

Liverpool Marine and General Insurance Company Limited

Report and Accounts 1981



LIVERPOOL MARINE AND GENERAL INSURANCE COMPANY LIMITED

REGISTERED OFFICE

Phoenix House
4-5 King William Street
London
EC4P 4HR

DIRECTORS

R K Bishop FCII FCIS (Chairman)
A R Matanle FCII
D Town ACII
K Wilkinson FCII

SECRETARY

E R Wills FCII

MANAGER

D Town ACII

AUDITORS

Touche Ross & Co

LIVERPOOL MARINE AND GENERAL INSURANCE COMPANY LIMITED

NOTICE OF MEETING

The annual general meeting of the company will be held at Phoenix House, 4-5 King William Street, London, EC4P 4HR on Tuesday 11th May 1982 at 11.15 am to receive and consider the directors' report and statement of accounts, to re-appoint the auditors and to authorise the directors to fix the auditors' remuneration.

A member of the company entitled to attend and vote at this meeting is entitled to appoint one or more proxies to attend and vote instead of him. A proxy need not be a member of the company.

By order of the Board

E R WILLS

Secretary

16th April 1982

LIVERPOOL MARINE AND GENERAL INSURANCE COMPANY LIMITED

DIRECTORS' REPORT

The directors submit their report on the affairs of the company for the year ended 31st December 1981.

During the year the company re-registered as a private company under the Companies Act 1980 and adopted new articles of association.

PRINCIPAL ACTIVITY

The principal activity of the company throughout the year was the transaction of insurance business.

RESULTS

With effect from 1st January 1981 the acceptance of the only business retained for the company's net account was discontinued and the whole of the company's insurance business is now wholly reinsured with Phoenix Assurance plc. A portfolio premium of £672,000 was paid, the funds being reduced to nil.

Investment income amounted to £213,000. After a transfer of £64,000 from retained profits and reserves to profit and loss account, the balance of the contribution from the holding company in the sum of £150,000 has been repaid.

DIRECTORS

The directors whose names appear on page 1 were directors throughout 1981.

As recorded in the register of directors' share and debenture interests Mr D Town was interested in 440 shares of 25p each of Phoenix Assurance plc at 1st January and 693 such shares at 31st December 1981. The interests of those directors who were also directors of Phoenix Assurance plc are not required to be recorded in the register maintained by this company. There were no other interests recorded.

AUDITORS

Touche Ross & Co have indicated their willingness to be re-appointed auditors of the company at the forthcoming annual general meeting.

By order of the Board

E R WILLS

Secretary

31st March 1982

LIVERPOOL MARINE AND GENERAL INSURANCE COMPANY LIMITED

MARINE INSURANCE REVENUE ACCOUNT
for the year ended 31st December 1981

	Note	1981 £'000	£'000	1980 £'000
Funds at beginning of year		672		822
Exchange adjustment		-		(65)
		<u>672</u>		<u>767</u>
Premiums		-		739
Portfolio premiums	1	(672)		-
		<u>-</u>		<u>1,506</u>
Claims paid		-	872	
Expenses		-	79	
Funds at end of year		-	<u>672</u>	
		<u>-</u>		<u>1,623</u>
Loss transferred to profit and loss account		<u>-</u>		<u>117</u>

LIVERPOOL MARINE AND GENERAL INSURANCE COMPANY LIMITED

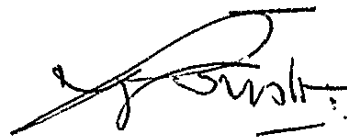
PROFIT AND LOSS ACCOUNT
for the year ended 31st December 1981


	Note	1981 £'000	1980 £'000
Investment income		213	225
Insurance underwriting loss		-	117
		<u>213</u>	<u>108</u>
Expenses not charged to revenue account		2	2
Profit before taxation		<u>211</u>	<u>106</u>
Taxation charge (credit)	3	125	(8)
Profit after taxation		<u>86</u>	<u>114</u>
Transferred from retained profits and reserves		64	-
		<u>150</u>	<u>114</u>
Repayment of contribution from holding company		150	100
Net profit retained		<u>-</u>	<u>14</u>


LIVERPOOL MARINE AND GENERAL INSURANCE COMPANY LIMITED

BALANCE SHEET
as at 31st December 1981

	Note	£'000	1981 £'000	£'000	1980 £'000
Current assets:					
Cash on deposit			292		237
Interest accrued			68		43
Debtors	4		-		13
			<u>360</u>		<u>293</u>
Investments	5		1,423		1,452
			<u>1,783</u>		<u>1,745</u>
Liabilities, other than outstanding claims:					
Creditors	4	57		-	
Due to holding company		<u>917</u>		<u>200</u>	
			974		200
			<u>809</u>		<u>1,545</u>
Insurance funds, including outstanding claims	1		-		672
			<u>809</u>		<u>873</u>
Net assets					
Representing:					
Share capital	6		300		300
Retained profits and reserves			509		573
			<u>809</u>		<u>873</u>

 Director

 Director

 Director and Manager

LIVERPOOL MARINE AND GENERAL INSURANCE COMPANY LIMITED

ACCOUNTING POLICIES

Disclosure requirements

The company avails itself of certain of the exemptions from disclosure which are available to it as an insurance company under the Companies Acts and the accounts comply with the statements of standard accounting practice except to the extent that such compliance would override the exemptions.

Investments

Investments are stated at cost, less reserves. Profits and losses on the realisation of investments are dealt with, after appropriate adjustments for taxation, through inner reserve.

Deferred taxation

Provision is made for deferred taxation at the rate of corporation tax ruling at the balance sheet date.

Foreign currencies

Assets, liabilities and transactions in currencies other than sterling are converted into sterling in the main at rates of exchange ruling at the balance sheet date.

Profits and losses resulting from the revaluation of foreign currency assets and liabilities are transferred to inner reserve.

NOTES TO THE ACCOUNTS

1 Marine insurance revenue account

The net insurance business written by the company is wholly reinsured with its holding company. The insurance business previously included in the marine insurance revenue account represented a treaty acceptance which was cancelled with effect from 1st January 1981 and a portfolio payment was made in an amount equal to the balance of the marine insurance funds at that date.

2 Source and application of funds

A statement of source and application of funds is not included in the accounts as it is considered by the company that such a statement would be of no real value because of the application in the accounts of the exemptions relating to insurance companies contained in the Companies Acts 1948 to 1981.

3 Taxation

The provision for United Kingdom taxation includes amounts set aside to cover the liability for corporation tax at the rate of 52% (1980 52%) on all profits brought into account to 31st December 1981.

The charge for taxation in the profit and loss account comprises:

	1981 £'000	1980 £'000
Corporation tax	112	(4)
Deferred taxation	13	(4)
	<hr/> 125	<hr/> (8)

LIVERPOOL MARINE AND GENERAL INSURANCE COMPANY LIMITED
NOTES TO THE ACCOUNTS (Continued)

4 Deferred taxation

The provision made in the accounts for deferred taxation, which represents the full liability, is included in "Creditors" in the balance sheet (in 1980 included in "Debtors")

	1981 £'000	1980 £'000
At beginning of year	22	26
Charge to profit and loss account on accrued income	13	(4)
At end of year	<u>35</u>	<u>22</u>

5 Investments

Investments comprise government, provincial and municipal securities with a market value at 31st December 1981 of £1,537,000 (1980 £1,685,000). If the investments were to be realised at market value it is estimated that no tax liability would arise (1980 nil).

6 Share capital

	1981 £'000	1980 £'000
Authorised: 1,000,000 ordinary shares of £1 each	1,000	1,000
Issued and fully paid: 300,000 ordinary shares of £1 each	<u>300</u>	<u>300</u>

7 Auditors' remuneration

The remuneration of the auditors amounted to £1,592 (1980 £1,407).

8 Directors' emoluments

No directors' emoluments were paid or payable in 1981 or 1980.

9 Holding company

The company's ultimate holding company is Phoenix Assurance plc, incorporated in Great Britain.

10 Approval of accounts

The directors approved these accounts at a Board meeting held on 31st March 1982.

AUDITORS' REPORT

to the members of Liverpool Marine and General Insurance Company Limited

We have audited the accounts and notes on pages 4 to 8 in accordance with approved auditing standards.

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

The accounts do not include the statement of source and application of funds as required by statement of standard accounting practice no.10.

Tamara Ashby

Chartered Accountants

5th April 1982