

**TERRA NOVA PENSION TRUSTEE LIMITED**  
(Registered Number: 2112236)

**Annual Report and Accounts**  
**for the year ended 30<sup>th</sup> September 2005**



# **TERRA NOVA PENSION TRUSTEE LIMITED**

## **Report of the Directors and Audited Accounts**

**For the year ended 30<sup>th</sup> September 2005**

The Directors submit their Sixteenth Annual Report and Accounts of the Company covering the year to 30<sup>th</sup> September 2005.

### **Activities**

The Company is the Corporate Trustee of Terra Nova Insurance Company Limited Pension and Life Assurance Scheme. No other activities were pursued during the year.

### **Results**

There is no income or expenditure in that no fees were charged in respect of the Trustee services provided by the Company during the period, the expenses of which were borne by Markel International Insurance Company Limited.

### **Profit and Loss Account**

No profit and loss account has been prepared as the company is non-trading.

### **Directors**

The Directors who served during the year were as follows:

L J Agambar  
T Gayner  
R S Gilbert  
R Northedge  
P Perrott  
R R Whitt

### **Directors' Responsibilities**

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with UK Accounting Standards.

The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They have a general responsibility for taking such steps that are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Under applicable law the directors are also responsible for preparing a Directors' Report that complies with that law.

Approved by the Board of Directors  
And signed on behalf of the Board



A J Bailey  
Secretary

28th April, 2006

## **INDEPENDENT AUDITORS' REPORT**

### **To the directors of Terra Nova Pension Trustee Limited**

We have audited the financial statements of Terra Nova Pension Trustee Limited for the year ended 30 September 2005 which comprise the Profit and Loss Account, Balance Sheet and related notes as shown on pages 6 to 8. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of Directors and Auditors**

As described in the Report of the Directors and Audited Accounts on page 2, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice). Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed. We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatement within it.

#### **Basis of Audit Opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In

forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

### **Opinion**

In our opinion the financial statements:

- Give a true and fair view, in accordance with UK Generally Accepted Accounting Practice, of the state of the company's affairs as at 30 September 2005 and of its result for the year then ended; and
- Have been properly prepared in accordance with the Companies Act 1985.

KPMG LLP

KPMG LLP  
Chartered Accountants  
Registered Auditor  
1 Canada Square  
Canary Wharf  
London  
E14 5AG

28 APRIL 2006

**TERRA NOVA PENSION TRUSTEE LIMITED**

**PROFIT AND LOSS ACCOUNT FOR THE YEAR  
ENDED 30<sup>TH</sup> SEPTEMBER 2005**

The company did not trade during the year and received no income and incurred no expenditure. Consequently the Company made neither a profit nor a loss.


**BALANCE SHEET AS AT 30<sup>TH</sup> SEPTEMBER 2005**

	<u>2005</u>	<u>2004</u>
	<u>£</u>	<u>£</u>
Net Assets – Cash in hand	<u>102</u>	<u>102</u>

**Total Shareholders Funds**

Called-up Share Capital	<u>102</u>	<u>102</u>
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**Approved by the Board**

.....  ..... Director

28<sup>th</sup> April, 2006

The notes on Pages 7 and 8 form an integral part of these accounts and the Auditor's Report is on Pages 4 and 5.

## **TERRA NOVA PENSION TRUSTEE LIMITED**

### **Notes to the Accounts**

#### **1. Basis of Preparation**

The accounts have been prepared in accordance with applicable Accounting Standards in the United Kingdom and with the historical cost convention.

#### **2. Income and Expenditure**

No income was received or receivable by the Company during the year and all expenses, including audit fees, were borne by Markel International Insurance Company Limited. Accordingly no profit and loss account has been produced.

#### **3. Directors' Emoluments**

The Directors neither received nor waived any emoluments for their services to the Company during the year.

#### **4. Share Capital**

	<b><u>2005</u></b> £	<b><u>2004</u></b> £
<b>Authorised</b>	1,000	1,000
	—	—
<b>Issued and fully paid Ordinary shares</b>		
2 shares of £1 each	2	2
<b>Allotted called up and Partly paid Ordinary shares</b>		
998 shares of £1 each (10 pence called up)	100	100
	<u>102</u>	<u>102</u>

#### **5. Ultimate Holding Company**

Markel Corporation, a company incorporated in the United States of America, is the ultimate holding company. The parent company of the smallest sub-group of companies which includes the company and for which group accounts are prepared is Markel International Ltd, a company incorporated in Great Britain and registered in England and Wales.

Copies of the group financial statements of Markel International Ltd can be obtained from the Company Secretary, The Markel Building, 49 Leadenhall Street, London EC3A 2EA. Copies of the group financial statements of Markel Corporation can be obtained from 452 Highwoods Parkway, Glen Allen, Virginia 23060, USA.

Advantage has been taken of the exemption in FRS8 not to disclose transactions with entities that are part of the Markel Corporation group.