

ANNUAL RETURN: FORM 1 - FUND BALANCE SHEET

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

Description	Annex	Row No.	Amount
ASSETS			
Equity securities	1A	1	9,086,952
Debt securities	1B	2	34,754,211
Land and buildings	1C	3	0
Loans	1D	4	0
Cash and deposits		5	40,420,775
Other invested assets	1E	6	63,557
Investment income due or accrued		7	83,954
Outstanding premiums and agents' balances	1F	8	5,195,264
Deposits withheld by cedants		9	0
Reinsurance recoverables (on paid claims)	1G	10	255,360
Income tax recoverables		11	0
Fixed assets	1H	12	789,378
Inter-fund balances and intra group balances (due from)	1I	13	199
Other assets	1J	14	1,764,365
Total Assets (1 to 14)		15	92,414,015
LIABILITIES			
Policy liabilities	1K	16	45,437,699
Other liabilities:			
Outstanding claims		17	0
Annuities due and unpaid		18	0
Reinsurance deposits		19	0
Amounts owing to insurers		20	5,051,450
Bank loans and overdrafts		21	0
Inter-fund balances and intra-group balances (due to)	1L	22	190,379
Others	1M	23	8,517,205
Total Liabilities (16 to 23)		24	59,196,733
SURPLUS (15 - 24)	1N	25	33,217,282

ANNUAL RETURN: FORM 1 - FUND BALANCE SHEET

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Offshore Insurance Fund

Description	Annex	Row No.	Amount
ASSETS			
Equity securities	1A	1	0
Debt securities	1B	2	3,256,331
Land and buildings	1C	3	0
Loans	1D	4	0
Cash and deposits		5	3,310,366
Other invested assets	1E	6	326
Investment income due or accrued		7	6,379
Outstanding premiums and agents' balances	1F	8	1,664,890
Deposits withheld by cedants		9	550,390
Reinsurance recoverables (on paid claims)	1G	10	1,029,559
Income tax recoverables		11	85,312
Fixed assets	1H	12	0
Inter-fund balances and intra group balances (due from)	1I	13	8,562
Other assets	1J	14	7,810
Total Assets (1 to 14)		15	9,919,925
LIABILITIES			
Policy liabilities	1K	16	4,704,723
Other liabilities:			
Outstanding claims		17	0
Annuities due and unpaid		18	0
Reinsurance deposits		19	0
Amounts owing to insurers		20	1,390,731
Bank loans and overdrafts		21	0
Inter-fund balances and intra-group balances (due to)	1L	22	0
Others	1M	23	6,788
Total Liabilities (16 to 23)		24	6,102,242
SURPLUS (15 - 24)	1N	25	3,817,683

ANNUAL RETURN: ANNEX 1A - INVESTMENT IN EQUITY SECURITIES

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

Description	Row No.	Listed	Unlisted	Amount
Equity securities other than collective investment schemes	1	2,973,591	0	2,973,591
Collective investment schemes	2	235,415	5,877,946	6,113,361
Total (1 to 2) = Row 1 of Form 1	3			9,086,952

ANNUAL RETURN: ANNEX 1A - INVESTMENT IN EQUITY SECURITIES

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Government debt securities	1	26,711,876
Qualifying debt securities	2	2,996,106
Other debt securities	3	5,046,229
Total (1 to 3) = Row 2 of Form 1	4	34,754,211

ANNUAL RETURN: ANNEX 1B - INVESTMENT IN DEBT SECURITIES

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Government debt securities	1	2,800,123
Qualifying debt securities	2	250,723
Other debt securities	3	205,485
Total (1 to 3) = Row 2 of Form 1	4	3,256,331

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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

General: Singapore Insurance Fund

Reporting Cycle: 2007 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	8,312,322	63,557
(b) Interest rate forward contracts	11	0	0
(c) Other forward contracts	12	0	0
Total investments in forward contracts (10 to 12)	13	8,312,322	63,557
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	8,312,322	63,557
Other invested assets excluding derivatives			

Total investments in other invested assets excluding derivatives	40		0
Total = Row 6 of Form 1	41		63,557

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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

General: Offshore Insurance Fund

Reporting Cycle: 2007 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	126,636	326
(b) Interest rate forward contracts	11	0	0
(c) Other forward contracts	12	0	0
Total investments in forward contracts (10 to 12)	13	126,636	326
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	126,636	326
Other invested assets excluding derivatives			

Total investments in other invested assets excluding derivatives	40		0
Total = Row 6 of Form 1	41		326

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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

General: Singapore Insurance Fund

Reporting Cycle: 2007 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	1,359	17	1,376
Ageing of outstanding premiums and agents' balances:					
<i>Outstanding period</i>					
Up to 3 months	2	1,199,512	2,347,279	491,031	4,037,822
Above 3 months but not exceeding 6 months	3	19,607	622,773	80,240	722,620
Above 6 months but not exceeding 12 months	4	0	101,071	40,168	141,239
Above 12 months	5	86,831	16,169	28,072	131,072
Gross total (2 to 5)	6	1,305,950	3,087,292	639,511	5,032,753
Provision for doubtful debts	7	61,977	16,169	14,370	92,516
Total outstanding premiums and agents' balances in respect of direct business (6 - 7)	8	1,243,973	3,071,123	625,141	4,940,237
In respect of reinsurance business					
Bad debts written off during the year	9				10,544
Ageing of outstanding premiums and agents' balances:					
<i>Outstanding period</i>					

Up to 6 months	10				213,769
Above 6 months but not exceeding 12 months	11				26,885
Above 12 months but not exceeding 24 months	12				28,641
Above 24 months	13				0
Gross total (10 to 13)	14				269,295
Provision for doubtful debts	15				14,268
Total outstanding premiums and agents' balances in respect of reinsurance business (14 - 15)	16				255,027
Total (8 + 16) = Row 8 of Form 1	17				5,195,264

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

In respect of reinsurance business, outstanding period commences from the date of 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**

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

General: Offshore Insurance Fund

Reporting Cycle: 2007 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	153,409	0	153,409
Above 3 months but not exceeding 6 months	3	0	32,816	0	32,816
Above 6 months but not exceeding 12 months	4	0	9,708	0	9,708
Above 12 months	5	0	6,459	0	6,459
Gross total (2 to 5)	6	0	202,392	0	202,392
Provision for doubtful debts	7	0	9,561	0	9,561
Total outstanding premiums and agents' balances in respect of direct business (6 - 7)	8	0	192,831	0	192,831
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				1,449,877

Above 6 months but not exceeding 12 months	11				13,300
Above 12 months but not exceeding 24 months	12				15,271
Above 24 months	13				0
Gross total (10 to 13)	14				1,478,448
Provision for doubtful debts	15				6,389
Total outstanding premiums and agents' balances in respect of reinsurance business (14 - 15)	16				1,472,059
Total (8 + 16) = Row 8 of Form 1	17				1,664,890

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

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

ANNUAL RETURN: ANNEX 1G - STATEMENT OF REINSURANCE RECOVERABLES**I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED****Reporting Cycle: 2007 12****General: Singapore Insurance Fund**

Description	Row No.	Amount
Reinsurance recoveries on unpaid claims	1	24,986,438
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	249,092
Above 1 year but not exceeding 2 years	4	17,634
Above 2 years	5	0
Total (3 to 5)	6	266,726
Provision for doubtful reinsurance recoverables	7	11,366
Total (6 - 7) = Row 10 of Form 1	8	255,360

ANNUAL RETURN: ANNEX 1G - STATEMENT OF REINSURANCE RECOVERABLES**I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED****Reporting Cycle: 2007 12****General: Offshore Insurance Fund**

Description	Row No.	Amount
Reinsurance recoveries on unpaid claims	1	2,838,437
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	1,029,559
Above 1 year but not exceeding 2 years	4	0
Above 2 years	5	0
Total (3 to 5)	6	1,029,559
Provision for doubtful reinsurance recoverables	7	0
Total (6 - 7) = Row 10 of Form 1	8	1,029,559

ANNUAL RETURN: ANNEX 1H - FIXED ASSETS

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Motor vehicles	1	0
Computer equipment	2	250,230
Other fixed assets	3	539,148
Total (1 to 3) = Row 12 of Form 1	4	789,378

ANNUAL RETURN: ANNEX 1H - FIXED ASSETS

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 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)**

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 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	199
Total (1 to 3) = Row 13 of Form 1	4	199

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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Offshore 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	8,562
Total (1 to 3) = Row 13 of Form 1	4	8,562

ANNUAL RETURN: ANNEX 1J - BREAKDOWN OF OTHER ASSETS

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Sundry Debtors	1	207,283
Prepayments	2	2,542
Sundry Deposits	3	128,310
Advance Payment on Reinsurance Outward Premium	4	715,920
Amount Due From Fund Managers	5	42,553
GST Debtors	6	37,584
Other Assets	7	630,173
Total = Row 14 of Form 1	26	1,764,365

ANNUAL RETURN: ANNEX 1J - BREAKDOWN OF OTHER ASSETS

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Amount due from Fund Manager	1	7,810
Total = Row 14 of Form 1	26	7,810

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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Balances due to head office / shareholders fund	1	187
Balances due to overseas branches / related corporations	2	0
Balances due to other insurance funds established and maintained under the Act	3	190,192
Total (1 to 3) = Row 22 of Form 1	4	190,379

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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 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	0
Total (1 to 3) = Row 22 of Form 1	4	0

ANNUAL RETURN: ANNEX 1M - BREAKDOWN OF OTHERS

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Provision for Taxation	1	2,853,286
Deferred Taxation	2	229,048
Sundry Creditors	3	257,521
Accrued Expenses	4	2,796,283
Provision for Refund Premium	5	1,674,061
Profit Commission Payable	6	608,916
Finance Lease Obligations	7	78,529
Other Payable	8	19,561
Total = Row 23 of Form 1	26	8,517,205

ANNUAL RETURN: ANNEX 1M - BREAKDOWN OF OTHERS

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Provision for Refund Premium	1	4,235
Accrued Expenses	2	2,553
Total = Row 23 of Form 1	26	6,788

ANNUAL RETURN: ANNEX 1N - SURPLUS

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Surplus at beginning of period	1	33,817,951
Net income	2	8,899,331
Transfer (to) from head office / shareholders fund	3	-9,500,000
Surplus at End of Period (1 to 3) = Row 25 of Form 1	4	33,217,282

ANNUAL RETURN: ANNEX 1N - SURPLUS

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Surplus at beginning of period	1	1,887,141
Net income	2	1,030,542
Transfer (to) from head office / shareholders fund	3	900,000
Surplus at End of Period (1 to 3) = Row 25 of Form 1	4	3,817,683

**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**

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Registered insurer / foreign insurer under the foreign insurer scheme	1	2,434,077
Authorised reinsurer / related corporation / head office / branch of head office of the registered insurer	2	78,431
Unregistered reinsurer	3	704,501
Total (1 to 3)	4	3,217,009

**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**

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Registered insurer / foreign insurer under the foreign insurer scheme	1	368,879
Authorised reinsurer / related corporation / head office / branch of head office of the registered insurer	2	11,886
Unregistered reinsurer	3	106,766
Total (1 to 3)	4	487,531

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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 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**

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

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: NOTES TO FORM 1

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Offshore Insurance Fund

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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle 2007 12

SIF	OIF	\$	\$
Reconciliation of Net Income:			
Net Income per Form 2 (Row 16)		8,938,242	1,030,542
Add: Capital reserve credited to Fund Profit & Loss Account For the year 31/12/2007		(38,911)	-
Net Income per Annex 1N (Row 2)		8,899,331	1,030,542
Reconciliation of Capital Reserve:			
Capital reserve at beginning of period		623,528	-
Movement in Capital reserve		(38,911)	-
Capital reserve at end of period		584,617	-
Capital reserve comprises the cumulative value of employee services received for the issue of share options of the ultimate holding company. This amount is not required to be repaid to the ultimate holding company. For the purpose of MAS returns, the capital reserve has been included as part of the surplus.			

ANNUAL RETURN: FORM 2 - FUND PROFIT AND LOSS ACCOUNT

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

Description	Annex	Row No.	Amount
Gross premiums	2A	1	43,414,618
Less: Outward reinsurance premiums	2B	2	13,816,476
Investment revenue	2C	3	4,718,984
Less: Investment expenses		4	133,993
Other income	2D	5	22,005
Total Income (1 to 5)		6	34,205,138
Gross claims settled	2E	7	20,359,900
Less: Reinsurance recoveries		8	3,192,504
Management expenses	2F	9	8,661,549
Distribution expenses	2G	10	2,946,428
Increase (decrease) in net policy liabilities	2H	11	(5,212,448)
Provision for doubtful debts/ bad debts written off on receivables		12	(714,966)
Taxation expenses		13	1,832,053
Other expenses	2I	14	586,884
Total Outgo (7 to 14)		15	25,266,896
Net Income (6 - 15)	2J	16	8,938,242

ANNUAL RETURN: FORM 2 - FUND PROFIT AND LOSS ACCOUNT

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Offshore Insurance Fund

Description	Annex	Row No.	Amount
Gross premiums	2A	1	8,990,061
Less: Outward reinsurance premiums	2B	2	3,982,148
Investment revenue	2C	3	205,959
Less: Investment expenses		4	11,335
Other income	2D	5	10,896
Total Income (1 to 5)		6	5,213,433
Gross claims settled	2E	7	3,777,749
Less: Reinsurance recoveries		8	2,687,980
Management expenses	2F	9	2,046,327
Distribution expenses	2G	10	796,942
Increase (decrease) in net policy liabilities	2H	11	44,865
Provision for doubtful debts/ bad debts written off on receivables		12	(4,720)
Taxation expenses		13	108,000
Other expenses	2I	14	101,708
Total Outgo (7 to 14)		15	4,182,891
Net Income (6 - 15)	2J	16	1,030,542

ANNUAL RETURN: ANNEX 2B - OUTWARD REINSURANCE PREMIUMS

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Registered insurer / foreign insurer under the foreign insurer scheme	1	9,362,824
Authorised reinsurer / related corporation / head office / branch of head office of the registered insurer	2	411,319
Unregistered reinsurer	3	4,042,333
Total (1 to 3) = Row 2 of Form 2	4	13,816,476

ANNUAL RETURN: ANNEX 2B - OUTWARD REINSURANCE PREMIUMS

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Registered insurer / foreign insurer under the foreign insurer scheme	1	2,698,528
Authorised reinsurer / related corporation / head office / branch of head office of the registered insurer	2	118,550
Unregistered reinsurer	3	1,165,070
Total (1 to 3) = Row 2 of Form 2	4	3,982,148

ANNUAL RETURN: ANNEX 2C - INVESTMENT REVENUE

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 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	217,619	1,989,013	-641,509	1,565,123
Debt securities	2	1,257,329	109,630	477,672	1,844,631
Land and Buildings	3	0	0	0	0
Loans	4	0	0	0	0
Cash and deposits	5	969,716	7,721	0	977,437
Other invested assets	6	0	319,741	12,052	331,793
Total (1 to 6) = Row 3 of Form 2	7				4,718,984

ANNUAL RETURN: ANNEX 2C - INVESTMENT REVENUE

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 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	95,749	2,334	21,484	119,567
Land and Buildings	3	0	0	0	0
Loans	4	0	0	0	0
Cash and deposits	5	79,225	-35	0	79,190
Other invested assets	6	0	6,876	326	7,202
Total (1 to 6) = Row 3 of Form 2	7				205,959

ANNUAL RETURN: ANNEX 2D - BREAKDOWN OF OTHER INCOME

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Co-Insurance Fees Income	1	13,911
Interest on Reinsurance treaty premium	2	2,122
Misc Income - Fund Manager	3	5,972
Total = Row 5 of Form 2	26	22,005

ANNUAL RETURN: ANNEX 2D - BREAKDOWN OF OTHER INCOME

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Interest on Reinsurance Treaty Premium	1	10,856
Misc Income - Fund Manager	2	40
Total = Row 5 of Form 2	26	10,896

ANNUAL RETURN: ANNEX 2F - MANAGEMENT EXPENSES

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Staff salaries & expenses	1	6,027,085
Office rent	2	288,530
Head office / parent company expenses	3	0
Directors' fees	4	0
Audit fees	5	96,985
Managing agent's fees	6	0
Repairs and maintenance	7	33,645
Public utilities	8	38,885
Printing, stationery and periodicals	9	297,229
Postage, telephone and telex charges	10	94,464
Computer charges	11	297,661
Hire of office equipment	12	0
Licence and association fees	13	62,584
Advertising and subscriptions	14	183,383
Entertainment	15	45,196
Travelling expenses	16	85,150
Professional Fees	1	399,277
Office Insurance	2	33,249
Internal Audit Fees	3	118,981
Miscellaneous Expenses	4	19,608
GST Exp (Non-Investment)	5	307,464
Bank Charges	6	95,323
Office Relocation Expense	7	136,850
Total = Row 9 of Form 2	27	8,661,549

ANNUAL RETURN: ANNEX 2F - MANAGEMENT EXPENSES

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Staff salaries & expenses	1	953,359
Office rent	2	60,474
Head office / parent company expenses	3	0
Directors' fees	4	0
Audit fees	5	15,112
Managing agent's fees	6	0
Repairs and maintenance	7	7,606
Public utilities	8	8,857
Printing, stationery and periodicals	9	681,476
Postage, telephone and telex charges	10	16,701
Computer charges	11	67,802
Hire of office equipment	12	0
Licence and association fees	13	9,880
Advertising and subscriptions	14	28,257
Entertainment	15	5,414
Travelling expenses	16	15,354
Professional Fees	1	70,488
Office Insurance	2	5,583
Internal Audit Fees	3	18,356
Miscellaneous Expenses	4	3,003
GST Costs	5	47,433
Office Relocation Expense	6	31,172
Total = Row 9 of Form 2	27	2,046,327

ANNUAL RETURN: ANNEX 2I - BREAKDOWN OF OTHER EXPENSES

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Depreciation	1	177,130
Loss in Exchange	2	214,963
Miscellaneous Expenses	3	81,845
Loss on Disposal of Fixed Asset	4	112,946
Total = Row 14 of Form 2	26	586,884

ANNUAL RETURN: ANNEX 2I - BREAKDOWN OF OTHER EXPENSES

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Depreciation	1	37,852
Loss in exchange	2	46,105
Loss on disposal of fixed assets	3	17,751
Total = Row 14 of Form 2	26	101,708

ANNUAL RETURN: FORM 2 - ADDITIONAL INFORMATION

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

NIL

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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

General: Singapore Insurance Fund

Reporting Cycle: 2007 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	4,051,665	6,487,773	6,807,339	14,875,920	3,637,359	2,763,641	633,313	871,861	81,521	575,258	26,103	0	1,320,153	2,874,896	42,131,906
Reinsurance business accepted -																
In Singapore	2	16,052	264,110	651,383	(310)	337	0	94,709	34,545	0	31,992	625	0	985	68,147	1,094,428
From other ASEAN countries	3	0	21,983	56,170	1,896	0	61,868	0	0	0	0	0	0	32,627	32,627	174,544
From other countries	4	0	0	13,740	0	0	0	0	0	0	0	0	0	0	0	13,740
Total (2 to 4)	5	16,052	286,093	721,293	1,586	337	61,868	94,709	34,545	0	31,992	625	0	33,612	100,774	1,282,712
Reinsurance business ceded -																
In Singapore	6	762,702	3,917,495	4,069,766	96,547	46,077	12,191	(2)	27,205	43,606	438,363	563	0	377,753	887,490	9,792,266
To other ASEAN countries	7	0	108,005	0	0	0	0	64,547	0	0	0	0	0	0	0	172,552
To other countries	8	698,307	992,012	597,957	412,873	101,534	291,866	0	24,530	4,307	44,840	0	0	683,432	757,109	3,851,658
Total (6 to 8)	9	1,461,009	5,017,512	4,667,723	509,420	147,611	304,057	64,545	51,735	47,913	483,203	563	0	1,061,185	1,644,599	13,816,476
Net premiums written (1 + 5 - 9)	10	2,606,708	1,756,354	2,860,909	14,368,086	3,490,085	2,521,452	663,477	854,671	33,608	124,047	26,165	0	292,580	1,331,071	29,598,142
Premium liabilities at beginning of period	11	708,330	724,096	1,496,094	8,511,046	1,150,580	272,418	41,905	237,783	44,484	136,145	8,493	0	135,570	562,475	13,466,944
Premium liabilities at end of period	12	705,276	799,442	1,415,038	7,153,395	1,357,170	338,972	38,196	283,221	40,821	43,786	9,334	0	151,152	528,314	12,335,803
Premiums earned during the period (10 + 11 - 12)	13	2,609,762	1,681,008	2,941,965	15,725,737	3,283,495	2,454,898	667,186	809,233	37,271	216,406	25,324	0	276,998	1,365,232	30,729,283
B. CLAIMS																
Gross claims settled																
Direct business	14	349,325	702,763	2,469,687	13,382,968	1,368,442	363,733	80,131	626,439	(56,910)	305,079	1,139	0	241,652	1,117,399	19,834,448
Reinsurance business accepted -																
In Singapore	15	(138)	32,398	253,044	64,372	32,786	0	82,984	29,915	(4,192)	28,405	0	0	2,872	57,000	522,446
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	3,006	0	0	0	0	0	0	0	0	0	0	0	3,006
Total (15 to 17)	18	(138)	32,398	256,050	64,372	32,786	0	82,984	29,915	(4,192)	28,405	0	0	2,872	57,000	525,452
Recoveries from reinsurance business ceded -																
In Singapore	19	129,211	340,261	2,020,952	48,070	31,919	4,213	0	13,685	(61,910)	227,884	1,055	0	52,101	232,815	2,807,441
To other ASEAN countries	20	0	470	(24,690)	0	0	0	0	0	0	0	0	0	0	0	(24,220)
To other countries	21	15,188	58,546	185,810	0	0	0	0	0	(2,629)	22,988	0	0	129,380	149,739	409,283
Total (19 to 21)	22	144,399	399,277	2,182,072	48,070	31,919	4,213	0	13,685	(64,539)	250,872	1,055	0	181,481	382,554	3,192,504
Net claims settled (14 + 18 - 22)	23	204,788	335,884	543,665	13,399,270	1,369,309	359,520	163,115	642,669	3,437	82,612	84	0	63,043	791,845	17,167,396
Claims liabilities at end of period	24	1,415,239	2,866,039	2,132,799	18,826,989	3,830,420	185,529	9,547	3,501,930	52,851	220,763	15,965	0	43,825	3,835,334	33,101,896
Claims liabilities at beginning of period	25	1,282,255	2,453,366	2,051,744	20,656,371	4,808,931	463,295	29,260	4,833,096	141,392	296,973	112,513	0	54,007	5,437,981	37,183,203
Net claims incurred (23 + 24 - 25)	26	337,772	748,557	624,720	11,569,888	390,798	81,754	143,402	(688,497)	(85,104)	6,402	(96,464)	0	52,861	(810,802)	13,086,089
C. MANAGEMENT EXPENSES																
Management Expenses	27	831,099	425,284	1,711,531	2,994,827	836,518	785,793	171,070	438,872	151,336	160,149	846	0	154,224	905,427	8,661,549
D. DISTRIBUTION EXPENSES																
Commissions	28	607,941	1,089,916	1,729,305	2,694,059	411,091	449,270	119,461	145,072	11,820	105,360	7,573	0	221,437	491,262	7,592,305
Reinsurance commissions	29	299,758	1,823,841	1,859,975	(2,812)	3,723	29,292	14,240	4,172	23,591	193,522	108	0	396,467	617,860	4,645,877
Net commissions incurred (28 - 29)	30	308,183	(733,925)	(130,670)	2,696,871	407,368	419,978	105,221	140,900	(11,771)	(88,162)	7,465	0	(175,030)	(126,598)	2,946,428
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	1,132,708	1,241,092	736,384	(1,535,849)	1,648,811	1,167,373	247,493	917,958	(17,190)	138,017	113,477	0	244,943	1,397,205	6,035,217
F. NET INVESTMENT INCOME	33	403,800	272,073	443,178	2,225,732	540,642	390,593	102,778	132,395	5,206	19,216	4,053	0	45,325	206,195	4,584,991
G. OPERATING RESULT (32 + 33)	34	1,536,508	1,513,165	1,179,562	689,883	2,189,453	1,557,966	350,271	1,050,353	(11,984)	157,233	117,530	0	290,268	1,603,400	10,620,208

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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

General: Offshore Insurance Fund

Reporting Cycle: 2007 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	2,135,530	316,998	74,703	2,527,231
Reinsurance business accepted -						
In Singapore	2	0	394,330	563,598	0	957,928
From other ASEAN countries	3	93,658	466,897	334,628	3,359,926	4,255,109
From other countries	4	7,230	1,207,522	21,348	13,693	1,249,793
Total (2 to 4)	5	100,888	2,068,749	919,574	3,373,619	6,462,830
Reinsurance business ceded -						
In Singapore	6	985	2,415,898	799,228	30,268	3,246,379
To other ASEAN countries	7	127	11,271	18,870	1,619	31,887
To other countries	8	6,590	518,145	101,499	77,648	703,882
Total (6 to 8)	9	7,702	2,945,314	919,597	109,535	3,982,148
Net premiums written (1 + 5 - 9)	10	93,186	1,258,965	316,975	3,338,787	5,007,913
Premium liabilities at beginning of period	11	24,938	332,037	619,412	622,964	1,599,351
Premium liabilities at end of period	12	25,407	407,134	155,783	331,225	919,549
Premiums earned during the period (10 + 11 - 12)	13	92,717	1,183,868	780,604	3,630,526	5,687,715
B. CLAIMS						
Gross claims settled						
Direct business	14	0	747,481	1,650,251	1,674	2,399,406
Reinsurance business accepted -						
In Singapore	15	0	96,357	63,778	0	160,135
From other ASEAN countries	16	11,921	407,909	209,352	478,183	1,107,365
From other countries	17	0	105,741	0	5,102	110,843
Total (15 to 17)	18	11,921	610,007	273,130	483,285	1,378,343
Recoveries from reinsurance business ceded -						
In Singapore	19	0	839,557	1,486,200	0	2,325,757
To other ASEAN countries	20	0	0	2,671	0	2,671
To other countries	21	0	99,685	259,867	0	359,552
Total (19 to 21)	22	0	939,242	1,748,738	0	2,687,980
Net claims settled (14 + 18 - 22)	23	11,921	418,246	174,643	484,959	1,089,769
Claims liabilities at end of period	24	79,645	2,064,252	205,741	1,435,536	3,785,174
Claims liabilities at beginning of period	25	83,080	1,552,969	278,459	1,145,999	3,060,507
Net claims incurred (23 + 24 - 25)	26	8,486	929,529	101,925	774,496	1,814,436
C. MANAGEMENT EXPENSES						
Management Expenses	27	29,557	294,498	187,638	1,534,634	2,046,327
D. DISTRIBUTION EXPENSES						
Commissions	28	21,367	614,095	259,886	967,346	1,862,694
Reinsurance commissions	29	28	721,121	339,549	5,054	1,065,752
Net commissions incurred (28 - 29)	30	21,339	(107,026)	(79,663)	962,292	796,942
Other distribution expenses	31	0	0	0	0	0
E. UNDERWRITING RESULTS						
Underwriting gain / (loss) (13 - 26 - 27 - 30 - 31)	32	33,335	66,867	570,704	359,104	1,030,010
F. NET INVESTMENT INCOME	33	3,622	48,928	12,319	129,755	194,624
G. OPERATING RESULT (32 + 33)	34	36,957	115,795	583,023	488,859	1,224,634

ANNUAL RETURN: NOTES TO FORM 6

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 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.

Management Expenses:

Management expenses are specifically identified to General Singapore Insurance Fund and General Offshore Insurance Fund and to the respective classes of business where possible. Common expenses are, however, allocated to General Singapore Insurance Fund and General Offshore Insurance Fund and the respective classes of business either on a time allocation or net written premium basis.

Net Investment Income:

Net investment income is specifically identified to General Singapore Insurance Fund and General Offshore Insurance Fund. The income within General Singapore Insurance Fund and General Offshore Insurance Fund is allocated to the respective classes of business according to the net premiums written.

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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 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.

Management Expenses:

Management expenses are specifically identified to General Singapore Insurance Fund and General Offshore Insurance Fund and to the respective classes of business where possible. Common expenses are, however, allocated to General Singapore Insurance Fund and General Offshore Insurance Fund and the respective classes of business either on a time allocation or net written premium basis.

Net Investment Income:

Net investment income is specifically identified to General Singapore Insurance Fund and General Offshore Insurance Fund. The income within General Singapore Insurance Fund and General Offshore Insurance Fund is allocated to the respective classes of business according to the net premiums written.

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

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

NIL

ANNUAL RETURN: FORM 7 - STATEMENT IN RESPECT OF ACCIDENT AND HEALTH BENEFITS

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

Form 7 (b) - Accident and Health Insurance (Short-term)

Description	Row No.	Medical Expense	Medical Expense	Critical Illness	Critical Illness	Disability	Disability	Personal Accident	Personal Accident	Hospital Cash	Hospital Cash	Total	Total
		Individual	Group	Individual	Group	Individual	Group	Individual	Group	Individual	Group	Individual	Group
A. PREMIUMS													
Gross premiums	1	12,214	0	184,336	0	0	0	2,825,509	0	531,472	0	3,553,531	0
Reinsurance ceded	2	0	0	64,545	0	0	0	304,057	0	0	0	368,602	0
Net premiums written (1 - 2)	3	12,214	0	119,791	0	0	0	2,521,452	0	531,472	0	3,184,929	0
Premium liabilities at beginning of period	4	999	0	10,747	0	0	0	272,418	0	30,159	0	314,323	0
Premium liabilities at end of period	5	700	0	6,900	0	0	0	338,972	0	30,596	0	377,168	0
Premium earned during the period (3 + 4 - 5)	6	12,513	0	123,638	0	0	0	2,454,898	0	531,035	0	3,122,084	0
B. CLAIMS													
Gross claims settled	7	12,920	0	82,984	0	0	0	363,733	0	67,211	0	526,848	0
Reinsurance recoveries	8	0	0	0	0	0	0	4,213	0	0	0	4,213	0
Net claims settled (7 - 8)	9	12,920	0	82,984	0	0	0	359,520	0	67,211	0	522,635	0
Claim liabilities at end of period	10	0	0	2,847	0	0	0	185,529	0	6,700	0	195,076	0
Claim liabilities at beginning of period	11	0	0	10,500	0	0	0	463,295	0	18,760	0	492,555	0
Net claims incurred (9 + 10 - 11)	12	12,920	0	75,331	0	0	0	81,754	0	55,151	0	225,156	0
C. MANAGEMENT EXPENSES													
Management expenses	13	3,149	0	30,887	0	0	0	785,793	0	137,034	0	956,863	0
D. DISTRIBUTION EXPENSES													
Commissions	14	2,643	0	16,125	0	0	0	449,270	0	100,693	0	568,731	0
Reinsurance commissions	15	0	0	14,240	0	0	0	29,292	0	0	0	43,532	0
Net commissions incurred (14 - 15)	16	2,643	0	1,885	0	0	0	419,978	0	100,693	0	525,199	0
Other distribution expenses	17	0	0	0	0	0	0	0	0	0	0	0	0
E. UNDERWRITING RESULTS (6 - 12 - 13 - 16 - 17)	18	-6,199	0	15,535	0	0	0	1,167,373	0	238,157	0	1,414,866	0
F. NET INVESTMENT INCOME	19	1,892	0	18,557	0	0	0	390,593	0	82,329	0	493,371	0
G. OPERATING RESULTS (18 + 19)	20	-4,307	0	34,092	0	0	0	1,557,966	0	320,486	0	1,908,237	0
H. OTHERS													
Number of policies in force	21	12	0	77	0	0	0	10,049	0	1,522	0	11,660	0
Number of lives covered under policies in force	22	19	0	99	0	0	0	11,530	0	1,807	0	13,455	0
Number of claims registered	23	1	0	1	0	0	0	215	0	38	0	255	0

ANNUAL RETURN: NOTES TO FORM 7(b)

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

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

Management expenses and net investment income are allocated to the respective classes of business according to the net premium written

ANNUAL RETURN: FORM 7(b) - ADDITIONAL INFORMATION

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

NIL

ANNUAL RETURN: FORM 8 - BALANCE SHEET IN RESPECT OF GLOBAL BUSINESS OPERATIONS

Reporting Cycle:

Description	Row No.
ASSETS	
Equity securities	1
Debt securities	2
Land and buildings	3
Loans	4
Cash and deposits	5
Other invested assets	6
Investment income due or accrued	7
Outstanding premiums and agents' balances	8
Deposits withheld by cedants	9
Reinsurance recoverables (on paid claims)	10
Income tax recoverables	11
Fixed assets	12
Inter-fund balances and intra-group balances (due from)	13
Other assets	14
Total Assets (1 to 14)	15
LIABILITIES	
Policy liabilities	16
Other liabilities	
Outstanding claims	17
Annuities due and unpaid	18
Reinsurance deposits	19
Amounts owing to insurers	20
Bank loans and overdrafts	21
Inter-fund balances and intra-group balances (due to)	22

Others	23
Total Liabilities (16 to 23)	24
NET ASSETS (15 - 24)	25
SHAREHOLDERS' EQUITY & SURPLUS	
Paid-up capital	26
Reserves:	
Unappropriated profits (losses)	27
Other reserves	28
Surplus	29
Total (26 to 29)	30

ANNUAL RETURN: ANNEX 8A - STATEMENT OF CHANGES IN EQUITY OF SHAREHOLDERS FUND

Reporting Cycle:

Description	Row No.
Balance at beginning of period	1
Changes in accounting policy	2
Increase (decrease) in reserves	3
Net profit for the period	4
Dividends paid for the period	5
Issue of share capital	6
Transfer (to) from insurance funds maintained in Singapore	7
Transfer (to) from overseas (branch) operations	8
Balance at End of Period	9

**ANNUAL RETURN: ANNEX 8B - INTRA-GROUP BALANCES IN RESPECT OF OVERSEAS OPERATIONS
(GENERAL BUSINESS)**

Reporting Cycle:

Description	Row No.	Amount
Due From		
Balances due from head office / shareholders fund	1	
Balances due from related corporations	2	
Balances due from insurance funds established and maintained under the Act	3	
Total Balances Due From	4	
Due To		
Balances due to head office / shareholders fund	5	
Balances due to related corporations	6	
Balances due to insurance funds established and maintained under the Act	7	
Total Balances Due To	8	
Total Net Balances (4 - 8)	9	

ANNUAL RETURN: NOTES TO FORM 8

Reporting Cycle:

Note 1 Breakdown of "Other Reserves"	Row No.	Amount
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ANNUAL RETURN: FORM 8 - ADDITIONAL INFORMATION

Reporting Cycle:

ANNUAL RETURN: FORM 9 - PROFIT AND LOSS ACCOUNT IN RESPECT OF GLOBAL BUSINESS OPERATIONS

Reporting Cycle:

Description	Row No.
Gross premiums	1
Less: Outward reinsurance premiums	2
Investment revenue	3
Less: Investment expenses	4
Other income	5
Total Income (1 to 5)	6
Gross claims settled	7
Less: Reinsurance recoveries	8
Management expenses	9
Distribution expenses	10
Increase (decrease) in net policy liabilities	11
Provision for doubtful debts / bad debts written off on receivables	12
Taxation expenses	13
Other expenses	14

Total Outgo (7 to 14)	15
NET INCOME (6 - 15)	16

ANNUAL RETURN: FORM 9 - ADDITIONAL INFORMATION

Reporting Cycle:

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

ACTUARIAL INVESTIGATION OF POLICY LIABILITIES

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

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	Singapore Insurance Fund	Offshore Insurance Fund
Premium Liabilities	12,115,854	882,377
Claim Liabilities	31,249,236	3,131,883
Policy Liabilities	43,365,090	4,014,260

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

None

ANNUAL RETURN: FORM 20 - ADDITIONAL INFORMATION

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

NIL

**ANNUAL RETURN: FORM 21 - STATEMENT IN RELATION TO FUND SOLVENCY REQUIREMENT OF
INSURANCE FUND**

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

General: Singapore Insurance Fund

Reporting Cycle: 2007 12

Description	Row No.	Amount
(i) Financial Resources of Insurance Fund		
Balance in the surplus account (of participating fund)	1	0
Add:		
Allowance for provision for non-guaranteed benefits (of participating fund): (lower of 3 or 4)	2	0
Policy liabilities - minimum condition liability	3	0
50% of aggregate of provisions for non-guaranteed benefits and PAD	4	0
Surplus of insurance fund (of any other insurance fund)	5	33,217,282
Less:		
Reinsurance adjustment	6	332,701
Financial resource adjustment: (8 to 12)	7	0
(a) loans to, guarantees granted for, and other unsecured amounts owed to the registered insurer	8	0
(b) charged assets	9	0
(c) deferred tax assets	10	0
(d) intangible assets	11	0
(e) other financial resource adjustments	12	0
Financial Resources of Insurance Fund (1 + 2 + 5 - 6 - 7)	13	32,884,581
(ii) Total Risk Requirement of Insurance Fund		
A. Component 1 Requirement - Insurance Risks		
Life Insurance Risk Requirement (for participating fund): (15 + 18)	14	0
(a) Policy Liability Risk Requirement: (zero or 16 - 17, whichever is higher)	15	0
Modified minimum condition liability	16	0
Minimum condition liability	17	0
(b) Surrender Value Condition Risk Requirement: (zero or 19 - 20, whichever is higher)	18	0
Aggregate of surrender values of policies of the insurance fund	19	0
Higher of 21 or 22:	20	0
Sum of total risk requirement and minimum condition liability of the insurance fund	21	0
Policy liabilities of the insurance fund	22	0
Life Insurance Risk Requirement (other than participating fund) (24 + 27)	23	0
(a) Policy Liability Risk Requirement: (zero or 25 - 26, whichever is higher)	24	0
Modified policy liabilities	25	0
Policy Liabilities	26	0
(b) Surrender Value Condition Risk Requirement: (zero or 28 - 29, whichever is higher)	27	0
Aggregate of surrender values of policies of the insurance fund	28	0
Sum of total risk requirement and policy liabilities of the insurance fund	29	0
General Insurance Risk Requirement (for general business): (31 to 32)	30	10,921,067
(a) Premium liability risk requirement	31	2,440,597
(b) Claim liability risk requirement	32	8,480,470
Total C1 Requirement (14 + 23 + 30)	33	10,921,067
B. Component 2 Requirement - Investment Risks and Risks arising from Interest Rate Sensitivity and Foreign Currency Mismatch between Asset and Liabilities		
Equity Investment Risk Requirement (35 to 36)	34	1,463,758
(a) Specific Risk Requirement	35	731,879

(b) General Risk Requirement	36	731,879	
Debt Investment and Duration Mismatch Risk Requirement: (38 or 43, whichever is higher)	37		1,428,252
(a) Sum of: (39 + 42)	38	1,428,252	
Debt investment risk requirement in an increasing interest rate environment (40 to 41)	39	1,428,252	
Debt specific risk requirement	40	441,767	
Debt general risk requirement	41	986,485	
Liability adjustment requirement in an increasing interest rate environment	42	0	
(b) Sum of: (44 + 47)	43	-544,718	
Debt investment risk requirement in a decreasing interest rate environment (45 to 46)	44	-544,718	
Debt specific risk requirement	45	441,767	
Negative of debt general risk requirement	46	-986,485	
Liability adjustment requirement in a decreasing interest rate environment	47	0	
Loan Investment Risk Requirement	48		0
Property Risk Requirement	49		0
Foreign Currency Mismatch Risk Requirement (for Singapore Insurance Fund)	50		0
Derivative Counterparty Risk Requirement	51		1,017
Miscellaneous Risk Requirement	52		974,156
Total C2 Requirement (34 + 37 + 48 + 49 + 50 + 51 + 52)	53		3,867,183
C. Component 3 Requirement - Concentration Risks			
Counterparty Exposure	54		0
Equity Securities Exposure	55		0
Unsecured Loans Exposure	56		0
Property Exposure	57		0
Foreign Currency Risk Exposure	58		0
Exposure to assets in miscellaneous risk requirements	59		0
Exposure to non-liquid assets with Singapore Insurance Fund (for general business)	60		0
Total C3 Requirement (54 to 60)	61		0
Total Risk Requirement of Insurance Fund (33 + 53 + 61)	62		14,788,250

**ANNUAL RETURN: FORM 21 - STATEMENT IN RELATION TO FUND SOLVENCY REQUIREMENT OF
INSURANCE FUND**

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

General: Offshore Insurance Fund

Reporting Cycle: 2007 12

Description	Row No.	Amount
(i) Financial Resources of Insurance Fund		
Balance in the surplus account (of participating fund)	1	0
Add:		
Allowance for provision for non-guaranteed benefits (of participating fund): (lower of 3 or 4)	2	0
Policy liabilities - minimum condition liability	3	0
50% of aggregate of provisions for non-guaranteed benefits and PAD	4	0
Surplus of insurance fund (of any other insurance fund)	5	3,817,683
Less:		
Reinsurance adjustment	6	49,756
Financial resource adjustment: (8 to 12)	7	0
(a) loans to, guarantees granted for, and other unsecured amounts owed to the registered insurer	8	0
(b) charged assets	9	0
(c) deferred tax assets	10	0
(d) intangible assets	11	0
(e) other financial resource adjustments	12	0
Financial Resources of Insurance Fund (1 + 2 + 5 - 6 - 7)	13	3,767,927
(ii) Total Risk Requirement of Insurance Fund		
A. Component 1 Requirement - Insurance Risks		
Life Insurance Risk Requirement (for participating fund): (15 + 18)	14	0
(a) Policy Liability Risk Requirement: (zero or 16 - 17, whichever is higher)	15	0
Modified minimum condition liability	16	0
Minimum condition liability	17	0
(b) Surrender Value Condition Risk Requirement: (zero or 19 - 20, whichever is higher)	18	0
Aggregate of surrender values of policies of the insurance fund	19	0
Higher of 21 or 22:	20	0
Sum of total risk requirement and minimum condition liability of the insurance fund	21	0
Policy liabilities of the insurance fund	22	0
Life Insurance Risk Requirement (other than participating fund) (24 + 27)	23	0
(a) Policy Liability Risk Requirement: (zero or 25 - 26, whichever is higher)	24	0
Modified policy liabilities	25	0
Policy Liabilities	26	0
(b) Surrender Value Condition Risk Requirement: (zero or 28 - 29, whichever is higher)	27	0
Aggregate of surrender values of policies of the insurance fund	28	0
Sum of total risk requirement and policy liabilities of the insurance fund	29	0
General Insurance Risk Requirement (for general business): (31 to 32)	30	1,189,898
(a) Premium liability risk requirement	31	68,615
(b) Claim liability risk requirement	32	1,121,283
Total C1 Requirement (14 + 23 + 30)	33	1,189,898
B. Component 2 Requirement - Investment Risks and Risks arising from Interest Rate Sensitivity and Foreign Currency Mismatch between Asset and Liabilities		
Equity Investment Risk Requirement (35 to 36)	34	0
(a) Specific Risk Requirement	35	0
(b) General Risk Requirement	36	0
Debt Investment and Duration Mismatch Risk Requirement:		

(38 or 43, whichever is higher)	37	110,513
(a) Sum of: (39 + 42)	38	110,513
Debt investment risk requirement in an increasing interest rate environment (40 to 41)	39	110,513
Debt specific risk requirement	40	20,451
Debt general risk requirement	41	90,062
Liability adjustment requirement in an increasing interest rate environment	42	0
(b) Sum of: (44 + 47)	43	-69,611
Debt investment risk requirement in a decreasing interest rate environment (45 to 46)	44	-69,611
Debt specific risk requirement	45	20,451
Negative of debt general risk requirement	46	-90,062
Liability adjustment requirement in a decreasing interest rate environment	47	0
Loan Investment Risk Requirement	48	0
Property Risk Requirement	49	0
Foreign Currency Mismatch Risk Requirement (for Singapore Insurance Fund)	50	19,266
Derivative Counterparty Risk Requirement	51	5
Miscellaneous Risk Requirement	52	255,641
Total C2 Requirement (34 + 37 + 48 + 49 + 50 + 51 + 52)	53	385,425
C. Component 3 Requirement - Concentration Risks		
Counterparty Exposure	54	0
Equity Securities Exposure	55	0
Unsecured Loans Exposure	56	0
Property Exposure	57	0
Foreign Currency Risk Exposure	58	0
Exposure to assets in miscellaneous risk requirements	59	0
Exposure to non-liquid assets with Singapore Insurance Fund (for general business)	60	0
Total C3 Requirement (54 to 60)	61	0
Total Risk Requirement of Insurance Fund (33 + 53 + 61)	62	1,575,323

ANNUAL RETURN: FORM 21 - ADDITIONAL INFORMATION

I524C HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Reporting Cycle: 2007 12

NIL

ANNUAL RETURN: FORM 22 - STATEMENT IN RELATION TO TOTAL RISK REQUIREMENT OF ASSETS AND LIABILITIES OF REGISTERED INSURER THAT DO NOT BELONG TO ANY INSURANCE FUND ESTABLISHED AND MAINTAINED UNDER THE ACT

Reporting Cycle:

Description
(i) Total Risk Requirement
A. Component 1 Requirement - Insurance Risks
Life Insurance Risk Requirement:
(for participating business only) (2 + 5)
(a) Policy Liability Risk Requirement: (zero or 3 - 4, whichever is higher)
Modified minimum condition liability
Minimum condition liability
(b) Surrender Value Condition Risk Requirement: (zero or 6 - 7, whichever is higher)
Aggregate of surrender values of policies
Higher of 8 or 9:
Sum of total risk requirement and minimum condition liability
Policy liabilities
 Life Insurance Risk Requirement: (other than participating business) (11 + 14)
(a) Policy Liability Risk Requirement: (zero or 12 - 13, whichever is higher)
Modified policy liabilities
Policy liabilities
(b) Surrender Value Condition Risk Requirement: (zero or 15 - 16, whichever is higher)
Aggregate of surrender values of policies
Sum of total risk requirement and policy liabilities
 General Insurance Risk Requirement (for general business) (18 to 19)
(a) Premium liability risk requirement
(b) Claim liability risk requirement
 Total C1 Requirement (1 + 10 + 17)
 B. Component 2 Requirement - Investment Risks and Risks arising from Interest
Rate Sensitivity and Foreign Currency Mismatch between Asset and Liabilities
Equity Investment Risk Requirement: (22 to 23)
(a) Specific Risk Requirement
(b) General Risk Requirement
 Debt Investment and Duration Mismatch Risk Requirement:
(25 or 30, whichever is higher)
(a) Sum of: (26 + 29)
Debt investment risk requirement in an increasing interest rate environment
(27 to 28)

Debt specific risk requirement

Debt general risk requirement

Liability adjustment requirement in an increasing interest rate environment

(b) Sum of: (31 + 34)

Debt investment risk requirement in a decreasing interest rate environment

(32 to 33)

Debt specific risk requirement

Negative of debt general risk requirement

Liability adjustment requirement in a decreasing interest rate environment

Loan Investment Risk Requirement

Property Risk Requirement

Derivative Counterparty Risk Requirement

Miscellaneous Risk Requirement

Total C2 Requirement (21 + 24 + 35 + 36 + 37 + 38)

**Total Risk Requirement of Assets and Liabilities of Registered Insurer that do not
belong to any insurance fund established and maintained under the Act (20 + 39)**

ANNUAL RETURN: FORM 22 - ADDITIONAL INFORMATION

Reporting Cycle:

ANNUAL RETURN

FORM 23 - STATEMENT IN RELATION TO CAPITAL ADEQUACY REQUIREMENT OF REGISTERED INSURER

Reporting Cycle:

Description	Row No.
(i) Financial Resources of Registered Insurer	
A. Tier 1 Resource	
Aggregate of surpluses of all insurance funds other than a participating fund	1
Balances in the surplus account of each participating fund	2
Paid-up ordinary share capital	3
Unappropriated profits (losses)	4
Surpluses of Overseas Branch Operations	5
Irredeemable and non-cumulative preference shares	6
Any other capital instrument approved by the Authority as a Tier 1 resource	7
Less:	
Reinsurance adjustment	8
Financial resource adjustment: (10 to 14)	9
(a) loans to, guarantees granted for and other unsecured amounts owed to the registered insurer	10
(b) charged assets	11
(c) deferred tax assets	12
(d) intangible assets	13
(e) other financial resource adjustments	14
Total Tier 1 Resource (1 to 7 less 8 to 9)	15
B. Tier 2 Resource	
Irredeemable and non-cumulative preference shares not recognised as Tier 1 resource	16
Irredeemable and non-cumulative preference shares	17
Other Tier 2 resource	18
Total Tier 2 Resource (16 to 18)	19
C. Aggregate of allowance for provisions for non-guaranteed benefits of participating funds	20
Financial Resources of Registered Insurer (higher of \$5m or 15 + 19 +20)	21
(ii) Total Risk Requirement of Registered Insurer	
(a) Total risk requirements of insurance funds established or maintained under the Act	22
(b) Total risk requirements of assets and liabilities that do not belong to any insurance fund established and maintained under the Act	23
Total Risk Requirement of Registered Insurer (22 to 23)	24
CAPITAL ADEQUACY RATIO (21/24)	25

ANNUAL RETURN: FORM 23 - ADDITIONAL INFORMATION

Reporting Cycle: