

REPORT AND ACCOUNTS

The directors submit their report and accounts of the Company for the year ended 31 December 1983, prepared in accordance with the provisions of the Companies Acts 1948 to 1981 applicable to insurance companies. The Annual General Meeting of the Company will be held on 17 April 1984.

Activities

The Company is authorised to write Fire and Accident insurance business. Any business is wholly reinsured with the ultimate holding company; consequently as the Company has made neither profits nor losses, no revenue account or profit and loss account is attached.

Directors

The names of the directors at the date of this report are:

C. R. HARRIS (CHAIRMAN)

V. C. BRYAN	W. K. EVANS
L. W. HAMMICK	J. LINBOURN
R. I. SLOAN, C.B.E.	G. T. SPRATT
J. H. WEBB	

The only changes to the composition of the Board since 1 January 1983 were the appointments of the following directors on 31 August 1983:

Mr. W. K. Evans
Mr. L. W. Hammick
Mr. G. T. Spratt
Mr. J. H. Webb

Directors' Interests

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

Those interests of the directors and of their families in the shares of the ultimate holding company, Commercial Union Assurance Company plc, (other than those directors' interests disclosed in the accounts of the ultimate holding company) that require to be disclosed under Section 16(1)(e) of the Companies Act 1967, are set out below:-

	Beneficially owned Ordinary Shares of 25p each		Date of appointment	
	31 December 1983			
	Fully Paid	5% Paid	Fully Paid	5% Paid
G. T. Spratt	4,579	-	4,579	-
J. H. Webb	7,574	5,783	7,574	5,783

The fully paid shares in Commercial Union Assurance Company plc owned by Mr. J.H. Webb include shares issued under the capitalisation issue made in April 1972 in respect of his partly paid shares allotted under the executive share incentive scheme. These shares were issued credited as fully paid, but in accordance with the rules of the executive share incentive scheme they rank for dividends only in the same proportion as the scheme shares, which gave rise to their allotment, bear to the nominal value of the ordinary shares, i.e. 5%, and until the scheme shares have become fully paid cannot be transferred.

Auditors

It will be proposed at the Annual General Meeting that the retiring Auditors, Coopers & Lybrand, be reappointed as Auditors to the Company to hold office for the period prescribed by Section 14(1) of the Companies Act 1976 and that the directors be authorised to fix the amount of their remuneration.

12 March 1984
St. Helen's,
1 Undershaft,
London, EC3P 3DQ.

By Order of the Board
G. T. SPRATT
Secretary

THE WELSH INSURANCE CORPORATION LIMITED
BALANCE SHEET
AT 31 DECEMBER 1983



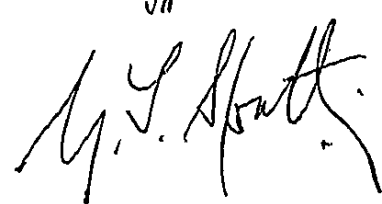
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	1983 £'000	1982 £'000
Share capital authorised: 50,000 shares of £1 each	50	50
Share capital issued: 50,000 shares of £1 each, fully paid	50	50
Represented by:		
Amount due from holding company	50	50

NOTES ON THE ACCOUNTS

1. The ultimate holding company is Commercial Union Assurance Company plc (Incorporated in England).
2. All expenses have been borne by the ultimate holding company.
3. Any business is wholly reinsured with the ultimate holding company; consequently as the Company has made neither profits nor losses, no revenue account or profit and loss account has been prepared.
4. Directors' emoluments amounted to £Nil (1982 £Nil).
5. Auditors' remuneration is charged in the accounts of the ultimate holding company.
6. These accounts have been prepared in accordance with Section 149A of and Schedule 8A to the Companies Act 1948.

Approved by the Board
on 12 March 1984

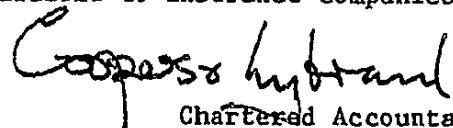
 Director
 Director
 Secretary
London

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

We have audited the above balance sheet and the notes to the accounts in accordance with approved Auditing Standards.

In our opinion the above balance sheet and the notes to the accounts comply with the provisions of the Companies Acts 1948 to 1981 applicable to insurance companies.

London, 12 March 1984


Chartered Accountants

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