

# Declaration of Premium Income for Calculation of ABI Subscriptions

Company .....

Income in respect of year ending: DD / MM / YY

**PLEASE DO NOT USE IFRS TO REPORT PREMIUM INCOME.**

Premium income should be returned on the same basis as for your firm's FSA returns.  
Any queries please contact the Finance Department on: 020 7216 7332 or 020 7216 7330

	GROSS UK £000
<b>Long-Term Business</b> (Exclude Managed Fund Business from the Long-Term Business total)	
<b>General Business</b>	
<b>New Funds under Management</b> (Declare total gross income received in respect of Managed Fund Business - in calculating your subscription the ABI will discount this figure by 90%)	

If 90% or more of the General Business Premium Income declared above is derived from one or more of the DTI accounting classes: pecuniary loss, accident & health, reinsurance or marine, aviation and transport, you may be entitled to a discount on your subscription.

Please tick this box if you think you would qualify for this and indicate qualifying class of business.

Class of business .....

List **all** names of subsidiaries or associated companies whose figures are included above (see guidance note 2 on page 2).

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Enquiries concerning the above should be directed to:

Name ..... Email .....  
 Tel ..... Signed .....  
 Fax ..... Date .....



## DECLARATION OF PREMIUM INCOME

### GUIDANCE NOTES AND DEFINITIONS

1. (a) All figures should be based on gross premium incomes as returned to the FSA (who require firms to continue to record amounts received in respect of all insurance contracts as premiums even where the firm has adopted IFRS).  
  
(b) If the figures provided in the return do not agree with your consolidated published accounts for the previous accounting year please provide a reconciliation.
2. (a) **For member companies incorporated in the UK, (including the UK incorporated subsidiaries of overseas companies)**, figures provided should be on a group basis and include all insurance subsidiaries writing business in the UK irrespective of whether or not those subsidiaries are ABI members. Subsidiary companies of companies incorporated in the UK should **not** make a separate return. If the figures for an insurance company would have been included as a subsidiary but for the existence of a group holding company, then such figures should be included.  
  
(b) **For members incorporated outside the UK figures provided should be in respect of insurance business written in the UK.**
3. (a) **Long-Term Business** means Industrial Assurance Business and ordinary Long-Term Business (both annual and single premium business), including annuity, pensions and capital redemption business (including consideration for annuities) and including long-term personal accident and permanent health business. It should exclude any income from managed fund business.  
  
(b) **General Business** means insurance business other than Long-Term Business.  
  
(c) **New Funds Under Management** means the gross income received in respect of Managed Fund Business. In calculating your subscription, the ABI will discount this figure by 90%, but you should declare the full total.
4. Figures given should be in respect of business transacted in the United Kingdom, irrespective of the location of the risk and (in the case of reinsurance) irrespective of the location of the ceding company's head office; it should include home foreign business.
5. (a) Premiums given should be the relevant **GROSS** written premium income, with no offset for reinsurance and retrocession. This is the sum of direct business and reinsurance accepted. Figures should include commission except that any marine, aviation and transport premium should be **NET** of commission.  
  
(b) Figures for funds under management should be the **GROSS** income, with no offset for any outgo.
6. In the case of a UK incorporated company, if a comparison against the (consolidated) published accounts were likely to reveal a difference, it would be appreciated if an explanatory note were sent with the form.
7. The minimum subscription for next year is currently being reviewed. This minimum is indexed each year in line with market premium income growth.

