

REPORT AND ACCOUNTS

The Directors submit their Report and Accounts of the Company for the year ended 31 December 1976, prepared in accordance with the provisions of the Companies Acts, 1948 and 1967. The Annual General Meeting of the Company will be held on 18 May 1977.

Activities

The Company carries on the business of Fire and Accident insurance, which is wholly reinsured with the holding company and has made neither profits nor losses.

Directors

GORDON DUNLOP (CHAIRMAN)

K. H. ALLEN

C. R. HARRIS

J. LINBOURN

A. G. MACKENZIE, CBE, MC

R. I. SLOAN

J. TAIT

C. W. WEST

There has been no change in the Board of Directors during the year.

Directors' Interests

None of the Directors has an interest in the shares of the Company or its fellow subsidiaries.

The interests of the Directors and of their families in the shares of the holding company, Commercial Union Assurance Company Limited, at the beginning of the year and at the end of the year, as recorded in the Register of Directors' Interests kept in accordance with Section 29 of the Companies Act 1967, were as follows:-

	31 December 1976		1 January 1976	
	Ordinary Shares of 25p each Fully Paid	5% Paid	Ordinary Shares of 25p each Fully Paid	5% Paid
K. H. Allen	13,396	10,928	13,396	10,928
Gordon Dunlop	22,043	17,946	22,043	17,946
C. R. Harris	1,532	1,100	1,532	1,100
J. Linbourn	6,600	5,555	6,600	5,555
A. G. MacKenzie	4,407	1,588	4,407	1,588
R. I. Sloan	11,428	9,239	11,428	9,239
J. Tait	6,660	5,555	6,660	5,555
C. W. West	7,000	5,555	7,000	5,555

(Interests are beneficial)

Auditors

Under the provisions of the Companies Acts, 1948 and 1967 the Auditors, Coopers & Lybrand, will continue in office.

By Order of the Board

D.R. COBDLN

Secretary

March 1977
 St. Helen's,
 1 Undershaft,
 London EC3P 3DQ.

*We hereby certify that this is a true copy
 of the Report and Accounts submitted to
 the Annual General Meeting held on
 18th May 1977*

[Signature]
 DIRECTOR

[Signature]
 SECRETARY

THE WELSH INSURANCE CORPORATION LIMITEDBALANCE SHEETAT 31 DECEMBER 1976

	1976 £'000	1975 £'000
Share capital authorised		
50,000 shares of £1 each	<u>50</u>	<u>50</u>
Share capital issued		
50,000 shares of £1 each, fully paid	<u>50</u>	<u>50</u>
Represented by		
Amount due from holding company	<u>50</u>	<u>50</u>

NOTES ON THE ACCOUNTS

1. The ultimate holding company is Commercial Union Assurance Company Limited (Incorporated in England).
2. All expenses have been borne by the ultimate holding company.
3. The Company, having reinsured all its business with the ultimate holding company during the year, has made neither profits nor losses.
4. Directors' emoluments amounted to. £Nil (1975 £Nil).
5. Auditors' remuneration is charged in the accounts of the ultimate holding company.

R.I.SLOAN Director

K.H.ALLEN Director S.G.FITZSIMON Assistant Secretary

REPORT OF THE AUDITORS TO THE
MEMBERS OF THE WELSH INSURANCE CORPORATION LIMITED

In our opinion the above balance sheet and notes on the accounts give a true and fair view of the Company's affairs at 31 December 1976 and comply with the Companies Acts, 1948 and 1967.

London, 14 March 1977

COOPERS & LYBRAND
Chartered Accountants