

Registered number: 10162369

MEDICAL PROFESSIONAL INDEMNITY GROUP LIMITED

UNAUDITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018



MEDICAL PROFESSIONAL INDEMNITY GROUP LIMITED

COMPANY INFORMATION

Directors	M P Rea C D K Scott
Company secretary	A Peel
Registered number	10162369
Registered office	The Walbrook Building 25 Walbrook London EC4N 8AW

MEDICAL PROFESSIONAL INDEMNITY GROUP LIMITED

CONTENTS

	Page
Directors' Report	1
Statement of Comprehensive Income	2
Statement of Financial Position	3
Statement of Changes in Equity	4
Notes to the Financial Statements	5 - 11

MEDICAL PROFESSIONAL INDEMNITY GROUP LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2018

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

The Company's principal activity was insurance broking, specialising in medical malpractice for surgeons.

Business review

On 30 April 2018 the Company hived-up all of the trade and assets to Stackhouse Poland Limited, a fellow Group subsidiary.

Directors

The directors who served during the year were:

R J Heighton (resigned 17 April 2018)
R A G Lucas (resigned 17 April 2018)
J M G Cary (resigned 5 April 2019)
T D Johnson (resigned 5 April 2019)
M P Rea (appointed 5 April 2019)
C D K Scott (appointed 5 April 2019)


Future developments

The Company is part of the Stackhouse Poland Group. On 5 April 2019, the entire share capital of Stackhouse Poland Group Limited was acquired by Gallagher Holdings (UK) Limited.

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 26 September 2019 and signed on its behalf.



C D K Scott
Director

MEDICAL PROFESSIONAL INDEMNITY GROUP LIMITED

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2018**

	Year ended 31 December 2018 £	9 Months ended 31 December 2017 £
Turnover	680,304	1,266,363
Cost of sales	(176,176)	(300,639)
Gross profit	504,128	965,724
Administrative expenses	(219,512)	(413,723)
Operating profit	284,616	552,001
Tax on profit	4 23	(84,464)
Profit for the financial year	284,639	467,537

There was no other comprehensive income for 2018 (2017:£NIL).

The notes on pages 5 to 11 form part of these financial statements.

On 30 April 2018 all of the Company's trade and assets were hived to Stackhouse Poland Limited, a fellow Group subsidiary and the Company ceased trading from this date.

MEDICAL PROFESSIONAL INDEMNITY GROUP LIMITED
REGISTERED NUMBER: 10162369

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	6	-	1,557
		-	1,557
Current assets			
Debtors: amounts falling due within one year	7	1,001	982,292
Cash at bank and in hand		-	11,611
		1,001	993,903
Creditors: amounts falling due within one year	8	-	(188,793)
Net current assets		1,001	805,110
Total assets less current liabilities		1,001	806,667
Net assets		1,001	806,667
Capital and reserves			
Called up share capital	9	1,001	1,001
Profit and loss account		-	805,666
		1,001	806,667

The directors consider that the Company is entitled to exemption from audit under section 479A of the Companies Act 2006.

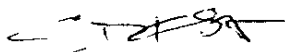
The members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

26 September 2019



C D K Scott
Director

The notes on pages 5 to 11 form part of these financial statements.

MEDICAL PROFESSIONAL INDEMNITY GROUP LIMITED

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

	Called up share capital £	Profit and loss account £	Total equity £
At 1 April 2017	1,001	338,129	339,130
Comprehensive income for the period			
Profit for the period	-	467,537	467,537
Total comprehensive income for the period	-	467,537	467,537
At 1 January 2018	1,001	805,666	806,667
Comprehensive income for the year			
Profit for the year	-	284,639	284,639
Dividends: Equity capital	-	(1,090,305)	(1,090,305)
Total transactions with owners	-	(1,090,305)	(1,090,305)
At 31 December 2018	1,001	-	1,001

The notes on pages 5 to 11 form part of these financial statements.

MEDICAL PROFESSIONAL INDEMNITY GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

1. General information

Medical Professional Indemnity Group Limited is a private company, limited by shares, registered in England and Wales. The Company's registered number and registered office address can be found on the company information page.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied.

2.2 Turnover

Turnover represents commissions receivable.

2.3 Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2016, is being amortised evenly over its estimated useful life of ten years.

2.4 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Plant and machinery	-	20%
---------------------	---	-----

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Comprehensive Income.

2.5 Taxation

Taxation for the period comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

MEDICAL PROFESSIONAL INDEMNITY GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

2. Accounting policies (continued)

2.6 Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the Statement of Financial Position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws they have been enacted or substantively enacted by the period end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

2.7 Pension costs and other post-retirement benefits

The Company operates a defined contribution pension scheme. Contributions payable to the Company's pension scheme are charged to profit or loss in the period to which they relate.

2.8 Revenue recognition

Commission income is recognised at the inception point of the policy with an appropriate deferral for post placement activities during the period of the policy.

2.9 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

3. Employees

The average monthly number of employees, including directors, during the year was 4 (2017 - 6).

4. Taxation

	Year ended 31 December 2018 £	9 months ended 31 December 2017 £
Corporation tax		
Current tax on profits for the year	(23)	84,464
	(23)	84,464
Total current tax	<u>(23)</u>	<u>84,464</u>

MEDICAL PROFESSIONAL INDEMNITY GROUP LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

4. Taxation (continued)**Factors affecting tax charge for the year/period**

The tax assessed for the year/period is lower than (2017 - lower than) the standard rate of corporation tax in the UK of 19% (2017 - 19.25%). The differences are explained below:

	Year ended 31 December 2018 £	9 months ended 31 December 2017 £
Profit on ordinary activities before tax	284,616	552,001
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2017 - 19.25%)	54,077	106,260
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	-	904
Deferred tax not recognised	-	649
Other differences leading to an increase (decrease) in the tax charge	-	233
Group relief	(54,100)	(23,582)
Total tax charge for the year/period	(23)	84,464

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

MEDICAL PROFESSIONAL INDEMNITY GROUP LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

5. Intangible assets

	Goodwill £
Cost	
At 1 January 2018	10,000
Transferred intra group	(10,000)
	<hr/>
At 31 December 2018	-
	<hr/>
Amortisation	
At 1 January 2018	10,000
Transferred intra group	(10,000)
	<hr/>
At 31 December 2018	-
	<hr/>
Net book value	
At 31 December 2018	-
	<hr/> <hr/>
At 31 December 2017	-
	<hr/> <hr/>

MEDICAL PROFESSIONAL INDEMNITY GROUP LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

6. Tangible fixed assets

	Plant and machinery £
Cost	
At 1 January 2018	1,830
Transferred intra group	(1,830)
At 31 December 2018	-
Amortisation	
At 1 January 2018	273
Charge for the year on owned assets	132
Transferred intra group	(405)
At 31 December 2018	-
Net book value	
At 31 December 2018	-
At 31 December 2017	1,557

MEDICAL PROFESSIONAL INDEMNITY GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

7. Debtors

	2018 £	2017 £
Amounts owed by group undertakings	1,001	951,776
Other debtors	-	30,516
	<u>1,001</u>	<u>982,292</u>

8. Creditors: Amounts falling due within one year

	2018 £	2017 £
Trade creditors	-	3,401
Corporation tax	-	84,464
Other creditors	-	100,928
	<u>-</u>	<u>188,793</u>

9. Share capital

	2018 £	2017 £
Allotted, called up and fully paid		
1,001 (2017 - 1,001) Ordinary shares of £1.00 each	<u>1,001</u>	<u>1,001</u>

10. Related party transactions

The Company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

11. Post balance sheet events

On 5 April 2019, the entire issued share capital of Stackhouse Poland Group Limited, the ultimate parent company of the Company, was acquired by Gallagher Holdings (UK) Limited, a subsidiary of Arthur J. Gallagher & Co., a company incorporated in the United States of America, which is the ultimate holding company.

MEDICAL PROFESSIONAL INDEMNITY GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

12. Controlling party

The Company's immediate parent undertaking is Lucas Fettes Limited, a company registered in England & Wales and is part of the Stackhouse Poland Group. On 5 April 2019, the entire share capital of Stackhouse Poland Group Limited, the ultimate parent company, was acquired by Gallagher Holdings (UK) Limited. The largest group of undertakings of which the Company is a member and for which financial statements are prepared, is headed up by Arthur J. Gallagher & Co., a Company incorporated in the United States of America, which is the ultimate holding company. The registered address of Arthur J. Gallagher & Co. is 2850 W Gold Rd., Rolling Meadows, IL 60008. A copy of these consolidated financial statements is available from the registered office of the Company.