

Registered number: 2942487



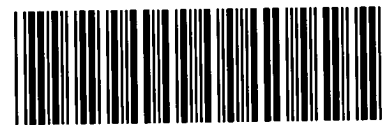
**XL Insurance
Reinsurance**

ANGEL RISK MANAGEMENT LIMITED

ANNUAL REPORT AND ACCOUNTS

**YEAR ENDED
31 DECEMBER 2018**

WEDNESDAY



A86Y2QU0
A09 05/06/2019 #148
COMPANIES HOUSE

ANGEL RISK MANAGEMENT LIMITED

CONTENTS

	Page
Company Information	1
Strategic Report	2
Directors' Report	3
Independent Auditors' Report	4
Statement of Profit or Loss	6
Statement of Changes in Equity	7
Statement of Financial Position	8
Notes to the Financial Statements	9

ANGEL RISK MANAGEMENT LIMITED

COMPANY INFORMATION

Directors and officers at the date that the report is signed:

DIRECTORS

P Bradbrook
W J Alexander Farmer
R Ramesh Singh

COMPANY SECRETARY

M L Rees

REGISTERED OFFICE

20 Gracechurch Street
London EC3V 0BG
United Kingdom

INDEPENDENT AUDITORS

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
7 More London Riverside
London SE1 2RT
United Kingdom

ANGEL RISK MANAGEMENT LIMITED

STRATEGIC REPORT YEAR ENDED 31 DECEMBER 2018

The directors present their strategic report for the year ended 31 December 2018.

PRINCIPAL ACTIVITIES

The principal activity of Angel Risk Management Limited (the "Company") is as an insurance intermediary.

RESULTS AND DIVIDENDS

The results for the year and the state of the company's position as at 31 December 2018 are shown in the financial statements. No interim dividend was paid and the directors do not propose to pay a final dividend (2017: £Nil).

STRATEGY AND KEY PERFORMANCE INDICATORS

The directors have considered the factors relating to the ongoing performance of the Company. It will continue to receive commission on Terrorism business it writes for parties excluding AXA XL a member of the AXA SA group of companies.

PRINCIPAL RISKS AND UNCERTAINTIES

The process of risk management is addressed through a framework of policies procedures and internal controls, in line with the wider AXA XL Group that aims to integrate existing risk programs into a more holistic embedded Group-wide risk and capital management framework.

The directors have considered all financial risks of the Company. The majority of the company's financial assets are comprised of amounts receivable from group undertakings, which is driven by the company's continuous writing of business for Catlin Insurance Company (UK) Ltd on all Angel's products (with the exception of Terrorism). The directors do not believe that there are any significant interest rate, currency, liquidity, credit or price risks. Therefore, the Board consider the company to have minimal exposure to financial risks.

This report was approved by the Board and signed on its behalf by:



P Bradbrook
Director
28 May 2019

ANGEL RISK MANAGEMENT LIMITED

DIRECTORS' REPORT YEAR ENDED 31 DECEMBER 2018

The Directors present their report and the audited financial statements for the year ended 31 December 2018.

DIRECTORS

Company directors who held office during the year and up to the date of signing the annual accounts are listed on page 1.

STATEMENT OF 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 prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland", and applicable law). Under company law the Directors must not approve the financial statements unless they are satisfied that they 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;
- state whether applicable UK Accounting Standards, comprising FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; 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 adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006.

The directors are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT OF DISCLOSURE OF INFORMATION TO THE AUDITORS

Each of the persons who is a director at the time when this Directors' Report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the Company's auditors are unaware; and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the Company's auditors in connection with preparing their report and to establish that the Company's auditors are aware of that information.

INDEPENDENT AUDITORS

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office and a resolution that they be reappointed will be proposed.

This report was approved by the Board and signed on its behalf by:



P Bradbrook
Director
28 May 2019

ANGEL RISK MANAGEMENT LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBER OF ANGEL RISK MANAGEMENT LIMITED

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

In our opinion, Angel Risk Management Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report and Accounts (the "Annual Report"), which comprise: the statement of financial position as at 31 December 2018; the statement of profit or loss and the statement of changes in equity for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

CONCLUSIONS RELATING TO GOING CONCERN

ISAs (UK) require us to report to you when:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

We have nothing to report in respect of the above matters.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern. For example, the terms on which the United Kingdom may withdraw from the European Union are not clear, and it is difficult to evaluate all of the potential implications on the company's trade, customers, suppliers and the wider economy.

REPORTING ON OTHER INFORMATION

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

With respect to the Strategic Report and Directors' Report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require us also to report certain opinions and matters as described below.

ANGEL RISK MANAGEMENT LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBER OF ANGEL RISK MANAGEMENT LIMITED (CONTINUED)

Strategic Report and Directors' Report

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic Report and Directors' Report for the year ended 31 December 2018 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic Report and Directors' Report.

RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS AND THE AUDIT

Responsibilities of the directors for the financial statements

As explained more fully in the Statement of Directors' Responsibilities set out on page 3, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the company's member as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

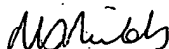
OTHER REQUIRED REPORTING

Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.



Matthew Nichols (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
London

28 May 2019

ANGEL RISK MANAGEMENT LIMITED

**STATEMENT OF PROFIT OR LOSS
YEAR ENDED 31 DECEMBER 2018**

	Note	2018 £	2017 £
Turnover		1,019,124	888,405
Administrative expenses		(530,768)	(627,441)
		<hr/>	<hr/>
Operating Profit	2	488,356	260,964
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		488,356	260,964
		<hr/>	<hr/>
Tax on profit on ordinary activities	4	(92,788)	(50,236)
		<hr/>	<hr/>
PROFIT FOR THE FINANCIAL YEAR		395,568	210,728
		<hr/>	<hr/>

All amounts relate to continuing operations.

There were no recognised gains and losses other than those included in the statement of profit or loss.

ANGEL RISK MANAGEMENT LIMITED

**STATEMENT OF CHANGES IN EQUITY
YEAR ENDED 31 DECEMBER 2018**

	Called up share capital £	Capital Contribution Account £	Profit and loss account £	Total £
Balance as at 1 January 2017	1,000	1,000,000	209,543	1,210,543
Profit for the year	-	-	210,728	210,728
	<hr/>	<hr/>	<hr/>	<hr/>
Balance as at 31 December 2017	1,000	1,000,000	420,271	1,421,271
	<hr/>	<hr/>	<hr/>	<hr/>
Profit for the year	-	-	395,568	395,568
	<hr/>	<hr/>	<hr/>	<hr/>
Balance as at 31 December 2018	1,000	1,000,000	815,839	1,816,839
	<hr/>	<hr/>	<hr/>	<hr/>

ANGEL RISK MANAGEMENT LIMITED

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018**

	Note	2018 £	2017 £
CURRENT ASSETS			
Debtors	5	280,605	259,787
Cash at bank and in hand		<u>3,199,147</u>	<u>2,370,796</u>
		3,479,752	2,630,583
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR			
	6	<u>(1,662,913)</u>	<u>(1,209,312)</u>
NET CURRENT ASSETS		<u>1,816,839</u>	<u>1,421,271</u>
CAPITAL AND RESERVES			
Called up share capital	8	1,000	1,000
Capital Contribution account		1,000,000	1,000,000
Profit and loss account		<u>815,839</u>	<u>420,271</u>
TOTAL SHAREHOLDER'S FUNDS		<u>1,816,839</u>	<u>1,421,271</u>

The notes on pages 9 to 13 form part of these financial statements.

The financial statements on pages 6 to 13 were approved by the Board of Directors and signed on its behalf by:



P Bradbrook
Director
28 May 2019

ANGEL RISK MANAGEMENT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2018

1. ACCOUNTING POLICIES

1.1 Basis of preparation

Angel Risk Management Limited ("ARM" or the "Company") is incorporated as a company limited by shares. The Company is registered and domiciled in the United Kingdom.

These financial statements have been prepared on the going concern basis, in accordance with applicable UK accounting standards including Financial Reporting Standard 102 - "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" ("FRS 102") issued by the Financial Reporting Council and in compliance with the other requirements of the Companies Act 2006.

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the previous years presented, unless otherwise stated.

1.2 Exemption from preparing cash flow statement

The Company has availed itself of the exemption under FRS 102 section 1 on 'Reduced disclosures for subsidiaries' on the grounds that it is a wholly-owned subsidiary whose ultimate parent is AXA SA (incorporated in France) which prepares a group consolidated cash flow statement in its group consolidated financial statements that are publicly available.

fa

1.3 Exemption from disclosing related party transactions

As the Company is a wholly-owned subsidiary whose ultimate parent is AXA SA (incorporated in France), the Company has taken advantage of the exemption contained in FRS 102 section 33 'Related Party Disclosures' from disclosing related party transactions with entities which form part of the AXA SA Group.

1.4 Cash and cash equivalents

Cash and cash equivalents consist of cash held at bank, cash in hand, deposits held at call with banks and other short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. These investments have less than three months' maturity from the date of acquisition. Cash and cash equivalents are measured at fair value through the statement of profit or loss account.

1.5 Foreign currency

The Company's financial statements are presented in pound sterling which is the same as its functional currency. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the Balance Sheet date. Non-monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the time of the original transactions and are not re-translated at each year end. Transactions in foreign currencies are translated into sterling at the previous month's closing rates as a proxy for the transactional rates. Exchange gains and losses are recognised in the Statement of Profit or Loss.

1.6 Turnover

Turnover is the total amount excluding value added tax, receivable by the company in the ordinary course of business for services provided as principal.

1.7 Taxation

Taxation expense for the period comprises current and deferred tax recognised in the year. Tax is recognised in the statement of profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is also recognised in other comprehensive income or directly in equity, respectively.

Current tax is the amount of income tax payable in respect of the taxable profit for the year or prior years and is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the year end.

ANGEL RISK MANAGEMENT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2018

1. ACCOUNTING POLICIES (CONTINUED)

1.8 Insurance broking assets and liabilities

The company's accounting policy reflects the role of the insurance broker as agent and, generally, not as principal in the transactions. Accordingly, other than the debtor for fees and commissions earned on the transaction, no recognition of the insurance transaction occurs until the company receives cash in respect of premiums or claims.

Insurance brokers are, however, entitled to retain the investment income on fiduciary cash and investments arising from insurance broking transactions. Accordingly, fiduciary cash balances are included within assets on the balance sheet, with the corresponding payable included as a liability.

In certain circumstances, the company advances premiums, refunds or claims to insurers or clients prior to collection. These advances are reflected in the balance sheet as part of insurance broking receivables.

2. OPERATING PROFIT

All audit fees in 2018 were £9,255 (2017: £9,144).

The Company has no direct employees. The employees who provide services to the company are employed by other AXA XL companies and the expense is recharged to the Company. The expense recharge includes the cost of these employees but it is not possible to ascertain separately the element of the expense recharge that relates directly to staff costs or staff number.

3. DIRECTORS' EMOLUMENTS

No emoluments were paid to the directors during the year (2017: £Nil) as all directors emoluments are borne by XL Capital Products Ltd.

ANGEL RISK MANAGEMENT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2018

4. TAX ON PROFIT ON ORDINARY ACTIVITIES

(a) Tax expense included in profit or loss

	2018	2017
	£	£
Current tax:		
UK corporation tax on profits for the year	92,788	50,236
Adjustment in respect of previous periods	-	-
Total current tax	92,788	50,236
	<hr/>	<hr/>
Tax on profit on ordinary activities	92,788	50,236
	<hr/>	<hr/>

(b) Reconciliation of tax charge

Tax assessed for the period is the same as the standard rate of corporation tax in the UK of 19.00% (2017: 19.25%) as explained below:

	2018	2017
	£	£
Profit/(loss) on ordinary activities before tax	488,356	260,964
	<hr/>	<hr/>
Profit multiplied by standard rate of tax in the UK of 19.00% (2017: 19.25%)	92,788	50,236
Adjustment in respect of previous periods	-	-
Tax charge for the year	92,788	50,236
	<hr/>	<hr/>

(c) Tax rate changes

Changes to the UK corporation tax rates were enacted as part of Finance Bill 2015 (on 26 October 2015) and Finance Bill 2016 (on 7 September 2016). These include reductions to the main rate to reduce the rate to 19% from 1 April 2017 and to 17% from 1 April 2020. Deferred taxes at the balance sheet date have been measured using these enacted tax rates and reflected in these financial statements.

ANGEL RISK MANAGEMENT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2018

5. DEBTORS

	2018 £	2017 £
Trade debtors	252,766	229,382
Amount owed by group undertakings	27,839	30,405
	<hr/>	<hr/>
	280,605	259,787
	<hr/>	<hr/>

Amounts owed from group undertakings are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade creditors	1,468,783	975,273
Corporation tax	143,024	97,895
Amounts owed to group undertakings	51,106	136,144
	<hr/>	<hr/>
	1,662,913	1,209,312
	<hr/>	<hr/>

7. NET FIDUCIARY ASSETS

	2018 £	2017 £
Fiduciary cash	1,468,783	975,273
Insurance broking creditors	(1,468,783)	(975,273)
	<hr/>	<hr/>
	-	-
	<hr/>	<hr/>

8. CALLED UP SHARE CAPITAL

	2018 £	2017 £
Allotted and fully paid: 1,000(2017: 1,000) Ordinary shares of £1 each	1,000	1,000
	<hr/>	<hr/>

ANGEL RISK MANAGEMENT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2018

9. ULTIMATE PARENT AND CONTROLLING PARTY

AXA SA is the parent company of the smallest and largest group of undertakings for which the group financial statements are drawn up. The results of the Company are consolidated within the financial statements of AXA SA. Copies of the audited financial statements of the immediate parent can be obtained from the Company Secretary, 20 Gracechurch Street, London, EC3V 0BG. Copies of the audited financial statements of AXA SA can be obtained from 16 Avenue Matignon, 75008 Paris, France.