

Capital Maintenance Agreement



When choosing to structure a settlement – whether as a future lump sum payment or payments made over a period of years – how do you know if the assignment company and life insurer you choose will be around to meet their commitments? Aviva can provide that assurance.

An Additional Measure Of Security

Aviva London Assignment Corporation and one of Aviva plc's core subsidiaries have joined together to offer an additional measure of security called a Capital Maintenance Agreement (CMA) for structured settlement cases written through Aviva Life Insurance Company and assigned to Aviva London Assignment Corporation.

Under the CMA, CGU International Insurance plc (CGUI) ensures that Aviva London Assignment Corporation will have the funds necessary to satisfy all structured settlement obligations assigned to it, regardless of the financial position of the life company from which the "assigned" annuities are purchased. This obligation is absolute, unconditional and continuing!

Here's How It Works

Aviva plc

Ultimate parent of the Aviva group

- › A publicly traded, London-based group and the largest insurance group in the United Kingdom.
- › One of the 10 largest insurance groups in the world and one of the 100 largest companies of any kind in the world.*
- › The oldest continuously operating insurance group in the world, with roots dating back to 1696.

CGU International Insurance plc (CGUI)

- › London-based, wholly owned subsidiary of Aviva plc.
- › 215 billion in assets and over \$19.5 billion in capital and surplus as of 12/31/04 (based on then-current exchange rates).
- › Financial Strength Ratings of A+ (class size XV) by A.M. Best (2nd of 16 rating categories), AA- by Standard & Poor's (4th of 21 rating categories) and Aa2 by Moody's (3rd of 21 rating categories).

Provides Capital Maintenance Agreement to Aviva London Assignment Corporation (Aviva LAC).

Defendant Insurer Or Self-insured Entity

Transfers periodic payment obligation to Aviva LAC.

Assignee

Aviva London Assignment Corporation

- › Wholly owned subsidiary of Aviva plc; based in Boston, MA.

Beneficiary of Capital Maintenance Agreement from CGUI. Purchases an annuity contract from Aviva Life Insurance Company to fund its periodic payment obligation.

Life Insurance Co.

Aviva Life Insurance Company

- › Wholly owned subsidiary of Aviva plc; based in Boston, MA.
- › Financial Strength Ratings of A+ by A.M. Best (Superior, 2nd of 16 rating categories; class IX) and A+ by Fitch (Strong, 5th of 24 rating categories).

Pays Claimant under annuity contract.

Claimant

Agrees to transfer of periodic payment obligation to Aviva LAC. Receives payments from Aviva Life Insurance Company.

* Source: Fortune Global 500