

NORTH BRITISH AND MERCANTILE INSURANCE COMPANY LIMITED**BALANCE SHEET**
AS AT 30 JUNE 2006

	2006 £	2005 £
CURRENT ASSETS		
Debtors		
Amounts owed by parent company	<u>4,501,336</u>	<u>4,610,000</u>
CREDITORS		
Creditors including taxation and social security	<u>(1,336)</u>	<u>(110,000)</u>
NET CURRENT ASSETS	<u>4,500,000</u>	<u>4,500,000</u>
CAPITAL AND RESERVES		
Called up share capital (note 5)	4,500,000	4,500,000
EQUITY SHAREHOLDER FUNDS	<u>4,500,000</u>	<u>4,500,000</u>

- (a) For the period ended 30 June 2006 the company was entitled to exemption under section 249AA(1) of the Companies Act 1985
- (b) Members have not required the company to obtain an audit in accordance with section 249B(2) of the Companies Act 1985.
- (c) The directors acknowledge their responsibility for
- i. ensuring the company keeps accounting records which comply with section 221. and
 - ii. preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year, and of its profit or loss for the financial year, in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company

Approved by the Board

on 18 July 2006

Director

London

The notes on page 2 are an integral part of these accounts.



NORTH BRITISH AND MERCANTILE INSURANCE COMPANY LIMITED

NOTES ON THE ACCOUNTS – 30 JUNE 2006

- 1 These accounts have been prepared under the historical cost convention
- 2 The Company did not trade during the period and has made neither profits nor losses
Consequently no profit and loss account has been prepared.
- 3 All expenses have been borne by CGU International Insurance plc
- 4 None of the directors received emoluments in respect of his services as a director of the Company.
- 5 The share capital of the Company is:

	2006 £	2005 £
Authorised		
4,500,000 ordinary shares of £1 each	<u>4,500,000</u>	<u>4,500,000</u>
Allotted, called up and fully paid:		
4,500,000 ordinary shares of £1 each	<u>4,500,000</u>	<u>4,500,000</u>

- 6 The immediate holding company is CGU International Insurance plc.
- 7 The ultimate holding company is Aviva plc. Its group accounts are available on application to the Group Company Secretary, Aviva plc, St Helen's, 1 Undershaft, London EC3P 3DQ.