

FINANCIAL CONDITION REPORT

• Safeguard Guarantee Company Ltd. •

|
20 February 2018

2018



Safeguard Guarantee Company Ltd. (Safeguard) is a joint stock company domiciled in Bermuda and is a wholly owned subsidiary of Gard P.&I. (Bermuda) Ltd (Gard Bermuda). The company is managed by Lingard Limited.

Safeguard is a special purpose vehicle whose sole purpose is to offer the financial security required under the International Convention on Civil Liability for Bunker Oil Pollution Damage, 2001 to mobile offshore units and other 'specialist craft' insured outside of the reinsurance structure established by the International Group of P&I Clubs. Due to changes in the Gard group's reinsurance arrangements, Safeguard ceased to write new business with effect from 20 February 2015. From the 2015 policy year, these financial guarantees have been issued from Gard Bermuda and Assuranceforeningen Gard -gjensidig-.

Safeguard has no policies on risk as of 20 February 2018. However, the range of insurance products which

can be offered by Safeguard can be extended to include special risks incurred under other liability regimes which may enter into force in the future subject to the approval of the Bermuda Monetary Authority.

The company has no investments and the assets of USD 3 million is represented by bank deposit.

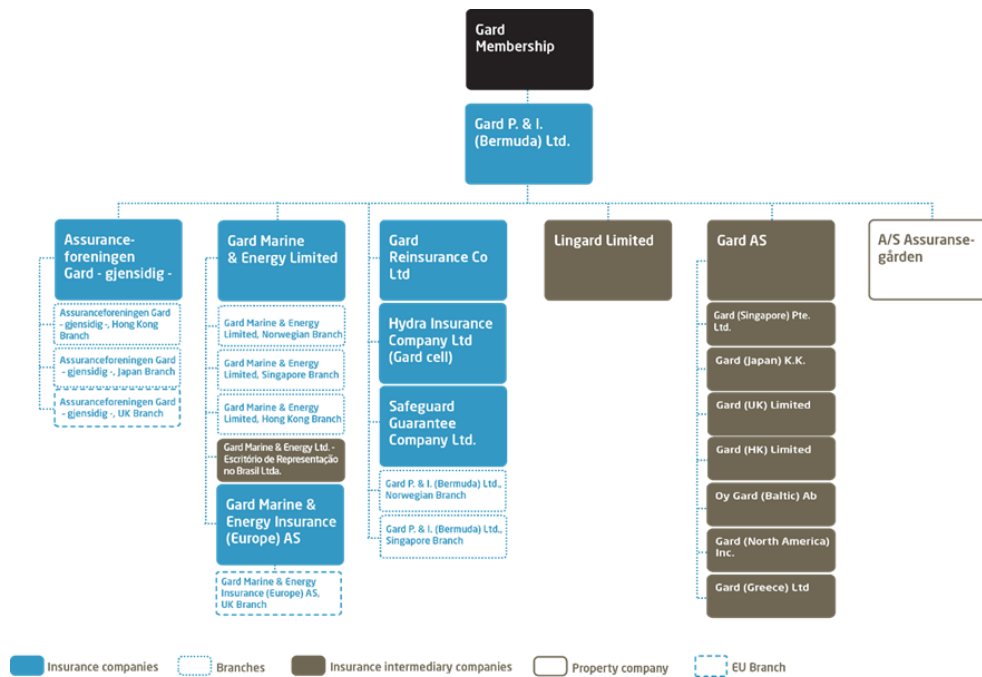
Safeguard has been granted exemption from the Bermuda Solvency Capital Requirement framework.

Safeguard is subject to Gard's system of governance, as described in The Financial Condition Report for Gard M&E Limited and the Financial Condition Report for Gard Reinsurance Co Ltd.

Key figures

USD million, as of 20.02	2018	2017
Assets	3	2
Technical provisions	0	0
Other liabilities	0	0
Total statutory economic capital and surplus	3	2

Group structure



Details of supervisory authority and external auditor for Safeguard

Name	Function
Bermuda Monetary Authority BMA House 43 Victoria Street Hamilton Bermuda Phone: +441 295 5278	Regulator
PricewaterhouseCoopers Ltd. Dorchester House 7 Church Street West Hamilton HM 11 Bermuda Phone: +441 295 2000	External auditor

Declaration

"We the undersigned attest that, to the best of our knowledge and belief, this financial condition report fairly represents the financial condition of the Company in all material respects as at 20 February 2018."



Rolf Thore Roppestad
Chief Executive Officer



Steinar Bye
Chief Financial Officer

Date 20 June 2018