

Axeria Insurance Company Limited

Directors' Report and Financial Statements
for the Year Ended 31 December 2010

FRIDAY



L3IKKXZ6

L50

30/09/2011

278

COMPANIES HOUSE

Sable Accounting Limited
Castlewood House
77-91 New Oxford Street
London
WC1A 1DG

Axeria Insurance Company Limited
Contents

Company Information	1
Directors' report	2 to 3
Independent auditor's report	4 to 5
Profit and loss account	6
Balance sheet	7
Notes to the financial statements	8 to 12

The following pages do not form part of the statutory financial statements

Detailed profit and loss account	13 to 14
----------------------------------	----------

Axeria Insurance Company Limited
Company Information

Directors	G Avenel G Bearman L Eckert M G L Doze (appointed 1 February 2010)
Registered office	Unit 4 Rake House Farm Rake Lane North Shields Tyne & Wear NE29 8EQ
Accountants	Sable Accounting Limited Castlewood House 77-91 New Oxford Street London WC1A 1DG
Auditor	Mazars LLP Tower Bridge House St Katherine's Way London E1W 1DD

Directors' Report

Axeria Insurance Company Limited

The directors present their report and the audited financial statements for the year ended 31 December 2010

The Company's registration number is 04559805

Directors' responsibilities

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

Directors are required by company law to prepare financial statements which give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for the period ending on that date. In preparing those financial statements, directors are required to

- select suitable accounting policies and apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on a 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 enable them to ensure the financial statements comply with the Companies Act 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and which they know the auditors are unaware of.

Principal activity

The company is not currently trading.

Post balance sheet events

There are no important events affecting the company which have occurred since the end of the financial year 2010.

Financial instruments

The company's activities expose it to a variety of financial risks, including the effects of foreign currency exchange rates and interest rates. The company's overall risk management policy focuses on monitoring potential adverse effects where considered material.

The company accepts a certain degree of interest rate risk and other market price risks and continues to monitor these on an on-going basis. Prudent cash management is used to reduce any exposure to liquidity risk.

Dividends

There was no proposed dividend payable to April Group for 2010.

Directors' Report
Axeria Insurance Company Limited

continued

Directors

The directors who held office during the year were as follows

- G Avenel
- G Bearman
- L Eckert
- M G L Doze (appointed 1 February 2010)


Directors' indemnity

The company's articles of association do not provide an indemnity for directors of the company in respect of liabilities they may incur in the discharge of their duties or in the exercise of their powers

Auditor

Mazars LLP continued as the independent auditor to the company during the year

By order of the Board


M G L Doze
Director

27 September 2011

Independent Auditor's Report to the Member of Axeria Insurance Company Limited

We have audited the financial statements of Axeria Insurance Company Limited for the year ended 31 December 2010 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors. This report is made solely to the company's member in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's member those matters we are required to state to it 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 member for our audit work, for this report, or for the opinions we have formed.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm.

Opinion on the financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2010 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on the other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Independent Auditor's Report to the Member of
Axeria Insurance Company Limited**

continued

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

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


Markham Grice (Senior Statutory Auditor)

for and on behalf of Mazars LLP
Chartered Accountants and Statutory Auditor

Tower Bridge House
St Katharine's Way
London E1W 1DD

30 September 2011

Axeria Insurance Company Limited
Profit and Loss Account for the Year Ended 31 December 2010

	Note	2010 £	2009 £
Turnover		-	-
Administrative expenses		(39,643)	(15,871)
Operating loss	2	<u>(39,643)</u>	<u>(15,871)</u>
Other interest receivable and similar income	5	18,637	160
Amounts written off investments		-	(110,539)
Interest payable and similar charges	6	(919)	(273,934)
Loss on ordinary activities before taxation		<u>(21,925)</u>	<u>(400,184)</u>
Tax on loss on ordinary activities	7	-	108,101
Loss for the financial year	12	<u>(21,925)</u>	<u>(292,083)</u>
Profit and loss reserve brought forward		(244,081)	1,281,002
Other profit and loss reserve movements	8	-	(1,233,000)
Profit and loss reserve carried forward	12	<u><u>(266,006)</u></u>	<u><u>(244,081)</u></u>

Turnover and operating loss derive wholly from continuing operations

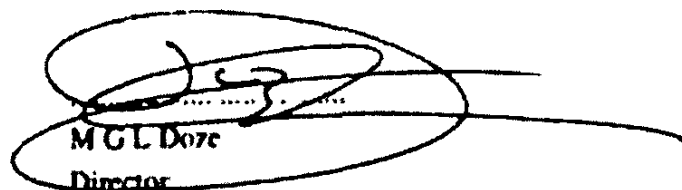
The company has no recognised gains or losses for the year other than the results above

The notes on pages 8 to 12 form an integral part of these financial statements

Axeria Insurance Company Limited
(Registration number: 04559805)
Balance Sheet as at 31 December 2010

		2010	2009
		£	£
Note			
Current assets			
Debtors	9	118,763	100
Investments		-	-
Cash at bank and in hand		<u>3,491,123</u>	<u>3,485,966</u>
		3,609,886	3,486,066
Creditors. Amounts falling due within one year	10	(375,892)	(230,147)
Net assets		<u>3,233,994</u>	<u>3,255,919</u>
Capital and reserves			
Called up share capital	11	3,500,000	3,500,000
Profit and loss reserve	12	<u>(266,006)</u>	<u>(244,081)</u>
Shareholder's funds	13	<u>3,233,994</u>	<u>3,255,919</u>

Approved and authorised for issue by the Board on 27 September 2011 and signed on its behalf by


MGL Doze
Director

The notes on pages 8 to 12 form an integral part of these financial statements

Axeria Insurance Company Limited

Notes to the Financial Statements for the Year Ended 31 December 2010

1 Accounting policies

Basis of preparation

The financial statements have been prepared on the going concern basis under the historical cost convention as modified to include the revaluation of current asset investments and in accordance with the Companies Act 2006 and applicable accounting standards

Current asset investments

Investments are stated at current value on the balance sheet date

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

Cash flow statement and related party disclosures

The company is a wholly owned subsidiary of April Group SA. Consequently, the company has taken the advantage of the exemption from preparing a cash flow statement under the terms of FRS 1. The company is also exempt under the terms of FRS 8 from disclosing related party transactions with entities that are part of the April Group

2 Operating loss

Operating loss is stated after charging

	2010		2009	
	£	£	£	£
Auditor's remuneration				
The audit of the company's annual accounts	6,188		4,270	
Tax services	<u>2,953</u>		<u>1,300</u>	
		<u>9,141</u>		<u>5,570</u>

3 Particulars of employees

There were no employees during the year (2009 nil)

4 Directors' remuneration

The directors' remuneration for the year is as follows

	2010	2009
	£	£
Directors' remuneration (including benefits in kind)	<u>10,875</u>	<u>10,750</u>

Axeria Insurance Company Limited
Notes to the Financial Statements for the Year Ended 31 December 2010

continued

5 Other interest receivable and similar income

	2010 £	2009 £
Bank interest received	5,189	160
Interest accrued on overpayment of tax	5,614	-
Foreign exchange gain	7,834	-
	<u>18,637</u>	<u>160</u>

6 Other interest payable and similar charges

	2010 £	2009 £
Other interest payable	919	18,161
Foreign exchange loss	-	255,773
	<u>919</u>	<u>273,934</u>

7 Taxation

(a) Analysis of current period tax credit

	2010 £	2009 £
Current tax		
UK corporation tax on loss for the period	-	(107,144)
Adjustments in respect of prior period	-	(957)
Current tax credit for period (see (b) below)	<u>-</u>	<u>(108,101)</u>
 Tax credit on loss on ordinary activities	 <u>-</u>	 <u>(108,101)</u>

Axeria Insurance Company Limited

Notes to the Financial Statements for the Year Ended 31 December 2010

continued

(b) Factors affecting tax credit for period

The tax assessment for the period differs from the standard rate of corporation tax in the UK (28 per cent). The differences are explained below

	2010 £	2009 £
Loss on ordinary activities before tax	(21,925)	(400,184)
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 28% (2009 28%)	(6,139)	(112,052)
Effects of		
Expenses not deductible for tax purposes	4,910	2,333
Rate differences	-	(1,869)
Creation of tax losses	1,229	4,444
Prior year over provision	-	(957)
Corporation tax credit for the period	-	(108,101)

(c) Deferred tax

The amount of unprovided deferred tax is disclosed below -

Excess management expenses	6,360	4,444
Total unrecognised deferred tax asset	6,360	4,444

8 Dividends

	2010 £	2009 £
Equity dividends paid	-	1,233,000
No dividends were declared in regards to 2010		

9 Debtors: Amounts falling due within one year

	2010 £	2009 £
Other debtors	100	100
Prepayments	5,875	-
Corporation tax	112,788	-
	118,763	100

Axeria Insurance Company Limited
Notes to the Financial Statements for the Year Ended 31 December 2010

continued

10 Creditors: Amounts falling due within one year

	2010	2009
	£	£
Bank loans and overdrafts	-	-
Trade creditors	-	1,438
Other creditors	-	8,332
Amounts owed to group undertakings	346,366	7,866
Corporation tax	-	198,185
Accruals and deferred income	29,526	14,326
	<u>375,892</u>	<u>230,147</u>

11 Share capital

	2010	2009
	£	£
Authorised - Ordinary shares of £1 each	5,000,000	5,000,000
Allotted, issued and fully paid	<u>3,500,000</u>	<u>3,500,000</u>

12 Reserves

	Profit and loss reserve
	£
Balance at 1 January 2010	(244,081)
Transfer from profit and loss account for the year	(21,925)
Balance at 31 December 2010	<u>(266,006)</u>

13 Reconciliation of movements in shareholder's funds

	2010	2009
	£	£
Loss attributable to the member of the company	(21,925)	(292,083)
Dividends	-	(1,233,000)
	<u>(21,925)</u>	<u>(1,525,083)</u>
Opening shareholder's funds	3,255,919	4,781,002
Closing shareholder's funds	<u>3,233,994</u>	<u>3,255,919</u>

Axeria Insurance Company Limited
Notes to the Financial Statements for the Year Ended 31 December 2010

continued

14 Parent undertaking and controlling party

The directors regard April Group SA, a company incorporated in France as the company's immediate and ultimate holding company and controlling party