund**

Description	Row No.	Amount
Staff salaries & expenses	1	1,433,079
Office rent	2	88,649
Head office / parent company expenses	3	0
Directors' fees	4	0
Audit fees	5	47,455
Managing agent's fees	6	0
Repairs and maintenance	7	27,357
Public utilities	8	0
Printing, stationery and periodicals	9	1,907
Postage, telephone and telex charges	10	60,519
Computer charges	11	0
Hire of office equipment	12	4,225
Licence and association fees	13	5,567
Advertising and subscriptions	14	0
Entertainment	15	87,248
Travelling expenses	16	96,804
Other expenses	3	37,174
Professional fees	1	33,129
Underwriting	2	53,096
Total = Row 9 of Form 2	27	1,976,209

ANNUAL RETURN: ANNEX 2I - BREAKDOWN OF OTHER EXPENSES

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Contingency reserve	1	118
Total = Row 14 of Form 2	26	118

ANNUAL RETURN: ANNEX 2I - BREAKDOWN OF OTHER EXPENSES

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Contingency reserve	1	62
Recharges from Singapore Insurance Fund	2	81,043
Total = Row 14 of Form 2	26	81,105

ANNUAL RETURN: FORM 2 - ADDITIONAL INFORMATION

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

NIL

ANNUAL RETURN: FORM 6 - STATEMENT OF PREMIUMS, CLAIMS AND UNDERWRITING RESULTS IN RESPECT OF GENERAL BUSINESS

I837G FINANCIAL SECURITY ASSURANCE INC.

General: Singapore Insurance Fund

Reporting Cycle: 2006 12

Description	Row No.	Marine and Aviation - Cargo	Marine and Aviation - Hull and Liability	Fire	Motor	Work Injury Compensation	Personal Accident	Health	Misc - Public Liability	Misc - Bonds	Misc - Engineering / CAR / EAR	Misc - Professional Indemnity	Misc - Credit / Political Risk	Misc - Others	Misc - Sub-Total	Total
A. PREMIUMS																
Gross premiums																
Direct business	1	0	0	0	0	0	0	0	0	0	0	0	0	15,595	15,595	15,595
Reinsurance business accepted -																
In Singapore	2	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
From other ASEAN countries	3	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
From other countries	4	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total (2 to 4)	5	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Reinsurance business ceded -																
In Singapore	6	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
To other ASEAN countries	7	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
To other countries	8	0	0	0	0	0	0	0	0	0	0	0	0	15,590	15,590	15,590
Total (6 to 8)	9	0	0	0	0	0	0	0	0	0	0	0	0	15,590	15,590	15,590
Net premiums written (1 + 5 - 9)	10	0	0	0	0	0	0	0	0	0	0	0	0	5	5	5
Premium liabilities at beginning of period	11	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Premium liabilities at end of period	12	0	0	0	0	0	0	0	0	0	0	0	0	5	5	5
Premiums earned during the period (10 + 11 - 12)	13	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
B. CLAIMS																
Gross claims settled																
Direct business	14	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Reinsurance business accepted -																
In Singapore	15	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
From other ASEAN countries	16	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
From other countries	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total (15 to 17)	18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Recoveries from reinsurance business ceded -																
In Singapore	19	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
To other ASEAN countries	20	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
To other countries	21	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total (19 to 21)	22	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Net claims settled (14 + 18 - 22)	23	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Claims liabilities at end of period	24	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Claims liabilities at beginning of period	25	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Net claims incurred (23 + 24 - 25)	26	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
C. MANAGEMENT EXPENSES																
Management Expenses	27	0	0	0	0	0	0	0	0	0	0	0	0	85,722	85,722	85,722
D. DISTRIBUTION EXPENSES																
Commissions	28	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Reinsurance commissions	29	0	0	0	0	0	0	0	0	0	0	0	0	4,679	4,679	4,679
Net commissions incurred (28 - 29)	30	0	0	0	0	0	0	0	0	0	0	0	0	(4,679)	(4,679)	(4,679)
Other distribution expenses	31	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
E. UNDERWRITING RESULTS																
Underwriting gain / (loss) (13 - 26 - 27 - 30 - 31)	32	0	0	0	0	0	0	0	0	0	0	0	0	(81,043)	(81,043)	(81,043)
F. NET INVESTMENT INCOME	33	0	0	0	0	0	0	0	0	0	0	0	0	(118,762)	(118,762)	(118,762)
G. OPERATING RESULT (32 + 33)	34	0	0	0	0	0	0	0	0	0	0	0	0	(199,805)	(199,805)	(199,805)

**ANNUAL RETURN: FORM 6 - STATEMENT OF PREMIUMS, CLAIMS AND UNDERWRITING RESULTS IN RESPECT OF
GENERAL BUSINESS**

I837G FINANCIAL SECURITY ASSURANCE INC.

General: Offshore Insurance Fund

Reporting Cycle: 2006 12

Description	Row No.	Marine and Aviation - Cargo	Marine and Aviation - Hull and Liability	Property	Casualty and Others	Total
A. PREMIUMS						
Gross premiums						
Direct business	1	0	0	0	0	0
Reinsurance business accepted -						
In Singapore	2	0	0	0	0	0
From other ASEAN countries	3	0	0	0	0	0
From other countries	4	0	0	0	0	0
Total (2 to 4)	5	0	0	0	0	0
Reinsurance business ceded -						
In Singapore	6	0	0	0	0	0
To other ASEAN countries	7	0	0	0	0	0
To other countries	8	0	0	0	0	0
Total (6 to 8)	9	0	0	0	0	0
Net premiums written (1 + 5 - 9)	10	0	0	0	0	0
Premium liabilities at beginning of period	11	0	0	0	439	439
Premium liabilities at end of period	12	0	0	0	246	246
Premiums earned during the period (10 + 11 - 12)	13	0	0	0	193	193
B. CLAIMS						
Gross claims settled						
Direct business	14	0	0	0	0	0
Reinsurance business accepted -						
In Singapore	15	0	0	0	0	0
From other ASEAN countries	16	0	0	0	0	0
From other countries	17	0	0	0	0	0
Total (15 to 17)	18	0	0	0	0	0
Recoveries from reinsurance business ceded -						
In Singapore	19	0	0	0	0	0
To other ASEAN countries	20	0	0	0	0	0
To other countries	21	0	0	0	0	0
Total (19 to 21)	22	0	0	0	0	0
Net claims settled (14 + 18 - 22)	23	0	0	0	0	0
Claims liabilities at end of period	24	0	0	0	0	0
Claims liabilities at beginning of period	25	0	0	0	0	0
Net claims incurred (23 + 24 - 25)	26	0	0	0	0	0
C. MANAGEMENT EXPENSES						
Management Expenses	27	0	0	0	1,976,209	1,976,209
D. DISTRIBUTION EXPENSES						
Commissions	28	0	0	0	0	0
Reinsurance commissions	29	0	0	0	0	0
Net commissions incurred (28 - 29)	30	0	0	0	0	0
Other distribution expenses	31	0	0	0	0	0
E. UNDERWRITING RESULTS						
Underwriting gain / (loss) (13 - 26 - 27 - 30 - 31)	32	0	0	0	(1,976,016)	(1,976,016)
F. NET INVESTMENT INCOME	33	0	0	0	731,634	731,634
G. OPERATING RESULT (32 + 33)	34	0	0	0	(1,244,382)	(1,244,382)

ANNUAL RETURN: NOTES TO FORM 6

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Singapore Insurance Fund

Note 1 - Items in this Form may be allocated according to a reasonable basis used by the registered insurer which is acceptable to its external auditor. The bases used shall be stated as a Note to this Form.

NIL

Note 2 - Particulars on reinsurances of special risks other than reinsurances of liabilities under a marine and aviation policy.

NIL

ANNUAL RETURN: NOTES TO FORM 6

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

General: Offshore Insurance Fund

Note 1 - Items in this Form may be allocated according to a reasonable basis used by the registered insurer which is acceptable to its external auditor. The bases used shall be stated as a Note to this Form.

NIL

Note 2 - Particulars on reinsurances of special risks other than reinsurances of liabilities under a marine and aviation policy.

NIL

ANNUAL RETURN: FORM 6 - ADDITIONAL INFORMATION

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

NIL

**ANNUAL RETURN: FORM 10 - STATEMENT OF FINANCIAL POSITION IN RESPECT OF GLOBAL
BUSINESS OPERATIONS AS AT 31/12/2006**

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

Description	Row No.	Amount '000 (in foreign currency) UNITED STATES DOLLAR
Life Business		
1. Policy liabilities	1	0
General Business		
1. Net premiums written	2	370,760
2. Premium liabilities	3	1,359,227
3. Claim liabilities	4	32,631
Shareholders fund		
1. Paid-up capital	5	437,056
2. Unappropriated profits (losses)	6	1,020,329
3. Reserves - Capital	7	0
General	8	0
Others*	9	108,850
Total (5 to 9)	10	1,566,235

ANNUAL RETURN: NOTES TO FORM 10

I837G FINANCIAL SECURITY ASSURAN

Reporting Cycle: 2006 12

Note 1 - Breakdown of "Others"	Row No.	Amount			
Surplus Notes	Form10 Note1 - E	1	108,850		

ANNUAL RETURN: FORM 10 - ADDITIONAL INFORMATION

I837G FINANCIAL SECURITY ASSURANCE INC.

Reporting Cycle: 2006 12

NIL

**ANNUAL RETURN: FORM 20 - ACTUARY'S CERTIFICATE ON POLICY LIABILITIES IN
RESPECT OF GENERAL BUSINESS**

ACTUARIAL INVESTIGATION OF POLICY LIABILITIES

Reporting Cycle:

I have conducted an investigation into the valuation of policy liabilities relating to general business as required under section 37 of the Insurance Act and confirm that the valuation is in accordance with all applicable requirements stipulated under the Act and directions issued under the Act, subject to the qualifications stated below*. I certify these amounts, net of reinsurance, as follows:

Description
Premium Liabilities
Claim Liabilities
Policy Liabilities

***Qualifications (if none, state "none"):**

ANNUAL RETURN: FORM 20 - ADDITIONAL INFORMATION

Reporting Cycle: