

# ATRIUM

## March 2009: Notice to Capital

### Final Results 2006 and Forecast Results 2007 and 2008 Years of Account

The results for the 2006 and forecast results for the 2007 and 2008 years of account of Syndicates 570 and 609 are as follows:

#### 2006 Year of Account

Our managed syndicates' 2006 year of account results are as follows:

Syndicate	Capacity (£'000)	Atrium participation	Result % of Capacity	Previous Forecast Range % of Capacity
570	149,594	24.8%	19.5	11.5 – 16.5
609	214,353	25.4%	25.0	12.0 – 17.0
Combined	363,947	25.2%	22.7	11.8 – 16.8

The results have exceeded the previous forecast ranges primarily as a result of material 4<sup>th</sup> Quarter 2008 exchange rate gains following the significant strengthening of the US Dollar against Sterling during this period.

#### 2007 Year of Account

Our updated forecast ranges for the 2007 year of account (including estimates of prior year movements) are as follows:

Syndicate	Capacity (£'000)	Atrium participation	Current Forecast Range % of Capacity	Previous Forecast Range % of Capacity
570	124,736	24.8%	10.0 – 15.0	5.5 – 15.5
609	214,862	25.8%	0.0 – 5.0	0.0 – 10.0
Combined	339,598	25.4%	3.7 - 8.7	2.0 – 12.0

#### 2008 Year of Account

Our initial forecast ranges for the 2008 year of account (including estimates of prior year movements) are as follows:

Syndicate	Capacity (£'000)	Atrium participation	Initial Forecast Range % of Capacity
570	125,396	24.7%	0.0 – 10.0
609	215,415	25.8%	0.0 – 10.0
Combined	340,811	25.4%	0.0 – 10.0

Atrium does not intend to make early profit releases on either syndicate from the open years.

For further information, please contact:

Atrium Underwriters Limited  
Steve Cook, Chief Executive Officer  
Andrew Baddeley, Finance Director  
Nick Marsh, Director

020 7327 4877

## **Notes**

### **Forecast assumptions**

The key assumptions upon which each syndicates' open year forecasts are based are set out below:

1. Inherent volatility in claims development will not give rise to actual ultimate claims which are materially divergent from expectations. In particular there will be no significant distortion in the incidence of major catastrophe or attritional losses or in the ability of the syndicates' reinsurers to respond to potential reinsurance recoveries;
2. The development of open year premiums will be broadly consistent with historical development patterns;
3. There will be no material change in reserving methodology or accounting policies at the respective dates of closure of the open years;
4. Inflation, interest and exchange rates as at the respective dates of closure of the open years will not differ significantly from those taken into account in the forecasts;
5. There will be no material unbudgeted expenses; and
6. Investment returns will be materially in line with investment manager expectations.