

**Registered Number 4901317**

**DAVIS CORPORATE RISKS LIMITED**

**Directors' Report and Financial Statements**

**for the year ended 31 December 2009**

**TUESDAY**



**\*AY0J7M1L\***

**A34**

**27/07/2010**

**11**

**COMPANIES HOUSE**

**Registered Office 5 Old Broad Street, London, EC2N 1AD**

**DAVIS CORPORATE RISKS LIMITED**

Registered Number 4901317

**COMPANY INFORMATION**

---

**DIRECTORS**

IS Richardson  
GM Coates  
IG Story  
SC Reid

**SECRETARY**

LM McDonnell

**AUDITORS**

PricewaterhouseCoopers LLP

## DAVIS CORPORATE RISKS LIMITED

### DIRECTORS' REPORT

---

The directors have pleasure in submitting their report together with the audited financial statements for the year ended 31 December 2009

#### PRINCIPAL ACTIVITIES

On 31 December 2008, the trade, assets and liabilities of the company (with the exception of the insurance broking bank accounts and related liabilities) were transferred to Bluefin Insurance Services Limited

#### BUSINESS REVIEW

All of the business of the company's activities were discontinued during year ended 31 December 2008 due to the transfer of the trade, assets, and liabilities to Bluefin Insurance Services Limited. As a result, there is no profit or loss reported for the year ended 31 December 2009

#### Key performance indicators and principal risks & uncertainties

Key performance indicators are not deemed to be relevant for this company. Principal risks & uncertainties are consistent with the rest of the group, for details please refer to the consolidated financial statements of Bluefin Insurance Group Limited

#### Future prospects

On 31 March 2010 the balances left following the run-off of the insurance broking accounts were transferred to Bluefin Insurance Services Limited, the company is now dormant

#### GOING CONCERN

The Company's business activities, together with the factors likely to affect its future development, performance and position are set out in the director's report business review

After making enquiries, the directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the annual report and accounts

#### DIVIDENDS

No interim ordinary dividend was paid (2008: £nil). The directors do not recommend payment of a final dividend (2008: £nil)

#### DIRECTORS

The directors of the Company at the date of this report and those who have served throughout the period are shown on page 1

Mrs J A Bean was appointed as a director of the Company on 1 March 2009

Mr A K Parsons was appointed as a director of the Company on 1 March 2009

Mr S I Hooper resigned as a director of the Company on 31 January 2009

Mr D Druckman resigned as a director of the Company on 30 April 2010

**DAVIS CORPORATE RISKS LIMITED****DIRECTORS' REPORT (CONTINUED)**

---

**INDEMNIFICATION OF DIRECTORS**

Directors & Officers insurance has been maintained throughout the year

**ENVIRONMENT**

As the company operates in the financial services sector, its actions do not have a significant environmental impact. However the company does recognise the importance of the environment, and acts to minimise its impact on the environment wherever it can, including recycling and reducing energy consumption

**CHARITABLE DONATIONS**

	2009 £	2008 £
During the year the company made the following payments		
Charitable donations	<u>-</u>	<u>13,070</u>

**STATEMENT OF DISCLOSURE OF INFORMATION TO AUDITORS**

Each of the directors at the date of approval of this report confirms that

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the director has taken all the steps that he or she ought to have taken as a director to make himself or herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information

**DAVIS CORPORATE RISKS LIMITED****DIRECTORS' REPORT (CONTINUED)**

---

**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 elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards 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,
- 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

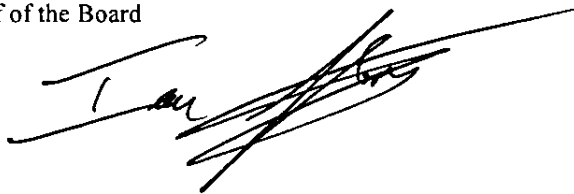
The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They 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.

**AUDITORS**

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

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

Mr I G Story  
Director  
21 July 2010



**DAVIS CORPORATE RISKS LIMITED****INDEPENDENT AUDITORS' REPORT**

---

We have audited the financial statements of Davis Corporate Risks Limited for the year ended 31 December 2009 which comprise the profit and loss account, the balance sheet, the accounting policies 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 auditors**

As explained more fully in the directors' responsibilities statement set out on page , 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 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 Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the Company's members 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.

**Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

**Opinion on 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 2009 and of its result 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 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.

**DAVIS CORPORATE RISKS LIMITED**


**INDEPENDENT AUDITORS' REPORT**

---

**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



Matthew Nichols (Senior Statutory Auditor)  
For and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
London  
22 July 2010

**DAVIS CORPORATE RISKS LIMITED****PROFIT & LOSS ACCOUNT**  
for the year ended 31 December 2009

	Note	2009 £	2008 £
<b>TURNOVER</b>	2	-	3,884,910
Administrative expenses		-	(2,717,573)
<b>Operating profit</b>	4	<u>-</u>	<u>1,167,337</u>
Interest receivable and similar income	5	-	75,139
<b>Profit on ordinary activities before taxation</b>		<u>-</u>	<u>1,242,476</u>
Tax on profit on ordinary activities	6	-	(358,855)
<b>Profit for the year</b>	11	<u><u>-</u></u>	<u><u>883,621</u></u>

All of the business of the company's activities were discontinued during the prior year due to the transfer of the trade, assets, and liabilities to Bluefin Insurance Services Limited on 31 December 2008

There are no recognised gains and losses for the current or preceding financial year other than as stated in the profit and loss account

There are no material differences between the profit on ordinary activities before taxation and the retained profit for the year stated above and their historical cost equivalents



## DAVIS CORPORATE RISKS LIMITED

BALANCE SHEET  
as at 31 December 2009

	Note	2009 £	2008 £
<b>Current</b>			
Debtors	7	1,609,493	1,609,493
Cash at bank and in hand	8	35,871	518,021
		<u>1,645,364</u>	<u>2,127,514</u>
<b>Creditors: amounts falling due within one year</b>	9	(35,871)	(518,021)
<b>Net current assets</b>		<u>1,609,493</u>	<u>1,609,493</u>
<b>Total assets less current liabilities</b>		1,609,493	1,609,493
<b>Total net assets</b>		<u>1,609,493</u>	<u>1,609,493</u>
<b>Capital &amp; reserves</b>			
Called-up share capital	10	1,000	1,000
Profit and loss account	11	1,608,493	1,608,493
<b>Total equity shareholders' funds</b>	12	<u>1,609,493</u>	<u>1,609,493</u>

The financial statements on pages 7 to 13 were approved by the Board on 21 July 2010 and were signed on its behalf by



IG Story  
Director  
21 July 2010

**DAVIS CORPORATE RISKS LIMITED****NOTES TO THE FINANCIAL STATEMENTS**

---

**1 ACCOUNTING POLICIES****Basis of preparation**

The financial statements are prepared in accordance with the Companies Act 2006 and applicable United Kingdom accounting standards. The particular accounting policies adopted, which have been consistently applied in the current year and previous year, are described below.

**(a) Accounting convention**

The financial statements are prepared on the going concern basis under the historical cost convention.

**(b) Contributions to pension scheme**

The Company arranges on behalf of the directors and other employees a defined contribution pension scheme, the cost of which is charged against the profits of the Company in the year in which the expenditure is incurred.

**(c) Taxation**

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted by the balance sheet date.

Deferred taxation is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in financial statements. Deferred tax assets and liabilities are not discounted.

**(d) Turnover**

Turnover represents commissions and fees earned in the period net of discounts and allowances and is accounted for as earned at the latter of when the policy is inception or invoiced. Where there is an expectation of future servicing requirements an element of income relating to the policy is deferred to cover the associated contractual obligation.

**(e) Insurance broking assets and liabilities**

The Company acts as an agent in broking the insurable risks for its clients and, generally, is not liable as a principal for premiums due to underwriters or for claims payable to clients. Notwithstanding the Company's legal relationship with clients and underwriters and since in practice premium and claim monies are usually accounted for by insurance intermediaries, it has followed generally accepted accounting practice by showing cash, debtors and creditors relating to insurance business as assets and liabilities of the Company itself.

**(f) Cash flow statement**

Under FRS 1 – Cash Flow Statements (revised 1996), the Company is exempt from the requirement to prepare a cash flow statement on the grounds that it is a subsidiary undertaking of a parent undertaking which produces a consolidated cash flow statement. The cash flow of the Company is consolidated in the Bluefin Insurance Group financial statements.

## DAVIS CORPORATE RISKS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 2 SEGMENTAL ANALYSIS

There are no segments of the business which are substantially different from each other. Turnover is wholly attributable to operations within the UK.

## 3. INFORMATION REGARDING DIRECTORS AND EMPLOYEES

	2009 £	2008 £
<b>Directors' remuneration</b>		
Emoluments inclusive of benefits in kind	-	255,231
Pension contributions	-	13,975
	<u>-</u>	<u>269,206</u>
Emoluments of highest paid director	<u>-</u>	<u>111,276</u>
Pension contributions of highest paid director	<u>-</u>	<u>7,200</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to nil (2008: 3).

From 1 January 2009, the directors are employed and paid by companies in the AXA group and their directorships are held as part of that employment. No director has received any emoluments or other benefits from the Company or from any other company in the AXA group in respect of services to the Company.

	2009 Number	2008 Number
Average number of persons employed		
Accounts executives	-	37
Administration	-	9
	<u>-</u>	<u>46</u>
	2009 £	2008 £
<b>Staff costs during the year (including directors, excluding benefits in kind)</b>		
Wages and salaries	-	1,401,248
Social security costs	-	147,784
Pension costs	-	63,699
	<u>-</u>	<u>1,612,731</u>

## DAVIS CORPORATE RISKS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 4 OPERATING PROFIT

	2009 £	2008 £
Operating profit is stated after charging:		
Depreciation – owned assets	-	33,048
Operating lease rentals- Land & Buildings	-	88,800
Auditors' Remuneration	-	11,000
	<u>-</u>	<u>11,000</u>

Auditors' remuneration of £11,000 was borne by Bluefin Insurance Services Limited in the current year

## 5. INTEREST RECEIVABLE AND SIMILAR INCOME

	2009 £	2008 £
Interest- Business Accounts	-	38,990
Interest- Client Money Accounts	-	36,149
	<u>-</u>	<u>75,139</u>

## 6. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2009 £	2008 £
UK tax based on the profit for the year	-	341,542
Prior year adjustment	-	4,471
Current tax charge/(credit)	<u>-</u>	<u>346,013</u>
Deferred tax – timing differences	-	12,842
	<u>-</u>	<u>358,855</u>

The standard rate of current tax for the year, based on the UK standard rate of corporation tax is 28% (2008 28.5%) The current tax charge for the year is equal to 28% (2008 lower than 28.5%) for the reasons set out in the following reconciliation

Profit on ordinary activities before tax	<u>-</u>	<u>1,242,476</u>
Tax on profit on ordinary activities at standard rate	-	354,106
Factors affecting charge		
Expenses not deductible	-	1,229
Capital allowances	-	(1,830)
Other timing differences	-	(11,963)
Current tax charge for the year	<u>-</u>	<u>341,542</u>

## DAVIS CORPORATE RISKS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 7 DEBTORS: amounts falling due within one year

	2009 £	2008 £
Amounts owed from parent and fellow subsidiary undertakings	1,609,493	1,609,493
	<u>1,609,493</u>	<u>1,609,493</u>

Amounts owed by group undertakings are unsecured, interest free, and have no fixed date of repayment

## 8. CASH

	2009 £	2008 £
Insurance broking accounts	35,871	518,021
	<u>35,871</u>	<u>518,021</u>

## 9 CREDITORS: amounts falling due within one year

	2009 £	2008 £
Trade creditors	35,871	518,021
	<u>35,871</u>	<u>518,021</u>

## 10 CALLED-UP SHARE CAPITAL

	2009 £	2008 £
Allotted, called-up and fully-paid: Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

## 11 RESERVES

	Profit and loss account 2009 £	Profit and loss account 2008 £
At 1 January	1,608,493	724,872
Profit for the year	-	883,621
At 31 December	<u>1,608,493</u>	<u>1,608,493</u>

**DAVIS CORPORATE RISKS LIMITED****NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****12. RECONCILIATION OF MOVEMENTS IN EQUITY SHAREHOLDERS' FUNDS**

	2009 £	2008 £
Profit for the year	-	883,621
Net addition to equity shareholders' funds	<u>-</u>	<u>883,621</u>
Opening equity shareholders' funds	1,609,493	725,872
Closing equity shareholders' funds	<u><u>1,609,493</u></u>	<u><u>1,609,493</u></u>

**13 PENSION COSTS**

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £nil (2008 £63,699). At 31 December 2009, there were no outstanding pension contributions (2008 £nil).

**14. ULTIMATE PARENT COMPANY**

The immediate parent company is The Davis Group Plc.

The Company's ultimate parent is AXA, a company incorporated in France. The parent of the largest and smallest group which includes the Company and for which group financial statements are prepared is Bluefin Insurance Group Limited. Copies of the Bluefin Insurance Group Limited group financial statements can be obtained from Registrar of Companies, Companies House, 3 Crown Way, Mandy, Cardiff, CF4 3UZ.