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**Allchurches Trust Limited**

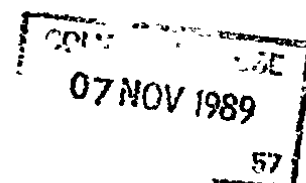
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**Report and Accounts**

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**Year ended 28 February 1989**

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**Report and Accounts**

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**28 February 1989**

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# Report and Accounts 28 February 1989

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## Directors and Officials

<p><b>Allchurches Trust Limited</b> A company formed to promote the Christian Religion and to contribute to the funds of Charitable Institutions.</p>	
Directors	C. Alan McLintock <i>Chairman</i> Dr D.M.M. Carey CBE The Very Revd. T. E. Evans <i>the Dean of St. Paul's</i> M.R. Cornwall-Jones The Rt. Revd. R.F. Cartwright
Secretary	D.H. Haydon
Registered Office	Beaufort House, Brunswick Road, Gloucester GL1 1JZ.
Auditors	BDO Binder Hamlyn Chartered Accountants 8 St Bride Street London EC4A 4DA

# Directors' Report and Review

The directors present their annual report together with the audited accounts for the year ended 28 February 1989.

Allchurches Trust Limited is a company limited by guarantee not having a share capital. It is a registered charity and has not traded.

## Principal Activities and Review

The principal activities of the trading subsidiaries throughout and at the end of the year remain the transaction of all major forms of insurance business except certain classes of marine, transport, aviation and industrial life assurance. Particulars of these subsidiary companies are given on page 17.

A strong growth in business turnover was achieved. Despite an unsatisfactory church fire situation the group general business profit before taxation was £8,247,000 compared with a loss of £198,000 in the previous year. This facilitated a significant increase in group dividends to the Trust which in turn enabled an increase in charitable distributions and the rebuilding of reserves.

## Results

The results of the group for the year and the appropriations are shown in the consolidated profit and loss account on page 8.

## Donations

Charitable amounts paid or provided for by the company and its subsidiaries are:

	£
<b>By Allchurches Trust Limited:</b>	
English Dioceses, Welsh Dioceses, the Episcopal Church in Scotland and the Church of Ireland	1,143,000
Centenary Bursaries	63,000
Others	161,690
	<hr/> 1,367,690
<b>By Subsidiary companies:</b>	
The Representative Body of the Church in Wales	22,000
The Church of England Pensions Board	26,000
Beaufort House Trust	40,000
Others	100
	<hr/> 88,100
	<hr/> <hr/> £1,455,790

In the past five years over £5 million has been provided for church and other charitable purposes. Nothing was given for political purposes.

## Directors

The names of the present directors are shown on page 2. In accordance with the Articles of Association Dr D.M.M. Carey and the Very Revd. T.E. Evans retire by rotation and being eligible, offer themselves for re-election.

A statement of directors' interests appears on page 18.

## Employees

The company has no direct employees.

The average number of persons employed in the United Kingdom each week by its subsidiaries was 628 and their aggregate remuneration was £6,958,427.

It is the group's policy to employ disabled persons on its standard terms of employment having regard to their particular aptitudes and abilities. Where possible, employment of persons who become disabled is continued and the necessary retraining provided to allow continuing service with the company. Opportunities for training and career development are available to all staff.

The group recognises the importance of employee communication and aims to keep employees informed about its affairs. Regular meetings are held and discussion encouraged.

Under the procedural agreement with the recognised trade union, meetings are held on topics raised by either party.

## Auditors

Binder Hamlyn changed their name to BDO Binder Hamlyn on 12 September 1988 and have accordingly signed their report in their new name.

A resolution will be proposed at the annual general meeting to re-appoint BDO Binder Hamlyn as auditors of the company.

## By Order of the Board

D. H. Haydon  
Secretary  
7 September 1989

# Auditors' Report

## Report of the Auditors to Members of Allchurches Trust Limited

We have audited the financial statements set out on pages 5 to 17, which have been prepared on the basis of the accounting policies set out on pages 5 and 6, in accordance with Auditing Standards.

In our opinion the financial statements of Allchurches Trust Limited set out on pages 7 and 9 and the related notes give a true and fair view of the state of the company's affairs at 28 February 1989 and of its result for the year ended on that date and have been properly prepared in accordance with the Companies Act 1985, and the financial statements of the group have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to insurance companies.

BDO Binder Hamlyn  
Chartered Accountants  
London



7 September 1989

# Accounting Policies

## Changes in Accounting Policies

Subsidiary companies and the associated company are now shown in the parent company's balance sheet at net asset value. In previous years they were included at cost. Net currency gains or losses on trading (after taxation) are now taken direct to distributable reserves in the balance sheet. In previous years net gains or losses were included with investment income for the year. An investment return comprising realised gains, dividends, interest and rents less expenses is now allocated as appropriate between the group revenue account and the consolidated profit and loss account.

Comparative figures for the above have been restated. Other accounting policies remain consistent with the previous year and are stated below.

### a Basis of Accounting

The accounts have been prepared under the historical cost convention as modified by the revaluation of investments.

### b Disclosure Requirements

The consolidated accounts are prepared under the provisions of Part VII Chapter II of the Companies Act 1985 relating to special category accounts and utilise certain of the exemptions from the disclosure requirements that are available to a group with insurance subsidiaries. The balance sheet of the company is prepared under the provisions of Part VII Chapter I of the Companies Act 1985.

### c Subsidiary Companies and Overseas Branches

The accounting date of subsidiary companies is the last day of February.

Overseas branch trading results for the year ended 31 December are incorporated into the group results for the financial year ending on the last day of February of the following year.

### d Associated Company

The appropriate proportions of the latest published earnings and net assets are included in the accounts. The surplus of net assets over cost is added to investment reserves.

### e Exchange Rates

Assets and liabilities in overseas currencies relating to overseas branches and reinsurance are translated at the rate ruling on the previous 31 December. Revenue in overseas currencies is stated at the rate ruling on 31 December in the year in which each revenue transaction was recorded or, where appropriate, at the actual rate obtained on exchanging each currency

remittance for sterling. Assets and liabilities of the overseas subsidiary and revenue for the year are translated at the rate ruling on the last day of February. Surpluses and deficits arising from the translation at those rates of exchange of the branch current accounts are taken directly to non-distributable reserves as being outside the company's normal trading activities. Exchange profits or losses which arise from normal trading activities are taken to distributable reserves.

### f Insurance Funds

Unearned premiums represents the proportion of general business premiums written in the year which relate to cover provided thereafter. An allowance is made for deferred acquisition costs according to the class of business. Outstanding claims are calculated by reference to individual cases and include amounts for claims incurred but not reported and the balances of the 'open years' accounts for inwards reinsurance business.

### g Investment Return

Investment return comprising net realised gains, dividends, interest and rent is stated after charging investment expenses and is credited in the year in which received. Dividends from subsidiary companies are dealt with on an accruals basis.

### h Pensions

United Kingdom and Eire pension liabilities are dealt with by payment to the Ecclesiastical Insurance Office plc Staff Retirement Benefit Fund in accordance with actuarial recommendations. Canadian pension liabilities are dealt with by payment to a Canadian Trustee Fund.

### i Premiums Written

Net written premiums comprise gross direct business and reinsurance accepted (on determined years) after taking into account reinsurance ceded and portfolio transfers.

### j Reinsurance Accepted and London Market Operations.

The results of reinsurance accepted and London Market operations are determined as at 31 December and incorporated into the accounts for the financial year ending on the last day of February of the following year. London Market and certain reinsurance which due to the nature of the business is subject to delayed receipt of accounts is carried forward in an "open year" fund until fully reported and included in outstanding claims in the balance

# Accounting Policies

sheet, where appropriate this being closed at the end of the second or third year of account following the year of account to which that business relates.

**k Capital Expenditure**

Expenditure on fixtures and fittings, office equipment and computer ancillary equipment is written off over two years. Expenditure on motor cars is written off in the year of acquisition.

Expenditure on computers and telecommunications equipment is written off over four years. No depreciation is charged on investments in properties. Beaufort House, the head office at Gloucester, the computer centre at Littledean and a small residential property are being amortised over a period of 50 years.

Expenditure incurred in renovating the group's leasehold offices in Billiter Street, London, is being written off over four years.

The amortised properties, computer equipment and other capital items are included under the heading Fixed Assets in the consolidated balance sheet.

**l Revaluation Reserve**

This comprises surplus on revaluation of investments and gains less losses on movements in exchange.

**m Taxation**

Taxation is provided on profits and income less reliefs. Provision is not made on earnings retained overseas nor on unrealised appreciation of investments at the balance sheet date.



# Profit and Loss Account

for the year ended 28 February 1989		1989	1988
		£000	£000
<b>Income</b>			
From Subsidiary companies:			
Covenants		100	—
Dividends		1,947	411
		2,047	411
Deposit Interest		88	120
		<u>2,135</u>	<u>531</u>
<b>Expenditure</b>			
Charitable Distributions		1,368	925
Expenses		4	1
		1,372	926
Surplus/(Deficit) for the year		763	(395)
Balance brought forward		136	531
Balance carried forward		<u>899</u>	<u>136</u>

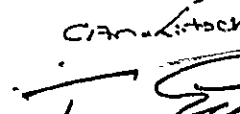
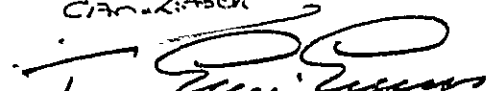
## Consolidated Profit and Loss Account

for the year ended 28 February 1989			
	Notes	1989 £000	1988 £000
Investment Return on Shareholders' Funds	6	1,582	4,109
General Business Insurance Result	5a	9,542	(3,269)
Unit Trust Management		(97)	(258)
Transfer to Policyholders' Funds of a subsidiary company		(2,000)	-
		<u>9,027</u>	<u>582</u>
Less: Debenture Interest		780	780
Profit/(Loss) before Taxation		8,247	(198)
Taxation	7	3,368	132
Profit/(Loss) after Taxation		<u>4,879</u>	<u>(66)</u>
Less:			
Transfer to General Reserve		1,500	-
Preference dividends of a subsidiary company		307	306
Charitable grants net of tax relief		1,390	968
		<u>3,197</u>	<u>1,274</u>
Retained Profit/(Loss)	2	<u>1,682</u>	<u>(1,340)</u>

## Movements in reserves

	Group 1989 £000	Parent 1989 £000	Group 1988 £000	Parent 1988 £000
<b>Retained Profits</b>				
Balance at 1 March 1988	1,817	136	4,407	531
Foreign exchange gains less losses	25	-	250	-
Transfer to Policyholders' funds of a subsidiary company	-	-	(1,500)	-
Retained profit/(loss) for the year	1,682	763	(1,340)	(395)
Balance at 28 February 1989	<u>3,524</u>	<u>899</u>	<u>1,817</u>	<u>136</u>
<b>General Reserve</b>				
Balance at 1 March 1988	4,500	-	4,500	-
Transfer from Consolidated Profit and Loss Account	1,500	-	-	-
Balance at 28 February 1989	<u>6,000</u>	<u>-</u>	<u>4,500</u>	<u>-</u>
<b>Revaluation Reserve</b>				
Balance at 1 March 1988	21,434	27,615	27,289	35,665
Foreign exchange gains less losses	412	-	(597)	-
Surplus/(deficit) arising from revaluation of investments	4,988	7,844	(5,258)	(8,050)
Balance at 28 February 1989	<u>26,834</u>	<u>35,459</u>	<u>21,434</u>	<u>27,615</u>
<b>Total Reserves</b>	<u>36,358</u>	<u>36,358</u>	<u>27,751</u>	<u>27,751</u>

## Parent Company Balance Sheet

at 28 February 1989			
	Notes	1989 £000	1988 £000
<b>Fixed Assets</b>			
Investments:			
Shares in group companies	10	35,509	27,665
<b>Current Assets</b>	9	2,062	962
<b>Less: Creditors</b>			
Amounts falling due within one year	9	1,213	876
<b>Net Current Assets</b>		849	86
<b>Net Assets</b>		36,358	27,751
<b>Represented by:</b>			
<b>Reserves</b>		36,358	27,751
<div style="text-align: right;"> C.A. McLINTOCK } Directors  T.E. EVANS } </div> <div style="text-align: right; margin-top: 10px;">    </div>			

## Long Term Business Balance Sheet

at 28 February 1989			
	Notes	1989 £000	1988 £000
<b>Life Fund</b>	4	139,539	115,522
<b>Other Liabilities</b>	9	967	867
		140,506	116,389
<b>Investments</b>	8	133,178	113,104
<b>Fixed Assets</b>		772	792
<b>Other Assets</b>	9	6,556	2,493
		140,506	116,389

## Consolidated Balance Sheet

at 28 February 1989			
	Notes	1989 £000	1988 £000
<b>Reserves</b>			
Revaluation Reserve		26,834	21,434
General Reserve		6,000	4,500
Retained Profits		3,524	1,817
		<u>36,358</u>	<u>27,751</u>
<b>Minority Interests</b>	3	3,225	3,226
<b>Insurance Funds</b>	4	54,498	52,067
<b>Other Liabilities</b>			
due within one year	9	28,139	30,138
due after more than one year	11	6,000	6,000
		<u>34,139</u>	<u>36,138</u>
<b>Long Term Insurance Accounts</b> (see separate balance sheet page 9)		<u>140,506</u>	<u>116,389</u>
		<u>268,726</u>	<u>235,571</u>
<b>Investments</b>	8	57,744	55,156
<b>Associated Company</b>		25,266	21,579
<b>Fixed Assets</b>		3,010	2,043
<b>Other Assets</b>	9	42,200	40,404
<b>Long Term Insurance Accounts</b> (see separate balance sheet page 9)		<u>140,506</u>	<u>116,389</u>
		<u>268,726</u>	<u>235,571</u>

# Group Statement of Source and Application of Funds

for the year ended 28 February 1989 (excluding Long Term Business)		
	1989	1988
	£000	£000
<b>Source of Funds</b>		
Profit/(loss) before taxation	8,247	(198)
Transfer between funds	—	(1,500)
Profit retained in associated company	(32)	(33)
Depreciation	896	384
Adjustments for movements in:		
Exchange rates	438	(344)
Insurance funds and outstanding claims	2,431	10,926
Creditors	(4,318)	9,784
Debtors	2,371	(11,056)
<b>Total generated from operations</b>	<b>10,033</b>	<b>7,963</b>
<b>Application of Funds</b>		
Charitable grants paid	1,113	1,115
Preference dividends paid by subsidiary company	307	306
Tax paid	747	900
	<b>2,167</b>	<b>2,321</b>
<b>Funds available for Investment</b>	<b>7,866</b>	<b>5,642</b>
<b>Change in Investments and Liquid Funds</b>		
Fixed interest securities	(768)	(184)
Ordinary stocks and shares	1,343	2,785
Properties	391	3
Other investments	(274)	542
Fixed assets	1,504	933
Acquisition of interest in associated company	928	580
Cash at bank and in hand	4,742	983
	<b>7,866</b>	<b>5,642</b>

# Notes on the Accounts

## 1 Exchange Rates

The principal rates of exchange used for translation are:

	1989	1988
Canada	C\$2.15	C\$2.40
Republic of Ireland	IR£1.20	IR£1.12

## 2 Retained Profits/(Losses)

Retained profits/(losses) have been dealt with in the following accounts:

	1989 £000	1988 £000
Parent Company	763	(395)
Subsidiary Companies	895	(969)
Associated Company	24	24
	<u>1,682</u>	<u>(1,340)</u>

## 3 Minority Interest

Minority interest is comprised of preference share capital in a subsidiary company.

	1989 £	1988 £
2.8% First Cumulative Preference Shares of £1 each	225,240	226,090
10% Redeemable Second Cumulative Preference Shares of £1 each	3,000,000	3,000,000
	<u>3,225,240</u>	<u>3,226,090</u>

The subsidiary has the right to redeem all or any of the Redeemable Second Cumulative Preference Shares at par together with a premium, as follows:

Year of Redemption	Premium
up to 1992	10 per cent
1993 to 1997	7½ per cent
1998 to 2002	5 per cent
2003 to 2007	2½ per cent
2008 to 2012	Nil

Any of these preference shares not previously redeemed will be redeemed at par on 31 December 2012.

## 4 Insurance Funds

Insurance Funds shown in the Balance Sheets are as follows:

	1989 £000	1988 £000
General Insurance		
Unearned premiums	22,500	18,880
Outstanding claims	36,199	36,684
Deferred acquisition costs	(4,201)	(3,497)
	<u>54,498</u>	<u>52,067</u>
Long Term Insurance		
Mutual Funds	69,843	63,308
Non Mutual Funds	43,530	27,517
	<u>113,373</u>	<u>90,825</u>
Investment Reserves	26,166	24,697
	<u>139,539</u>	<u>115,522</u>

# Notes on the Accounts

## 5 Insurance Subsidiaries: Underwriting Results

	1989 £000	1988 £000
<b>(a) General Insurance</b>		
Gross written premiums	83,518	68,737
Less: Reinsurance	28,418	20,921
Net written premiums	55,100	47,816
Increase in unearned premiums	2,791	2,650
Net earned premiums	52,309	45,166
Claims incurred	28,595	36,434
Expenses and commission	19,113	16,207
	47,708	52,641
Underwriting Result	4,601	(7,475)
Investment Return on General Insurance Funds	4,941	4,206
<b>Insurance Result</b>	<b>9,542</b>	<b>(3,269)</b>
<b>(b) Long Term Insurance</b>		
Premiums less reinsurance	24,387	15,107
Investment Return on Long Term Funds	9,064	8,376
	33,451	23,483
<i>Less:</i>		
Claims and surrenders	5,614	3,188
Annuities	6,833	5,348
Expenses and commission	3,029	2,242
Taxation	677	68
	16,153	10,846
<b>Excess of Income over Expenditure</b>	<b>17,298</b>	<b>12,637</b>
Transfer from investment reserve	3,250	1,250
Transfer from retained profits	—	1,500
Transfer from consolidated profit and loss account	2,000	—
<b>Funds at beginning of year</b>	<b>90,825</b>	<b>75,438</b>
<b>Funds at end of year</b>	<b>113,373</b>	<b>90,825</b>

## Notes on the Accounts

### 6 Investment Return

	Long Term Business Mutual		Non Mutual		General Business	
	1989 £000	1988 £000	1989 £000	1988 £000	1989 £000	1988 £000
Investment Income	5,375	4,951	3,386	2,552	5,316	5,100
Associated Company	—	—	—	—	824	690
Realised Investment Gains	395	894	236	152	770	2,889
	<u>5,770</u>	<u>5,845</u>	<u>3,622</u>	<u>2,704</u>	<u>6,910</u>	<u>8,679</u>
Less Expenses	297	170	31	3	387	364
	<u>5,473</u>	<u>5,675</u>	<u>3,591</u>	<u>2,701</u>	<u>6,523</u>	<u>8,315</u>
Allocated to: General Insurance Funds					4,941	4,206
Shareholders' Funds					1,582	4,109
					<u>6,523</u>	<u>8,315</u>

### 7 Taxation

Taxation charged in the Consolidated Profit and Loss Account is based on the profit for the year and tax credit attributable to United Kingdom franked investment income received. The Long Term Funds are charged to tax on the bases applicable to Life Assurance and Annuity business. The charges for the year and any adjustments for prior years are:

	Long Term Business Mutual		Non Mutual		General Business	
	1989 £000	1988 £000	1989 £000	1988 £000	1989 £000	1988 £000
UK Corporation Tax	145	—	250	—	3,222	(53)
Overseas taxation	13	14	—	—	304	199
	<u>158</u>	<u>14</u>	<u>250</u>	<u>—</u>	<u>3,526</u>	<u>146</u>
Less relief for overseas taxation	4	4	—	—	304	53
	<u>154</u>	<u>10</u>	<u>250</u>	<u>—</u>	<u>3,222</u>	<u>93</u>
Tax credit on franked investment income	123	150	6	—	(119)	(71)
Share of Associated Company's taxation	—	—	—	—	206	192
	<u>277</u>	<u>160</u>	<u>256</u>	<u>—</u>	<u>3,309</u>	<u>214</u>
Prior year adjustment	146	(92)	(2)	—	59	(346)
	<u>423</u>	<u>68</u>	<u>254</u>	<u>—</u>	<u>3,368</u>	<u>(132)</u>

Agreement has been reached with the Inland Revenue for the eligibility of general business claims reserves to follow more closely the pattern emerging from the returns to the Department of Trade and Industry. This results in an accelerated payment for tax due and an additional charge of £295,000 in the corporation tax provision for the current year. The effect on provisions for prior years was negligible due to the availability of other reliefs.

#### Capital Gains

If the investments of the group were realised at the amounts at which they are included in the accounts a liability to corporation tax of approximately £16.0m (1988:£10.5m) would arise. Of this £9.2m (1988:£6.8m) would relate to the Shareholders' Funds, £6.8m (1988:£3.7m) to the Long Term Funds.



## Notes on the Accounts

### 8 Investments

Investments are valued in accordance with the Insurance Companies Regulations. Listed investments are at mid-market value, properties are valued at net realisable value by independent Chartered Surveyors and other investments (mortgages and loans) are at valuation reflecting year end interest rates.

	1989 Long Term £000	1989 General £000	1989 Total £000	1988 Long Term £000	1988 General £000	1988 Total £000
British Government and British Government guaranteed securities	26,408	12,728	39,136	25,451	16,360	41,811
United Kingdom Municipal, County and Public Boards securities	991	291	1,282	1,092	289	1,381
Government, Provincial and Municipal securities other than United Kingdom	1,539	5,799	7,338	1,706	4,295	6,001
Debentures and loan stocks	20,903	7,213	28,116	19,207	5,949	25,156
Preference shares	1,817	2,553	4,370	1,160	3,166	4,326
Ordinary stocks and shares	56,071	26,401	82,472	49,102	22,362	71,464
Other investments, including mortgages and loans	13,853	746	14,599	4,560	1,044	5,604
Freehold and leasehold properties	11,596	2,013	13,609	10,826	1,691	12,517
	<u>133,178</u>	<u>57,744</u>	<u>190,922</u>	<u>113,104</u>	<u>55,156</u>	<u>168,260</u>

### 9 Other Assets and Liabilities

	1989 Long Term £000	1989 General Consolidated £000	1989 Parent Company £000	1988 Long Term £000	1988 General Consolidated £000	1988 Parent Company £000
<b>Current Assets</b>						
Agents and other insurance debts	150	29,298	-	96	30,361	-
Other debtors, including taxation	1,216	1,331	392	1,924	3,211	110
Dividends from Subsidiary	-	-	1,100	-	-	-
Cash at bank and in hand	5,190	11,571	570	473	6,832	852
	<u>6,556</u>	<u>42,200</u>	<u>2,062</u>	<u>2,493</u>	<u>40,404</u>	<u>962</u>
<b>Creditors: amounts falling due within one year</b>						
Outstanding claims	567	-	-	582	-	-
Due to other insurance companies	16	22,679	-	13	26,531	-
Other creditors, including taxation	384	5,453	1,212	272	3,600	869
Subsidiary Company	-	-	1	-	-	7
Proposed dividend	-	7	-	-	7	-
	<u>967</u>	<u>28,139</u>	<u>1,213</u>	<u>867</u>	<u>30,138</u>	<u>876</u>

# Notes on the Accounts

## 10 Shares in Group Companies

Shares in group companies are shown at net asset value in the parent company balance sheet.

## 11 Debenture Stock

The £6,000,000 13% Debenture Stock 2018 is secured on the assets of a subsidiary company. Except insofar as previously repaid, or purchased by the company or any of its subsidiaries and cancelled, the stock will be repaid at par on 31 August 2018.

## 12 Capital Commitments

At 28 February 1989 there were no outstanding contracts for capital expenditure (1988:nil), or capital expenditure authorised by the directors but not contracted for (1988:nil).

## 13 Directors' Emoluments

No director received emoluments from Allchurches Trust Limited during the year.

(a) The aggregate emoluments of the directors who are also directors of Ecclesiastical Insurance Office plc was £27,640 (1988: £27,382).

In addition, in 1988, an ex gratia payment of £11,000 was made to one retiring director.

(b) Individual emoluments (excluding pension contributions) are:

	1989 £	1988 £
Chairman and highest paid director	12,560	10,700
Other directors, by scale:	No.	No.
Up to £5,000	3	3
£5,001 to £10,000	—	1
£10,001 to £15,000	1	—

## 14 Employees' Emoluments

The number of group employees, excluding directors, who received remuneration exceeding £30,000 in the financial year was:

	1989	1988
£30,001 to £35,000	7	3
£35,001 to £40,000	1	2
£40,001 to £45,000	2	2
£45,001 to £50,000	—	1
£50,001 to £55,000	2	1
£55,001 to £60,000	2	—
£65,001 to £70,000	1	1
£90,001 to £95,000	1	—

## 15 Loans to Directors and Officers

No loans or quasi loans were made to directors or connected persons during the year. One person who was an officer of the group during the year ended 28 February 1989 had a loan outstanding at that date amounting to £1,461.

## 16 Group Turnover

Gross written premiums for general and long term business were:

	1989 £000	1988 £000
General Insurance		
United Kingdom	63,193	53,532
Canada	9,581	5,852
Ireland	1,698	1,561
Malta	45	—
International Reinsurance	9,001	7,792
	<u>83,518</u>	<u>68,737</u>
Long Term Insurance		
United Kingdom	24,567	15,288
	<u>108,085</u>	<u>84,025</u>

## 17 Auditors' Remuneration

The remuneration of the auditors of the group amounted to £73,130 (1988: £62,829).

## 18 Approval of Accounts

These accounts were approved by the directors and signed on 7 September 1989.

# Holding, Subsidiary and Associated Companies

Subsidiary Companies	Share Capital	Holding of shares by: Parent    Subsidiary
(i) Incorporated and operating in England:		
Ecclesiastical Holdings plc	Ordinary Shares	100%
Allchurches Mortgage Company Ltd	Ordinary Shares	100%
Ecclesiastical Group Asset Management Limited	Ordinary Shares	100%
Allchurches Investment Management Services Limited	Ordinary Shares	100%
Ecclesiastical Insurance Office plc	Deferred Shares	100%
	Ordinary Shares	100%
	2.8% First Cumulative Preference Shares	9.9%
	9.5% Redeemable Third Cumulative Preference Shares	100%
Allchurches Life Assurance Limited	Deferred Shares	100%
	Ordinary Shares	100%
Blaisdon Properties Limited	Deferred Shares	100%
	Ordinary Shares	100%
Group Support Services Limited	Ordinary Shares	55%
In addition there are four other wholly-owned subsidiary companies whose assets and contribution to group income are not significant.		
(ii) Incorporated and operating in the Republic of Ireland:		
Rei Investments Limited	Ordinary Shares	100%
Associated Company		
Incorporated in Scotland:		
St Andrew Trust plc	Ordinary Shares	38.2%
	3.675% Cumulative Preference Stock	15.5%

## Directors' Interests

The interests of the directors, all of which are beneficial, in the 2.8% First Cumulative Preference shares of Ecclesiastical Insurance Office plc appearing in the register maintained under the provisions of the Companies Act 1985 are as follows:

Directors	Interest at 28.2.1989	Interest at 1.3.1988
C. Alan McLintock	500	500
Dr. D.M.M. Carey	Nil	Nil
The Very Revd. T.E. Evans the Dean of St. Paul's	2,900	2,900
M.R. Cornwall-Jones	500	500
The Rt. Revd. R. F. Cartwright	3,000	3,000

No director was interested in any other shares or debentures of the group. There has been no change in these interests since the end of the financial year to the date of this report.

No contract subsisted during or at the end of the financial year in which a director was or is materially interested.