

ROYAL INSURANCE HOLDINGS PLC

Interim Accounts

for the period 1st January 2004 to 31st July 2004



Royal Insurance Holdings plc
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Royal Insurance Holdings plc

Profit & Loss account

for the period ended 31st July, 2004

	1.1.04 to 31.7.04 £m	Year to 31.12.03 £m
Income from shares in subsidiary undertakings	100	240
Operating profit	100	240
Interest receivable on external deposits	-	-
Interest payable on loans from subsidiary undertakings	(28)	(41)
Interest payable on borrowings	(12)	(19)
Losses on disposal of subsidiaries	-	(30)
Profit on ordinary activities before taxation	60	150
Tax on profit on ordinary activities	12	22
Profit on ordinary activities after taxation	72	172
Dividends		
Paid	-	(230)
Proposed	(100)	-
Transfer to/(from) retained profits	(28)	(58)

All figures relate to continuing operations.

Statement of total recognised gains and losses for the period ended 31st July 2004

	Revaluation reserve £m	Profit and loss account £m	1.1.04 to 31.7.04 £m	Year to 31.12.03 £m
Profit for the period	-	72	72	172
Unrealised losses on investments	(134)	-	(134)	(115)
Exchange	-	6	6	(10)
Total recognised gains/(losses) arising	(134)	78	(56)	47

Statement of historical cost profits and losses

There is no material difference between the results for the period and the previous year as described in the profit and loss account and the results on an historical cost basis. Accordingly a note on the historical profits and losses for the period is not given.

Movement in shareholders' funds for the period ended 31st July 2004

	Share capital/ premium £m	Revaluation reserve £m	Profit and Loss Account £m	1.1.04 to 31.7.04 £m	Year to 31.12.03 £m
Shareholders' funds at 1st January	2,607	754	29	3,390	2,613
Shareholder recognised gains (losses)	-	(134)	78	(56)	47
Increase in share capital	-	-	-	-	960
Dividends	-	-	(100)	(100)	(230)
Shareholders' funds at 31st July	2,607	620	7	3,234	3,390

Royal Insurance Holdings plc

Balance sheet

As at 31st July, 2004

	31.7.04 £m	31.12.03 £m
Fixed assets – investments		
Shares in subsidiaries	4,312	4,446
Current assets		
Amounts owed by subsidiary undertakings	526	627
Cash at bank and in hand	-	1
Taxation recoverable	54	42
	<u>580</u>	<u>670</u>
Creditors: amounts falling due within one year		
Amounts owed to Group undertakings	(1,286)	(1,179)
Other creditors including taxation and social security	(14)	(17)
External borrowings	(358)	(400)
Proposed Dividend	-	(130)
	<u>(1,658)</u>	<u>(1,726)</u>
Net current liabilities	(1,078)	(1,056)
Net assets	3,234	3,390
Representing		
Share capital and reserves		
Called up share capital	1,133	1,133
Share premium account	1,474	1,474
Revaluation reserve	620	754
Profit & loss account	7	29
Equity shareholders' funds	3,234	3,390



Director

2004