

ANNUAL RETURN: FORM 1 - FUND BALANCE SHEET

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Annex	Row No.	Amount
ASSETS			
Equity securities	1A	1	700,000
Debt securities	1B	2	168,895,077
Land and buildings	1C	3	0
Loans	1D	4	0
Cash and deposits		5	13,770,745
Other invested assets	1E	6	0
Investment income due or accrued		7	131
Outstanding premiums and agents' balances	1F	8	23,466,763
Deposits withheld by cedants		9	939,358
Reinsurance recoverables (on paid claims)	1G	10	883,632
Income tax recoverables		11	0
Fixed assets	1H	12	536,091
Inter-fund balances and intra group balances (due from)	1I	13	861,297
Other assets	1J	14	2,404,085
Total Assets (1 to 14)		15	212,457,179
LIABILITIES			
Policy liabilities	1K	16	96,264,000
Other liabilities:			
Outstanding claims		17	0
Annuities due and unpaid		18	0
Reinsurance deposits		19	151,126
Amounts owing to insurers		20	14,149,418
Bank loans and overdrafts		21	0
Inter-fund balances and intra-group balances (due to)	1L	22	5,941,169
Others	1M	23	16,165,580
Total Liabilities (16 to 23)		24	132,671,293
SURPLUS (15 - 24)	1N	25	79,785,886

ANNUAL RETURN: FORM 1 - FUND BALANCE SHEET

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Offshore Insurance Fund

Description	Annex	Row No.	Amount
ASSETS			
Equity securities	1A	1	0
Debt securities	1B	2	27,085,895
Land and buildings	1C	3	0
Loans	1D	4	0
Cash and deposits		5	9,459,156
Other invested assets	1E	6	0
Investment income due or accrued		7	0
Outstanding premiums and agents' balances	1F	8	1,063,168
Deposits withheld by cedants		9	0
Reinsurance recoverables (on paid claims)	1G	10	2,085,028
Income tax recoverables		11	0
Fixed assets	1H	12	0
Inter-fund balances and intra group balances (due from)	1I	13	87,700
Other assets	1J	14	157,784
Total Assets (1 to 14)		15	39,938,731
LIABILITIES			
Policy liabilities	1K	16	4,917,000
Other liabilities:			
Outstanding claims		17	0
Annuities due and unpaid		18	0
Reinsurance deposits		19	3,987,955
Amounts owing to insurers		20	2,495,686
Bank loans and overdrafts		21	0
Inter-fund balances and intra-group balances (due to)	1L	22	1,201,713
Others	1M	23	1,273,902
Total Liabilities (16 to 23)		24	13,876,256
SURPLUS (15 - 24)	1N	25	26,062,475

ANNUAL RETURN: ANNEX 1A - INVESTMENT IN EQUITY SECURITIES

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Row No.	Listed	Unlisted	Amount
Equity securities other than collective investment schemes	1	0	700,000	700,000
Collective investment schemes	2	0	0	0
Total (1 to 2) = Row 1 of Form 1	3			700,000

ANNUAL RETURN: ANNEX 1A - INVESTMENT IN EQUITY SECURITIES

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Government debt securities	1	116,001,999
Qualifying debt securities	2	52,893,078
Other debt securities	3	0
Total (1 to 3) = Row 2 of Form 1	4	168,895,077

ANNUAL RETURN: ANNEX 1B - INVESTMENT IN DEBT SECURITIES

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Government debt securities	1	23,766,938
Qualifying debt securities	2	3,318,957
Other debt securities	3	0
Total (1 to 3) = Row 2 of Form 1	4	27,085,895

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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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

I726G QBE INSURANCE INTERNATIONAL LTD

General: Singapore Insurance Fund

Reporting Cycle: 2005 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

I726G QBE INSURANCE INTERNATIONAL LTD

General: Offshore Insurance Fund

Reporting Cycle: 2005 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

I726G QBE INSURANCE INTERNATIONAL LTD

General: Singapore Insurance Fund

Reporting Cycle: 2005 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	4,933,935	13,965,873	3,501,927	22,401,735
Above 3 months but not exceeding 6 months	3	296,906	537,342	71,482	905,730
Above 6 months but not exceeding 12 months	4	0	248,598	23,048	271,646
Above 12 months	5	0	0	0	0
Gross total (2 to 5)	6	5,230,841	14,751,813	3,596,457	23,579,111
Provision for doubtful debts	7	51,279	476,103	25,791	553,173
Total outstanding premiums and agents' balances in respect of direct business (6 - 7)	8	5,179,562	14,275,710	3,570,666	23,025,938
In respect of reinsurance business					
Bad debts written off during the year	9				2,979
Ageing of outstanding premiums and agents' balances:					
<i>Outstanding period</i>					

Up to 6 months	10			431,543
Above 6 months but not exceeding 12 months	11			1,269
Above 12 months but not exceeding 24 months	12			25,975
Above 24 months	13			15,086
Gross total (10 to 13)	14			473,873
Provision for doubtful debts	15			33,048
Total outstanding premiums and agents' balances in respect of reinsurance business (14 - 15)	16			440,825
Total (8 + 16) = Row 8 of Form 1	17			23,466,763

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

I726G QBE INSURANCE INTERNATIONAL LTD

General: Offshore Insurance Fund

Reporting Cycle: 2005 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	6,172	0	6,172
Ageing of outstanding premiums and agents' balances: <i>Outstanding period</i>					
Up to 3 months	2	0	679,715	0	679,715
Above 3 months but not exceeding 6 months	3	0	3,531	0	3,531
Above 6 months but not exceeding 12 months	4	0	13,046	0	13,046
Above 12 months	5	0	3,084	0	3,084
Gross total (2 to 5)	6	0	699,376	0	699,376
Provision for doubtful debts	7	0	16,129	0	16,129
Total outstanding premiums and agents' balances in respect of direct business (6 - 7)	8	0	683,247	0	683,247
In respect of reinsurance business					
Bad debts written off during the year	9				642
Ageing of outstanding premiums and agents' balances: <i>Outstanding period</i>					
Up to 6 months	10				365,112

Above 6 months but not exceeding 12 months	11				19,064
Above 12 months but not exceeding 24 months	12				23,323
Above 24 months	13				49,736
Gross total (10 to 13)	14				457,235
Provision for doubtful debts	15				77,314
Total outstanding premiums and agents' balances in respect of reinsurance business (14 - 15)	16				379,921
Total (8 + 16) = Row 8 of Form 1	17				1,063,168

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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Reinsurance recoveries on unpaid claims	1	35,568,566
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	905,036
Above 1 year but not exceeding 2 years	4	-45,276
Above 2 years	5	464,471
Total (3 to 5)	6	1,324,231
Provision for doubtful reinsurance recoverables	7	440,599
Total (6 - 7) = Row 10 of Form 1	8	883,632

ANNUAL RETURN: ANNEX 1G - STATEMENT OF REINSURANCE RECOVERABLES

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Reinsurance recoveries on unpaid claims	1	3,322,250
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	2,090,059
Above 1 year but not exceeding 2 years	4	-9,329
Above 2 years	5	39,245
Total (3 to 5)	6	2,119,975
Provision for doubtful reinsurance recoverables	7	34,947
Total (6 - 7) = Row 10 of Form 1	8	2,085,028

ANNUAL RETURN: ANNEX 1H - FIXED ASSETS

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Motor vehicles	1	402,443
Computer equipment	2	27,495
Other fixed assets	3	106,153
Total (1 to 3) = Row 12 of Form 1	4	536,091

ANNUAL RETURN: ANNEX 1H - FIXED ASSETS

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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 11 - INTER-FUND BALANCES AND
INTRA-GROUP BALANCES (DUE FROM)**

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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	207,603
Balances due from other insurance funds established and maintained under the Act	3	653,694
Total (1 to 3) = Row 13 of Form 1	4	861,297

**ANNUAL RETURN: ANNEX 11 - INTER-FUND BALANCES AND
INTRA-GROUP BALANCES (DUE FROM)**

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Balances due from head office / shareholders fund	1	87,700
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	87,700

ANNUAL RETURN: ANNEX 1J - BREAKDOWN OF OTHER ASSETS

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Sundry Deposits	1	482,026
Sundry Debtors	2	286,475
Prepayments	3	100,565
GST Receivable	4	26,870
Unclosed Business	5	1,170,546
Membership Fee	6	335,010
Reinstatement Premium on Outstanding Loss	7	2,593
Total = Row 14 of Form 1	26	2,404,085

ANNUAL RETURN: ANNEX 1J - BREAKDOWN OF OTHER ASSETS

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Sundry Debtors	1	45,307
Reinstatement Premium on Outstanding Losses	2	112,477
Total = Row 14 of Form 1	26	157,784

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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Balances due to head office / shareholders fund	1	4,803,787
Balances due to overseas branches / related corporations	2	1,137,382
Balances due to other insurance funds established and maintained under the Act	3	0
Total (1 to 3) = Row 22 of Form 1	4	5,941,169

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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Balances due to head office / shareholders fund	1	517,432
Balances due to overseas branches / related corporations	2	30,587
Balances due to other insurance funds established and maintained under the Act	3	653,694
Total (1 to 3) = Row 22 of Form 1	4	1,201,713

ANNUAL RETURN: ANNEX 1M - BREAKDOWN OF OTHERS

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Accrued Expenses	1	5,541,910
Annual Leave Provision	2	284,150
Provision for Taxation	3	4,555,006
Amount Owing to Retro	4	920,936
Levies and Charges	5	543,939
Balance Payable to ING	6	215,099
Trade Credit Insurance Contingency Reserves	7	850,958
CPF Contribution	8	432,903
Stale Cheques	9	666,121
SOS Fees	10	21,034
Advance Receipt for TCI Policy E25111	11	1,475,000
Sundry Creditors	12	104,824
Deferred Tax Liabilities	13	553,700
Total = Row 23 of Form 1	26	16,165,580

ANNUAL RETURN: ANNEX 1M - BREAKDOWN OF OTHERS

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Accrued Expenses	1	326,451
Sundry Creditors	2	257,371
Provision For Taxation	3	244,994
Withholding Tax	4	5,566
Credit Balances of Agent/Brokers Accounts	5	77,959
Trade Credit Insurance Contingency Reserves	6	361,561
Total = Row 23 of Form 1	26	1,273,902

ANNUAL RETURN: ANNEX 1N - SURPLUS

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Surplus at beginning of period	1	60,108,403
Net income	2	19,677,483
Transfer (to) from head office / shareholders fund	3	0
Surplus at End of Period (1 to 3) = Row 25 of Form 1	4	79,785,886

ANNUAL RETURN: ANNEX 1N - SURPLUS

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Surplus at beginning of period	1	24,562,863
Net income	2	1,499,612
Transfer (to) from head office / shareholders fund	3	0
Surplus at End of Period (1 to 3) = Row 25 of Form 1	4	26,062,475

**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**

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Registered insurer / foreign insurer under the foreign insurer scheme	1	2,776,812
Authorised reinsurer / related corporation / head office / branch of head office of the registered insurer	2	3,462,304
Unregistered reinsurer	3	2,334,224
Total (1 to 3)	4	8,573,340

**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**

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Registered insurer / foreign insurer under the foreign insurer scheme	1	80,187
Authorised reinsurer / related corporation / head office / branch of head office of the registered insurer	2	8,685,232
Unregistered reinsurer	3	34,874
Total (1 to 3)	4	8,800,293

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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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**

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description of Assets and Name of Investee Company	Row No.	No. of Units	Cost	Amount
Name of company: - MUA MARINE U/W AGENCY				
Equity securities	1	700,000	700,000	700,000
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**

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle 2005 12

NIL

ANNUAL RETURN: FORM 2 - FUND PROFIT AND LOSS ACCOUNT

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Annex	Row No.	Amount
Gross premiums	2A	1	103,333,436
Less: Outward reinsurance premiums	2B	2	30,667,292
Investment revenue	2C	3	11,874,063
Less: Investment expenses		4	494,019
Other income	2D	5	1,558,998
Total Income (1 to 5)		6	85,605,186
Gross claims settled	2E	7	46,338,619
Less: Reinsurance recoveries		8	12,219,113
Management expenses	2F	9	20,568,886
Distribution expenses	2G	10	14,162,399
Increase (decrease) in net policy liabilities	2H	11	(5,637,000)
Provision for doubtful debts/ bad debts written off on receivables		12	(137,813)
Taxation expenses		13	2,247,698
Other expenses	2I	14	604,027
Total Outgo (7 to 14)		15	65,927,703
Net Income (6 - 15)	2J	16	19,677,483

ANNUAL RETURN: FORM 2 - FUND PROFIT AND LOSS ACCOUNT

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Offshore Insurance Fund

Description	Annex	Row No.	Amount
Gross premiums	2A	1	87,204,676
Less: Outward reinsurance premiums	2B	2	84,929,821
Investment revenue	2C	3	994,212
Less: Investment expenses		4	4,684
Other income	2D	5	1,925,438
Total Income (1 to 5)		6	5,189,821
Gross claims settled	2E	7	3,497,077
Less: Reinsurance recoveries		8	2,839,805
Management expenses	2F	9	2,021,758
Distribution expenses	2G	10	455,671
Increase (decrease) in net policy liabilities	2H	11	452,000
Provision for doubtful debts/ bad debts written off on receivables		12	(123,494)
Taxation expenses		13	154,333
Other expenses	2I	14	72,669
Total Outgo (7 to 14)		15	3,690,209
Net Income (6 - 15)	2J	16	1,499,612

ANNUAL RETURN: ANNEX 2B - OUTWARD REINSURANCE PREMIUMS

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Registered insurer / foreign insurer under the foreign insurer scheme	1	9,949,970
Authorised reinsurer / related corporation / head office / branch of head office of the registered insurer	2	16,879,154
Unregistered reinsurer	3	3,838,168
Total (1 to 3) = Row 2 of Form 2	4	30,667,292

ANNUAL RETURN: ANNEX 2B - OUTWARD REINSURANCE PREMIUMS

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Registered insurer / foreign insurer under the foreign insurer scheme	1	244,550
Authorised reinsurer / related corporation / head office / branch of head office of the registered insurer	2	3,102,079
Unregistered reinsurer	3	81,583,192
Total (1 to 3) = Row 2 of Form 2	4	84,929,821

ANNUAL RETURN: ANNEX 2C - INVESTMENT REVENUE

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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	1,270,150	8,908,529	0	10,178,679
Debt securities	2	2,747,693	-5,545	-1,318,535	1,423,613
Land and Buildings	3	0	0	0	0
Loans	4	0	0	0	0
Cash and deposits	5	271,771	0	0	271,771
Other invested assets	6	0	0	0	0
Total (1 to 6) = Row 3 of Form 2	7				11,874,063

ANNUAL RETURN: ANNEX 2C - INVESTMENT REVENUE

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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	499,388	158,180	100,162	757,730
Land and Buildings	3	0	0	0	0
Loans	4	0	0	0	0
Cash and deposits	5	236,482	0	0	236,482
Other invested assets	6	0	0	0	0
Total (1 to 6) = Row 3 of Form 2	7				994,212

ANNUAL RETURN: ANNEX 2D - BREAKDOWN OF OTHER INCOME

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Policy Administration Fees	1	782,700
Other Income	2	116,137
Gain on Disposal of Fixed Assets	3	212,203
Realized Exchange Gain	4	9,884
Unrealized Exchange Gain	5	368,656
Interest on Premium Reserves	6	1
Over-rider Commission on Quota Share	7	69,417
Total = Row 5 of Form 2	26	1,558,998

ANNUAL RETURN: ANNEX 2D - BREAKDOWN OF OTHER INCOME

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Policy Administration Fees	1	974,705
Realized Exchange Gain	2	192
Unrealized Exchange Gain	3	36,007
Interest on Premium Reserves	4	3,726
Management Fees	5	141,571
Over-rider Commission on Quota Share	6	768,397
Bad Debts	7	41
Gain on Disposal of Fixed Assets	8	799
Total = Row 5 of Form 2	26	1,925,438

ANNUAL RETURN: ANNEX 2F - MANAGEMENT EXPENSES

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Staff salaries & expenses	1	10,758,230
Office rent	2	1,727,955
Head office / parent company expenses	3	2,553,380
Directors' fees	4	0
Audit fees	5	102,388
Managing agent's fees	6	0
Repairs and maintenance	7	31,386
Public utilities	8	68,640
Printing, stationery and periodicals	9	218,875
Postage, telephone and telex charges	10	145,594
Computer charges	11	3,556,677
Hire of office equipment	12	1
Licence and association fees	13	0
Advertising and subscriptions	14	292,276
Entertainment	15	152,864
Travelling expenses	16	229,950
Statutory& Bank Charges	1	158,068
Insurance	2	22,483
Conference& Seminars	3	41,184
Consultant Services	4	200,758
Motor Vehicles Expenses	5	153,148
Office Cleaning	6	28,424
Publications	7	16,473
Legal Fees	8	25,128
Management Fees with QBE Re Services Singapore	9	1,166
Sundries	10	83,838
Total = Row 9 of Form 2	27	20,568,886

ANNUAL RETURN: ANNEX 2F - MANAGEMENT EXPENSES

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Staff salaries & expenses	1	451,003
Office rent	2	161,359
Head office / parent company expenses	3	119,239
Directors' fees	4	0
Audit fees	5	2,198
Managing agent's fees	6	0
Repairs and maintenance	7	17,585
Public utilities	8	6,081
Printing, stationery and periodicals	9	11,093
Postage, telephone and telex charges	10	28,535
Computer charges	11	111,462
Hire of office equipment	12	688
Licence and association fees	13	0
Advertising and subscriptions	14	10,568
Entertainment	15	5,509
Travelling expenses	16	18,012
Statutory& Bank Charges	1	9,069
Insurance	2	702
Conference& Seminars	3	1,286
Consultant Services	4	6,269
Motor Vehicle Expenses	5	6,284
Office Cleaning	6	6,281
Publications	7	514
Legal Fees	8	15,182
Management Fees with QBE Re Services Singapore	9	970,178
Sundries	10	62,661
Total = Row 9 of Form 2	27	2,021,758

ANNUAL RETURN: ANNEX 2I - BREAKDOWN OF OTHER EXPENSES

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Singapore Insurance Fund

Description	Row No.	Amount
Depreciation Charges	1	582,187
Realized Exchange Loss	2	21,607
Unrealized Exchange Loss Unrealized Exchange Loss	3	233
Total = Row 14 of Form 2	26	604,027

ANNUAL RETURN: ANNEX 2I - BREAKDOWN OF OTHER EXPENSES

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

General: Offshore Insurance Fund

Description	Row No.	Amount
Unrealized Loss	1	23,826
Depreciation Charges	2	48,305
Realized Exchange Loss	3	538
	4	0
Total = Row 14 of Form 2	26	72,669

ANNUAL RETURN: FORM 2 - ADDITIONAL INFORMATION

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

NIL

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

I726G QBE INSURANCE INTERNATIONAL LTD

General: Singapore Insurance Fund

Reporting Cycle: 2005 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	12,677,181	25,039,615	7,011,995	9,673,598	7,934,389	2,456,243	11,520,015	3,809,062	166,643	1,796,532	6,814,530	7,922,311	4,186,695	24,695,773	101,008,809
Reinsurance business accepted -																
In Singapore	2	124,713	386,080	1,036,448	(24)	20,656	469	0	78,687	0	326,137	0	0	0	404,824	1,973,166
From other ASEAN countries	3	0	337,249	14,212	0	0	0	0	0	0	0	0	0	0	0	351,461
From other countries	4	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total (2 to 4)	5	124,713	723,329	1,050,660	(24)	20,656	469	0	78,687	0	326,137	0	0	0	404,824	2,324,627
Reinsurance business ceded -																
In Singapore	6	1,280,038	7,506,317	179,048	(3,543)	65,379	3,239	205,871	146,218	7,446	261,639	275,880	(640)	561,350	1,251,893	10,488,242
To other ASEAN countries	7	0	0	(147)	0	0	0	0	0	0	378	0	0	0	378	231
To other countries	8	2,247,669	3,459,214	1,092,896	541,806	665,065	309,628	728	434,825	2,057	214,442	2,895,693	7,922,311	392,485	11,861,813	20,178,819
Total (6 to 8)	9	3,527,707	10,965,531	1,271,797	538,263	730,444	312,867	206,599	581,043	9,503	476,459	3,171,573	7,921,671	953,835	13,114,084	30,667,292
Net premiums written (1 + 5 - 9)	10	9,274,187	14,797,413	6,790,858	9,135,311	7,224,601	2,143,845	11,313,416	3,306,706	157,140	1,646,210	3,642,957	640	3,232,860	11,986,513	72,666,144
Premium liabilities at beginning of period	11	2,487,000	6,311,000	2,557,000	6,194,000	2,863,000	763,000	3,585,000	1,414,000	0	1,472,000	1,629,000	0	1,227,000	5,742,000	30,502,000
Premium liabilities at end of period	12	2,367,000	6,619,000	2,389,000	3,413,000	2,633,000	825,000	4,904,000	1,347,000	160,000	1,321,000	1,802,000	0	1,094,000	5,724,000	28,874,000
Premiums earned during the period (10 + 11 - 12)	13	9,394,187	14,489,413	6,958,858	11,916,311	7,454,601	2,081,845	9,994,416	3,373,706	(2,860)	1,797,210	3,469,957	640	3,365,860	12,004,513	74,294,144
B. CLAIMS																
Gross claims settled																
Direct business	14	4,186,419	8,101,978	5,577,441	11,566,907	5,855,982	887,655	5,210,212	1,811,569	(209,928)	451,340	222,266	209,738	839,518	3,324,503	44,711,097
Reinsurance business accepted -																
In Singapore	15	(7,291)	196,735	486,309	30,398	62,809	(13,838)	0	123,468	19,231	37,210	12,859	0	57,369	250,137	1,005,259
From other ASEAN countries	16	0	622,263	0	0	0	0	0	0	0	0	0	0	0	0	622,263
From other countries	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total (15 to 17)	18	(7,291)	818,998	486,309	30,398	62,809	(13,838)	0	123,468	19,231	37,210	12,859	0	57,369	250,137	1,627,522
Recoveries from reinsurance business ceded -																
In Singapore	19	1,106,413	1,396,397	2,092,276	286,811	182,415	7,506	77,301	124,954	(18,293)	113,359	64,449	0	42,287	326,756	5,475,875
To other ASEAN countries	20	(61)	0	4,454	0	0	0	0	47	0	4,586	0	0	3,055	7,688	12,081
To other countries	21	1,160,801	1,650,966	2,840,183	103,513	0	187,212	2,334	546,007	1,846	27,506	34,606	144,631	31,552	786,148	6,731,157
Total (19 to 21)	22	2,267,153	3,047,363	4,936,913	390,324	182,415	194,718	79,635	671,008	(16,447)	145,451	99,055	144,631	76,894	1,120,592	12,219,113
Net claims settled (14 + 18 - 22)	23	1,911,975	5,873,613	1,126,837	11,206,981	5,736,376	679,099	5,130,577	1,264,029	(174,250)	343,099	136,070	65,107	819,993	2,454,048	34,119,506
Claims liabilities at end of period	24	4,223,000	13,110,000	1,445,000	22,394,000	11,097,000	823,000	2,166,000	7,268,000	137,000	834,000	2,483,000	0	1,410,000	12,132,000	67,390,000
Claims liabilities at beginning of period	25	4,639,000	10,375,000	1,623,000	28,728,000	12,315,000	828,108	1,707,145	3,611,097	(162,799)	331,970	2,629,520	(416,244)	5,190,203	11,183,747	71,399,000
Net claims incurred (23 + 24 - 25)	26	1,495,975	8,608,613	948,837	4,872,981	4,518,376	673,991	5,589,432	4,920,932	125,549	845,129	(10,450)	481,351	(2,960,210)	3,402,301	30,110,506
C. MANAGEMENT EXPENSES																
Management Expenses	27	2,624,957	4,187,664	1,921,607	2,585,650	2,044,844	609,374	3,202,138	935,927	44,477	465,942	1,031,099	181	915,026	3,392,652	20,568,886
D. DISTRIBUTION EXPENSES																
Commissions	28	2,535,832	3,498,103	1,607,285	1,717,079	907,901	847,691	1,185,003	642,029	23,464	286,806	1,030,148	570,533	690,677	3,243,657	15,542,551
Reinsurance commissions	29	387,855	1,443,833	23,133	(774)	7,950	30,061	32,795	30,405	986	39,435	462,076	568,732	274,499	1,376,133	3,300,986
Net commissions incurred (28 - 29)	30	2,147,977	2,054,270	1,584,152	1,717,853	899,951	817,630	1,152,208	611,624	22,478	247,371	568,072	1,801	416,178	1,867,524	12,241,565
Other distribution expenses	31	489,144	285,628	274,937	244,226	112,311	114,505	133,371	124,392	1,371	97,221	37,749	10,944	(4,965)	266,712	1,920,834
E. UNDERWRITING RESULTS																
Underwriting gain / (loss) (13 - 26 - 27 - 30 - 31)	32	2,636,134	(646,762)	2,229,325	2,495,601	(120,881)	(133,655)	(82,733)	(3,219,169)	(196,735)	141,547	1,843,487	(493,637)	4,999,831	3,075,324	9,452,353
F. NET INVESTMENT INCOME																
	33	1,446,861	2,292,040	1,046,095	1,425,195	1,127,106	407,738	1,765,000	515,877	24,515	256,824	568,336	100	504,357	1,870,009	11,380,044
G. OPERATING RESULT (32 + 33)																
	34	4,082,995	1,645,278	3,275,420	3,920,796	1,006,225	274,083	1,682,267	(2,703,292)	(172,220)	398,371	2,411,823	(493,537)	5,504,188	4,945,333	20,832,397

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

I726G QBE INSURANCE INTERNATIONAL LTD

General: Offshore Insurance Fund

Reporting Cycle: 2005 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	16,025	1,126,916	2,382,146	79,657,067	83,182,154
Reinsurance business accepted -						
In Singapore	2	0	130,040	1,015,953	178,648	1,324,641
From other ASEAN countries	3	(212)	172,438	155,835	318,119	646,180
From other countries	4	32,017	(1,035)	611,783	1,408,936	2,051,701
Total (2 to 4)	5	31,805	301,443	1,783,571	1,905,703	4,022,522
Reinsurance business ceded -						
In Singapore	6	0	243,719	67,968	0	311,687
To other ASEAN countries	7	(212)	(7,267)	957,244	380,796	1,330,561
To other countries	8	1,249	164,204	2,701,780	80,420,340	83,287,573
Total (6 to 8)	9	1,037	400,656	3,726,992	80,801,136	84,929,821
Net premiums written (1 + 5 - 9)	10	46,793	1,027,703	438,725	761,634	2,274,855
Premium liabilities at beginning of period	11	22,000	311,000	393,000	904,000	1,630,000
Premium liabilities at end of period	12	31,000	444,000	225,000	923,000	1,623,000
Premiums earned during the period (10 + 11 - 12)	13	37,793	894,703	606,725	742,634	2,281,855
B. CLAIMS						
Gross claims settled						
Direct business	14	0	367,885	12,834	1,195	381,914
Reinsurance business accepted -						
In Singapore	15	0	84,675	70,093	350,062	504,830
From other ASEAN countries	16	657	256,797	286,030	(62,691)	480,793
From other countries	17	2,752	56,862	1,715,162	354,764	2,129,540
Total (15 to 17)	18	3,409	398,334	2,071,285	642,135	3,115,163
Recoveries from reinsurance business ceded -						
In Singapore	19	0	66,157	31,299	0	97,456
To other ASEAN countries	20	657	7,260	286,181	438,563	732,661
To other countries	21	(1,820)	57,769	1,707,685	246,054	2,009,688
Total (19 to 21)	22	(1,163)	131,186	2,025,165	684,617	2,839,805
Net claims settled (14 + 18 - 22)	23	4,572	635,033	58,954	(41,287)	657,272
Claims liabilities at end of period	24	3,000	1,987,000	147,000	1,157,000	3,294,000
Claims liabilities at beginning of period	25	3,000	1,346,000	1,264,000	222,000	2,835,000
Net claims incurred (23 + 24 - 25)	26	4,572	1,276,033	(1,058,046)	893,713	1,116,272
C. MANAGEMENT EXPENSES						
Management Expenses	27	14,941	1,068,585	747,380	190,852	2,021,758
D. DISTRIBUTION EXPENSES						
Commissions	28	28,541	225,816	598,491	375,224	1,228,072
Reinsurance commissions	29	11,576	37,930	549,571	173,539	772,616
Net commissions incurred (28 - 29)	30	16,965	187,886	48,920	201,685	455,456
Other distribution expenses	31	0	0	0	215	215
E. UNDERWRITING RESULTS						
Underwriting gain / (loss) (13 - 26 - 27 - 30 - 31)	32	1,315	(1,637,801)	868,471	(543,831)	(1,311,846)
F. NET INVESTMENT INCOME	33	3,364	546,012	418,774	21,378	989,528
G. OPERATING RESULT (32 + 33)	34	4,679	(1,091,789)	1,287,245	(522,453)	(322,318)

ANNUAL RETURN: NOTES TO FORM 6

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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.

Basis for allocation of management expenses and net investment income to the different lines of business

Management Expenses:

Generally, the management expenses are allocated based on the Net Premiums Written. But for Reinsurance Business (QBE-RE), the expenses are allocated according to Gross Premium Written.

Net Investment Income:

This is allocated based on the Net Premium Written except for Reinsurance Business (QBE-Re), the investment funds are allocated according to Gross Premium 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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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.

Basis for allocation of management expenses and net investment income to the different lines of business

Management Expenses:

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This is allocated based on the Net Premium Written except for Reinsurance Business (QBE-Re), the investment funds are allocated according to Gross Premium 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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

NIL

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

1726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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	2,322,947	9,195,397	0	0	0	0	1,103,609	1,353,103	1,491	180	3,428,047	10,548,680
Reinsurance ceded	2	38,479	168,085	0	0	0	0	61,655	251,212	30	5	100,164	419,302
Net premiums written (1 - 2)	3	2,284,468	9,027,312	0	0	0	0	1,041,954	1,101,891	1,461	175	3,327,883	10,129,378
Premium liabilities at beginning of period	4	723,903	2,860,578	0	0	0	0	370,834	392,166	463	56	1,095,200	3,252,800
Premium liabilities at end of period	5	990,243	3,913,048	0	0	0	0	400,968	424,032	633	76	1,391,844	4,337,156
Premium earned during the period (3 + 4 - 5)	6	2,018,128	7,974,842	0	0	0	0	1,011,820	1,070,025	1,291	155	3,031,239	9,045,022
B. CLAIMS													
Gross claims settled	7	1,213,302	3,994,710	0	0	0	0	155,218	718,599	0	2,200	1,368,520	4,715,509
Reinsurance recoveries	8	18,373	61,207	0	0	0	0	2,145	192,573	0	55	20,518	253,835
Net claims settled (7 - 8)	9	1,194,929	3,933,503	0	0	0	0	153,073	526,026	0	2,145	1,348,002	4,461,674
Claim liabilities at end of period	10	504,469	1,660,625	0	0	0	0	185,509	637,491	0	906	689,978	2,299,022
Claim liabilities at beginning of period	11	397,600	1,308,831	0	0	0	0	186,660	641,448	0	714	584,260	1,950,993
Net claims incurred (9 + 10 - 11)	12	1,301,798	4,285,297	0	0	0	0	151,922	522,069	0	2,337	1,453,720	4,809,703
C. MANAGEMENT EXPENSES													
Management expenses	13	646,594	2,555,081	0	0	0	0	296,169	313,205	414	49	943,177	2,868,335
D. DISTRIBUTION EXPENSES													
Commissions	14	387,649	797,056	0	0	0	0	343,409	504,282	271	27	731,329	1,301,365
Reinsurance commissions	15	8,926	23,861	0	0	0	0	493	29,568	8	0	9,427	53,429
Net commissions incurred (14 - 15)	16	378,723	773,195	0	0	0	0	342,916	474,714	263	27	721,902	1,247,936
Other distribution expenses	17	26,931	106,421	0	0	0	0	55,652	58,853	17	2	82,600	165,276
E. UNDERWRITING RESULTS (6 - 12 - 13 - 16 - 17)	18	-335,918	254,848	0	0	0	0	165,161	-298,816	597	-2,260	-170,160	-46,228
F. NET INVESTMENT INCOME													
	19	356,399	1,408,346	0	0	0	0	198,169	209,569	228	27	554,796	1,617,942
G. OPERATING RESULTS (18 + 19)													
	20	20,481	1,663,194	0	0	0	0	363,330	-89,247	825	-2,233	384,636	1,571,714
H. OTHERS													
Number of policies in force	21	2,364	919	0	0	0	0	4,537	1,165	33	2	6,934	2,086
Number of lives covered under policies in force	22	3,918	42,857	0	0	0	0	7,046	5,462	39	265	11,003	48,584
Number of claims registered	23	1,100	20,607	0	0	0	0	161	233	0	2	1,261	20,842

ANNUAL RETURN: NOTES TO FORM 7(b)

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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.

Nil

ANNUAL RETURN: FORM 7(b) - ADDITIONAL INFORMATION

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

NIL

**ANNUAL RETURN: FORM 10 - STATEMENT OF FINANCIAL POSITION IN RESPECT OF GLOBAL
BUSINESS OPERATIONS AS AT 31/12/2005**

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

Description	Row No.	Amount '000 (in foreign currency) AUSTRALIAN DOLLAR
Life Business		
1. Policy liabilities	1	0
General Business		
1. Net premiums written	2	277,304
2. Premium liabilities	3	156,856
3. Claim liabilities	4	278,632
Shareholders fund		
1. Paid-up capital	5	230,000
2. Unappropriated profits (losses)	6	98,576
3. Reserves - Capital	7	0
General	8	32,437
Others*	9	0
Total (5 to 9)	10	361,013

ANNUAL RETURN: NOTES TO FORM 10

Reporting Cycle:

Note 1 - Breakdown of "Others"	Row No.	Amount
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ANNUAL RETURN: FORM 10 - ADDITIONAL INFORMATION

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

NIL

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

ACTUARIAL INVESTIGATION OF POLICY LIABILITIES

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 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	28,874,000	1,623,000
Claim Liabilities	67,390,000	3,294,000
Policy Liabilities	96,264,000	4,917,000

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

None

ANNUAL RETURN: FORM 20 - ADDITIONAL INFORMATION

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

NIL

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

I726G QBE INSURANCE INTERNATIONAL LTD

General: Singapore Insurance Fund

Reporting Cycle: 2005 12

Description	Row No.	Amount
(i) Financial Resources of Insurance Fund		
Balance in the surplus account (of participating fund)	1	79,785,886
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	0
Less:		
Reinsurance adjustment	6	4,366,912
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	75,418,974
(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	21,072,490
(a) Premium liability risk requirement	31	3,303,640
(b) Claim liability risk requirement	32	17,768,850
Total C1 Requirement (14 + 23 + 30)	33	21,072,490
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	112,000
(a) Specific Risk Requirement	35	56,000

(b) General Risk Requirement	36	56,000	
Debt Investment and Duration Mismatch Risk Requirement: (38 or 43, whichever is higher)	37		1,846,731
(a) Sum of: (39 + 42)	38	1,846,731	
Debt investment risk requirement in an increasing interest rate environment (40 to 41)	39	1,846,731	
Debt specific risk requirement	40	519,368	
Debt general risk requirement	41	1,327,363	
Liability adjustment requirement in an increasing interest rate environment	42	0	
(b) Sum of: (44 + 47)	43	-807,995	
Debt investment risk requirement in a decreasing interest rate environment (45 to 46)	44	-807,995	
Debt specific risk requirement	45	519,368	
Negative of debt general risk requirement	46	-1,327,363	
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		0
Miscellaneous Risk Requirement	52		3,282,010
Total C2 Requirement (34 + 37 + 48 + 49 + 50 + 51 + 52)	53		5,240,741
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		26,313,231

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

I726G QBE INSURANCE INTERNATIONAL LTD

General: Offshore Insurance Fund

Reporting Cycle: 2005 12

Description	Row No.	Amount
(i) Financial Resources of Insurance Fund		
Balance in the surplus account (of participating fund)	1	26,062,475
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	0
Less:		
Reinsurance adjustment	6	2,223,618
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	23,838,857
(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	1,163,140
(a) Premium liability risk requirement	31	185,140
(b) Claim liability risk requirement	32	978,000
Total C1 Requirement (14 + 23 + 30)	33	1,163,140
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		70,731
(a) Sum of: (39 + 42)	38	70,731	
Debt investment risk requirement in an increasing interest rate environment (40 to 41)	39	70,731	
Debt specific risk requirement	40	8,297	
Debt general risk requirement	41	62,434	
Liability adjustment requirement in an increasing interest rate environment	42	0	
(b) Sum of: (44 + 47)	43	-54,137	
Debt investment risk requirement in a decreasing interest rate environment (45 to 46)	44	-54,137	
Debt specific risk requirement	45	8,297	
Negative of debt general risk requirement	46	-62,434	
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		0
Miscellaneous Risk Requirement	52		337,448
Total C2 Requirement (34 + 37 + 48 + 49 + 50 + 51 + 52)	53		408,179
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		1,571,319

ANNUAL RETURN: FORM 21 - ADDITIONAL INFORMATION

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

NIL

ANNUAL RETURN

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

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

Description	Row No.	Amount
(i) Financial Resources of Registered Insurer		
A. Tier 1 Resource		
Aggregate of surpluses of all insurance funds other than a participating fund	1	105,848,361
Balances in the surplus account of each participating fund	2	0
Paid-up ordinary share capital	3	0
Unappropriated profits (losses)	4	0
Surpluses of Overseas Branch Operations	5	0
Irredeemable and non-cumulative preference shares	6	0
Any other capital instrument approved by the Authority as a Tier 1 resource	7	0
Less:		
Reinsurance adjustment	8	6,590,530
Financial resource adjustment: (10 to 14)	9	0
(a) loans to, guarantees granted for and other unsecured amounts owed to the registered insurer	10	0
(b) charged assets	11	0
(c) deferred tax assets	12	0
(d) intangible assets	13	0
(e) other financial resource adjustments	14	0
Total Tier 1 Resource (1 to 7 less 8 to 9)	15	99,257,831
B. Tier 2 Resource		
Irredeemable and non-cumulative preference shares not recognised as Tier 1 resource	16	0
Irredeemable and non-cumulative preference shares	17	0
Other Tier 2 resource	18	0
Total Tier 2 Resource (16 to 18)	19	0
C. Aggregate of allowance for provisions for non-guaranteed benefits of participating funds	20	0
Financial Resources of Registered Insurer (higher of \$5m or 15 + 19 +20)	21	99,257,831
(ii) Total Risk Requirement of Registered Insurer		
(a) Total risk requirements of insurance funds established or maintained under the Act	22	27,884,550
(b) Total risk requirements of assets and liabilities that do not belong to any insurance fund established and maintained under the Act	23	0
Total Risk Requirement of Registered Insurer (22 to 23)	24	27,884,550
CAPITAL ADEQUACY RATIO (21/24)	25	355.96 %

ANNUAL RETURN: FORM 23 - ADDITIONAL INFORMATION

I726G QBE INSURANCE INTERNATIONAL LTD

Reporting Cycle: 2005 12

NIL