

## **INDEX TO FORMS SBF RETURN - 2014**

<b>SBF020</b>	EXCHANGE RATES
<b>SBF050</b>	CLASS OF BUSINESS DESCRIPTIONS
<b>SBF105</b>	UNDERWRITING PERFORMANCE FORECAST
<b>SBF163</b>	SOURCE OF BUSINESS
<b>SBF169</b>	GEOGRAPHICAL SPLIT OF BUSINESS - location of risk
<b>SBF171</b>	TOTAL INVESTMENT RETURNS
<b>SBF420</b>	CAPACITY INFORMATION
<b>SBF452</b>	REALISTIC DISASTER SCENARIOS
<b>SBF730</b>	OUTWARDS REINSURANCE PREMIUMS

**FRANCHISE PERFORMANCE MANAGEMENT  
SYNDICATE BUSINESS FORECAST  
REPORTING PACK**

**Syndicate** 33  
**Year of Account** 2014  
**Managing Agent** Hiscox  
**Managing Agent Code** 1915C

<b>Currency</b>	<b>Plan Rate of Exchange</b>
GBP	1
CAD	1.54
EUR	1.18
USD	1.52

## CLASS OF BUSINESS DESCRIPTIONS

<b>Class of Business Name</b>
Reinsurance
Marine & Energy
Property
Specialty
Art & Private Clients
Casualty
Aerospace

**105 Underwriting Performance Forecast**  
**Pure Year of Account at Ultimate**  
**2014**  
**Syndicate 33**

Class of Business Description	CNV
	Gross premiums written
Reinsurance	284,581,628
Marine & Energy	134,946,694
Property	273,895,220
Specialty	87,860,530
Art & Private Clients	50,979,181
Casualty	47,538,876
Aviation & Space	18,133,779
<b>Total</b>	<b>897,935,909</b>

## 163 SOURCE OF BUSINESS

Pure Year of Account at Ultimate

2014

Syndicate 33

CURRENCY CNV

## 1) Forecast of gross premiums written

<b>DIRECT</b>		
<b>Binding Authority, Service Companies and Line Slips</b>		
1	Binding Authorities delegated outside the Managing Agent	207,112,954
2	Service Companies	30,146,060
3	Lineslips	47,731,287
4	Other Direct Business	239,148,765
<b>REINSURANCE</b>		
5	Facultative	59,548,580
6	Treaty Proportional	35,125,281
7	Excess of Loss	258,583,056
8	Stop Loss	20,539,926
9	<b>TOTAL (Sum 1 to 8)</b>	<b>897,935,909</b>

## 2)

Brokers anticipated to provide in excess of 5% of the forecast gross premiums written together with the % of income expected from each.

Broker Name	%	Gross premiums written	Business arrangement fees payable
AON/430 Aon Ltd	0.08%	721,042	-
AON/554 Aon Ltd	0.26%	2,372,347	-
ABR/790 Aon Ltd	0.00%	40,407	-
AON/823 Aon Ltd	4.57%	41,051,834	-
ABR/875 Aon Ltd	8.58%	77,035,717	-
ABR/1108 Aon Ltd	6.76%	60,680,713	-
ABR/1219 Aon Ltd	3.45%	30,942,871	-
AON/1224 Aon Ltd	0.54%	4,890,159	-
AON/1907 Aon Benfield Italia S.p.A.	0.09%	770,429	-
LRM/460 Marsh Ltd	0.00%	17,959	-
GHC/501 Marsh Ltd	0.16%	1,409,759	-
CTB/509 Marsh Ltd	6.44%	57,785,767	-
BB /578 Marsh Ltd	0.01%	67,345	-
BRE/775 Marsh Ltd	10.56%	94,856,155	-
WIL/576 Willis Limited	1.79%	16,073,053	-
SCL/587 Special Contingency Risks Ltd	0.49%	4,396,294	-
WUK/716 Willis Limited	0.00%	22,448	-
WLM/801 Willis Limited	7.93%	71,233,256	-
MIL/621 Miller Insurance Services LLP	8.23%	73,893,840	-

## 3) % of gross premiums written expected from the following sources:

Source of business	%	Gross premiums written
Consortium	0.00%	-
Website	0.28%	2,514,221

## 169 Geographical Split of Business - location of risk

Pure Year of Account at Ultimate

2014

CURRENCY CNV

Syndicate 33

Region	Gross Premiums Written	% of Total Gross Premiums Written %
<b>Americas</b>		
South America	16,223,906	1.8%
North America	306,378,426	34.1%
Central America	3,897,940	0.4%
Caribbean	14,813,249	1.6%
<b>Asia Pacific</b>		
South Asia	6,779,416	0.8%
Oceania	13,685,441	1.5%
East Asia	38,179,337	4.3%
Central Asia	1,418,739	0.2%
<b>Europe</b>		
Western Europe excluding UK	27,801,892	3.1%
UK	9,529,794	1.1%
Central and Eastern Europe	4,853,344	0.5%
<b>Middle East and Africa</b>		
Northern Africa	2,814,131	0.3%
Middle East	8,120,034	0.9%
Central and Southern Africa	5,202,641	0.6%
Worldwide with USA exclusions	34,610,042	3.9%
Worldwide	403,627,579	45.0%
<b>Total</b>	<b>897,935,909</b>	

171 Total Investment Returns

**Calendar Year**                      **2014**  
**Syndicate 33**

	CNV	GBP	USD
<b>Investment return</b>	14,610,000	2,068,000	19,064,000

<b>Investment Manager</b>	Return Range		CCY
	From (%)	To (%)	
Alliance Bernstein Ltd	0.75%	1.50%	Sterling
Alliance Bernstein Ltd	0.30%	1.10%	Euro
Wellington Management Company	0.80%	1.50%	US Dollar
UBS Global Asset Management	1.00%	2.00%	Can Dollar

## 420 Capacity Information

2014  
Syndicate 33

CURRENCY 

CNV
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Capital Provider Category	Estimated Level of Support	New Capacity
Aligned Corporate	725,322,105	36,266,105
Other direct corporate	3,134,737	156,737
Members' Agent - MAPA	48,491,579	2,424,579
Members' Agent - Non MAPA	223,051,579	11,152,579
QQS Capacity	-	-
<b>Total Capacity</b>	<b>1,000,000,000</b>	<b>50,000,000</b>

### Aligned (members controlled by the Managing Agent) Member

Member Number	Member Name	Syndicate Participation
053493D	Hiscox Dedicated Corporate Member Ltd	725,322,105



## 452 Realistic Disaster Scenarios

### All Reporting Years of Account Combined Syndicate 33

CURRENCY

CNV

Realistic Disaster Scenario Event	Gross Loss	Net Loss	Final Loss
Two Events - North East Windstorm	(351,973,684)	(80,921,053)	(75,657,895)
Two Events - Carolinas Windstorm	(296,052,632)	(91,447,368)	(82,236,842)
Florida Windstorm - Miami Dade	(348,684,211)	(47,368,421)	(46,052,632)
Florida Windstorm - Pinellas	(414,473,684)	(81,578,947)	(49,342,105)
Gulf of Mexico Windstorm - Major Hurricane landing in Galveston, Texas	(427,631,579)	(61,842,105)	(72,368,421)
European Windstorm - Central Track	(197,368,421)	(84,868,421)	(78,947,368)
Japanese Typhoon - Based on Isewan	(115,131,579)	(48,684,211)	(46,052,632)
UK Flood - Thames Flood RDS Event	(98,684,211)	(35,526,316)	(32,894,737)
California Earthquake - Los Angeles	(345,394,737)	(26,315,789)	(39,473,684)
California Earthquake - San Francisco	(345,394,737)	(26,315,789)	(39,473,684)
New Madrid Earthquake - RDS Event	(171,052,632)	(13,157,895)	(19,736,842)
Japanese Earthquake - Based on 1923 Great Kanto Earthquake	(230,263,158)	(80,921,053)	(78,947,368)
Terrorism - Exchange Place	(125,000,000)	(42,763,158)	(42,763,158)
Terrorism - Rockefeller Center	(213,815,789)	(65,131,579)	(65,789,474)
Alternative RDS A - To be specified by syndicate	(282,894,737)	(81,578,947)	(85,526,316)
Alternative RDS B - To be specified by syndicate	(32,894,737)	(28,289,474)	(26,315,789)
Marine - Marine Collision in Prince William Sound	(115,131,579)	(41,447,368)	(52,631,579)
Marine - Sunk/Damaged Cruise Liner	(111,842,105)	(48,026,316)	(52,631,579)
Loss of Major Complex - To be specified by syndicate	(144,736,842)	(57,894,737)	(65,789,474)
Aviation Collision - To be specified by syndicate	(32,894,737)	(19,736,842)	(19,736,842)
Satellite Risk - Proton Flare	(32,894,737)	(19,736,842)	(19,736,842)
Satellite Risk - Generic Defect	(32,894,737)	(19,736,842)	(19,736,842)
Liability - Internal Scenario 1	(6,578,947)	(6,578,947)	(6,578,947)
Liability - Internal Scenario 2	(6,578,947)	(6,578,947)	(6,578,947)
Political Risks - South East Asia/China	(32,894,737)	(32,894,737)	(32,894,737)
Political Risks - Middle East	(6,578,947)	(6,578,947)	(6,578,947)
Political Risks - Turkey	(19,736,842)	(19,736,842)	(19,736,842)
Political Risks - Russian Federation	(52,631,579)	(52,631,579)	(52,631,579)
Political Risks - Nigeria	(19,736,842)	(19,736,842)	(19,736,842)
AEP Loss 30 Year Return Period - US WS (Incl GM WS)	(486,798,220)	(132,249,538)	(125,222,875)
AEP Loss 30 Year Return Period - UC EQ	(146,523,531)	(54,289,997)	(50,769,593)
AEP Loss 30 Year Return Period - JP WS	(44,964,889)	(20,226,800)	(17,170,432)
AEP Loss 30 Year Return Period - JP EQ	(75,090,567)	(30,309,366)	(24,823,239)
AEP Loss 30 Year Return Period - EU WS	(97,520,076)	(50,614,112)	(45,970,930)

730 Outwards Reinsurance Premiums

Pure Year of Account  
2014  
Syndicate 33

CURRENCY 

CNV
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Security	Estimated %					
	Facultative	Proportional treaty	Excess of loss treaty (LOD)	Excess of loss treaty (Other e.g. RAD)	Stop Loss	Total Spend by Tier
Lloyd's		21.89%	1.83%			23.72%
Tier 1		48.72%	17.50%	0.60%		66.82%
Tier 2						0.00%
Tier 3						0.00%
Tier 4						0.00%
Non Rated and Pools		1.19%	8.27%			9.46%
<b>Total Spend by Program</b>	<b>0.00%</b>	<b>71.80%</b>	<b>27.60%</b>	<b>0.60%</b>	<b>0.00%</b>	<b>100.00%</b>

Security	Outwards reinsurance premiums					
	Facultative	Proportional treaty	Excess of loss treaty (LOD)	Excess of loss treaty (Other e.g. RAD)	Stop Loss	Total Spend by Tier
Lloyd's		(57,212,298)	(4,782,938)			(61,995,235)
Tier 1		(127,335,913)	(45,738,475)	(1,568,176)		(174,642,564)
Tier 2						
Tier 3						
Tier 4						
Non Rated and Pools		(3,110,216)	(21,614,696)			(24,724,913)
<b>Total Spend by Program</b>	<b>0</b>	<b>(187,658,427)</b>	<b>(72,136,109)</b>	<b>(1,568,176)</b>		<b>(261,362,712)</b>

	AM Best	Moody's	S&P
Tier 1	A++ to A-	Aaa to A3	AAA to A-
Tier 2	B++ to B-	Baa1 to Ba3	BBB+ to BB-
Tier 3	C++ to C-	B1 to Caa	B+ to CCC
Tier 4	D, E, F, S	Ca to C	R, (U, S) 3