

Gresham Insurance Company Limited

**Annual PRA Insurance Returns for the year ended
31st December 2014**



**BANK OF ENGLAND
PRUDENTIAL REGULATION
AUTHORITY**

(Appendices 9.1, 9.2, 9.5, 9.6)

Gresham Insurance Company Limited

Year ended 31st December 2014

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Statement of solvency - general insurance business

Form 1

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Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

Solo solvency calculation

R1	Company registration number 110410	GL/UK/CM GL	Period ended			units £000
			day	month	year	
			31	12	2014	
			As at end of this financial year			As at end of the previous year
			1			2

Capital resources

Capital resources arising outside the long-term insurance fund	11	67447	84884
Capital resources allocated towards long-term insurance business arising outside the long-term insurance fund	12		
Capital resources available to cover general insurance business capital resources requirement (11-12)	13	67447	84884

Guarantee fund

Guarantee fund requirement	21	5773	6395
Excess (deficiency) of available capital resources to cover guarantee fund requirement	22	61674	78489

Minimum capital requirement (MCR)

General insurance capital requirement	31	17320	19185
Base capital resources requirement	33	2902	3146
Individual minimum capital requirement	34	17320	19185
Capital requirements of regulated related undertakings	35		
Minimum capital requirement (34+35)	36	17320	19185
Excess (deficiency) of available capital resources to cover 50% of MCR	37	58787	75291
Excess (deficiency) of available capital resources to cover 75% of MCR	38	54457	70495

Capital resources requirement (CRR)

Capital resources requirement	41	17320	19185
Excess (deficiency) of available capital resources to cover general insurance business CRR (13-41)	42	50127	65699

Contingent liabilities

Quantifiable contingent liabilities in respect of other than long-term insurance business as shown in a supplementary note to Form 15	51		
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Components of capital resources
Form 3
(Sheet 1)

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 Name of insurer **Gresham Insurance Company Limited**

Global business

 Financial year ended **31st December 2014**

	R3	Company registration number 110410	GL/UK/CM GL	Period ended			units £000
				day	month	year	
				31	12	2014	
		General insurance business 1	Long-term insurance business 2	Total as at the end of this financial year 3			Total as at the end of the previous year 4

Core tier one capital

Permanent share capital	11	61400		61400	61400
Profit and loss account and other reserves	12	6347		6347	23565
Share premium account	13				
Positive valuation differences	14				
Fund for future appropriations	15				
Core tier one capital in related undertakings	16				
Core tier one capital (sum of 11 to 16)	19	67747		67747	84965

Tier one waivers

Unpaid share capital / unpaid initial funds and calls for supplementary contributions	21				
Implicit items	22				
Tier one waivers in related undertakings	23				
Total tier one waivers as restricted (21+22+23)	24				

Other tier one capital

Perpetual non-cumulative preference shares as restricted	25				
Perpetual non-cumulative preference shares in related undertakings	26				
Innovative tier one capital as restricted	27				
Innovative tier one capital in related undertakings	28				

Total tier one capital before deductions (19+24+25+26+27+28)	31	67747		67747	84965
Investments in own shares	32				
Intangible assets	33				
Amounts deducted from technical provisions for discounting	34	300		300	81
Other negative valuation differences	35				
Deductions in related undertakings	36				
Deductions from tier one (32 to 36)	37	300		300	81
Total tier one capital after deductions (31-37)	39	67447		67447	84884

Components of capital resources
Form 3
(Sheet 2)

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Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

	Company registration number	GL/UK/CM	Period ended			units	
			day	month	year		
	R3	110410	GL	31	12	2014	£000
	General insurance business	Long-term insurance business	Total as at the end of this financial year			Total as at the end of the previous year	
	1	2	3			4	

Tier two capital

Implicit items, (tier two waivers and amounts excluded from line 22)	41				
Perpetual non-cumulative preference shares excluded from line 25	42				
Innovative tier one capital excluded from line 27	43				
Tier two waivers, innovative tier one capital and perpetual non-cumulative preference shares treated as tier two capital (41 to 43)	44				
Perpetual cumulative preference shares	45				
Perpetual subordinated debt and securities	46				
Upper tier two capital in related undertakings	47				
Upper tier two capital (44 to 47)	49				

Fixed term preference shares	51				
Other tier two instruments	52				
Lower tier two capital in related undertakings	53				
Lower tier two capital (51+52+53)	59				

Total tier two capital before restrictions (49+59)	61				
Excess tier two capital	62				
Further excess lower tier two capital	63				
Total tier two capital after restrictions, before deductions (61-62-63)	69				

Components of capital resources
Form 3
(Sheet 3)

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 Name of insurer **Gresham Insurance Company Limited**

Global business

 Financial year ended **31st December 2014**

		Company registration number	GL/UK/CM	Period ended			units	
		R3	110410	GL	day	month	year	£000
		General insurance business	Long-term insurance business	Total as at the end of this financial year			Total as at the end of the previous year	
		1	2	3			4	

Total capital resources

Positive adjustments for regulated non-insurance related undertakings	71				
Total capital resources before deductions (39+69+71)	72	67447		67447	84884
Inadmissible assets other than intangibles and own shares	73				
Assets in excess of market risk and counterparty limits	74				
Deductions for related ancillary services undertakings	75				
Deductions for regulated non-insurance related undertakings	76				
Deductions of ineligible surplus capital	77				
Total capital resources after deductions (72-73-74-75-76-77)	79	67447		67447	84884

Available capital resources for GENPRU/INSRU tests

Available capital resources for guarantee fund requirement	81	67447		67447	84884
Available capital resources for 50% MCR requirement	82	67447		67447	84884
Available capital resources for 75% MCR requirement	83	67447		67447	84884

Financial engineering adjustments

Implicit items	91				
Financial reinsurance – ceded	92				
Financial reinsurance – accepted	93				
Outstanding contingent loans	94				
Any other charges on future profits	95				
Sum of financial engineering adjustments (91+92-93+94+95)	96				

Calculation of general insurance capital requirement - premiums amount and brought forward amount

Form 11

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Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

General insurance business

		Company registration number	GL/UK/CM	Period ended			units	
		R11	110410	GL	31	12	2014	£000
				This financial year		Previous year		
				1		2		
Gross premiums written			11	197229		220715		
Premiums taxes and levies (included in line 11)			12					
Premiums written net of taxes and levies (11-12)			13	197229		220715		
Premiums for classes 11, 12 or 13 (included in line 13)			14			194		
Premiums for "actuarial health insurance" (included in line 13)			15					
Sub-total A (13 + 1/2 14 - 2/3 15)			16	197229		220812		
Gross premiums earned			21	210473		229004		
Premium taxes and levies (included in line 21)			22					
Premiums earned net of taxes and levies (21-22)			23	210473		229004		
Premiums for classes 11, 12 or 13 (included in line 23)			24	31		722		
Premiums for "actuarial health insurance" (included in line 23)			25					
Sub-total H (23 + 1/2 24 - 2/3 25)			26	210489		229365		
Sub-total I (higher of sub-total A and sub-total H)			30	210489		229365		
Adjusted sub-total I if financial year is not a 12 month period to produce an annual figure			31					
Division of gross adjusted premiums amount: sub-total I (or adjusted sub-total I if appropriate)	x 0.18	32	37888		41286			
	Excess (if any) over 61.3M EURO x 0.02	33	3248		3545			
Sub-total J (32-33)			34	34640		37741		
Claims paid in period of 3 financial years			41	322038		372104		
Claims outstanding carried forward at the end of the 3 year period	For insurance business accounted for on an underwriting year basis	42						
	For insurance business accounted for on an accident year basis	43	53946		68409			
Claims outstanding brought forward at the beginning of the 3 year period	For insurance business accounted for on an underwriting year basis	44						
	For insurance business accounted for on an accident year basis	45	64761		107418			
Sub-total C (41+42+43-44-45)			46	311223		333095		
Amounts recoverable from reinsurers in respect of claims included in Sub-total C			47	317609		331010		
Sub-total D (46-47)			48	(6386)		2085		
Reinsurance ratio (Sub-total D / sub-total C or, if more, 0.50 or, if less, 1.00)			49	0.50		0.50		
Premiums amount (Sub-total J x reinsurance ratio)			50	17320		18871		
Provisions for claims outstanding (before discounting and net of reinsurance)			51	732		2651		
Provisions for claims outstanding (before discounting and gross of reinsurance) if both 51.1 and 51.2 are zero, otherwise zero			52					
Brought forward amount (see instruction 4)			53	5297		19185		
Greater of lines 50 and 53			54	17320		19185		

Calculation of general insurance capital requirement - claims amount and result
Form 12

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 Name of insurer **Gresham Insurance Company Limited**

Global business

 Financial year ended **31st December 2014**

General insurance business

		Company registration number	GL/UK/CM	Period ended			units	
		R12	110410	GL	31	12	2014	£000
				This financial year		Previous year		
				1		2		
Reference period (No. of months) See <i>INSPRU</i> 1.1.63R			11	36		36		
Claims paid in reference period			21	322038		372104		
Claims outstanding carried forward at the end of the reference period	For insurance business accounted for on an underwriting year basis		22					
	For insurance business accounted for on an accident year basis		23	53946		68409		
Claims outstanding brought forward at the beginning of the reference period	For insurance business accounted for on an underwriting year basis		24					
	For insurance business accounted for on an accident year basis		25	64761		107418		
Claims incurred in reference period (21+22+23-24-25)			26	311223		333095		
Claims incurred for classes 11, 12 or 13 (included in 26)			27	617		743		
Claims incurred for "actuarial health insurance" (included in 26)			28					
Sub-total E (26 + 1/2 27 - 2/3 28)			29	311532		333467		
Sub-total F - Conversion of sub-total E to annual figure (multiply by 12 and divide by number of months in the reference period)			31	103844		111156		
Division of sub-total F (gross adjusted claims amount)	X 0.26		32	26999		28901		
	Excess (if any) over 42.9M EURO x 0.03		33	2106		2240		
Sub-total G (32 - 33)			39	24893		26661		
Claims amount Sub-total G x reinsurance ratio (11.49)			41	12447		13331		
Higher of premiums amount and brought forward amount (11.54)			42	17320		19185		
General insurance capital requirement (higher of lines 41 and 42)			43	17320		19185		

Analysis of admissible assets
**Form 13
(Sheet 1)**

 Name of insurer **Gresham Insurance Company Limited**

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Global business

 Financial year ended **31st December 2014**

 Category of assets **Total other than Long-term insurance business assets**

	Company registration number	GL/UK/CM	Period ended			units	Category of assets	
			day	month	year			
	R13	110410	GL	31	12	2014	£000	1
				As at end of this financial year		As at end of the previous year		
				1		2		
Land and buildings			11					

Investments in group undertakings and participating interests

UK insurance dependants	shares	21		
	debts and loans	22		
Other insurance dependants	shares	23		
	debts and loans	24		
Non-insurance dependants	shares	25		
	debts and loans	26		
Other group undertakings	shares	27		
	debts and loans	28		
Participating interests	shares	29		
	debts and loans	30		

Other financial investments

Equity shares	41		
Other shares and other variable yield participations	42		
Holdings in collective investment schemes	43		
Rights under derivative contracts	44		
Fixed interest securities	Approved	45	29961
	Other	46	
Variable interest securities	Approved	47	
	Other	48	
Participation in investment pools	49		
Loans secured by mortgages	50		
Loans to public or local authorities and nationalised industries or undertakings	51		
Loans secured by policies of insurance issued by the company	52		
Other loans	53		
Bank and approved credit & financial institution deposits	One month or less withdrawal	54	20188
	More than one month withdrawal	55	66175
Other financial investments	56		

Analysis of admissible assets
Form 13
(Sheet 2)

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Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

Category of assets **Total other than Long-term insurance business assets**

			Company registration number	GL/UK/CM	Period ended			units	Category of assets	
					day	month	year			
			R13	110410	GL	31	12	2014	£000	1
						As at end of this financial year			As at end of the previous year	
						1			2	
Deposits with ceding undertakings					57					
Assets held to match linked liabilities	Index linked				58					
	Property linked				59					

Reinsurers' share of technical provisions

Provision for unearned premiums	60	99445	112688
Claims outstanding	61	53214	65758
Provision for unexpired risks	62		
Other	63		

Debtors and salvage

Direct insurance business	Policyholders	71	102735	112609
	Intermediaries	72		
Salvage and subrogation recoveries		73		
Reinsurance	Accepted	74		
	Ceded	75	8756	1005
Dependants	due in 12 months or less	76		
	due in more than 12 months	77		
Other	due in 12 months or less	78	20	200
	due in more than 12 months	79		

Other assets

Tangible assets	80		
Deposits not subject to time restriction on withdrawal with approved institutions	81		
Cash in hand	82		
Other assets (particulars to be specified by way of supplementary note)	83		
Accrued interest and rent	84		
Deferred acquisition costs (general business only)	85	25662	28365
Other prepayments and accrued income	86	685	672

Deductions from the aggregate value of assets	87		
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Grand total of admissible assets after deduction of admissible assets in excess of market risk and counterparty limits (11 to 86 less 87)	89	340666	387472
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Analysis of admissible assets
Form 13
(Sheet 3)

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Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

Category of assets **Total other than Long-term insurance business assets**

R13	Company registration number 110410	GL/UK/CM GL	Period ended			units £000	Category of assets 1
			day	month	year		
			31	12	2014		
			As at end of this financial year			As at end of the previous year	
			1			2	

Reconciliation to asset values determined in accordance with the insurance accounts rules or international accounting standards as applicable to the firm for the purpose of its external financial reporting

Total admissible assets after deduction of admissible assets in excess of market risk and counterparty limits (as per line 89 above)	91	340666	387472
Admissible assets in excess of market and counterparty limits	92		
Inadmissible assets directly held	93		
Capital resources requirement deduction of regulated related undertakings	94		
Ineligible surplus capital and restricted assets in regulated related insurance undertakings	95		
Inadmissible assets of regulated related undertakings	96		
Book value of related ancillary services undertakings	97		
Other differences in the valuation of assets (other than for assets not valued above)	98		
Deferred acquisition costs excluded from line 89	99		
Reinsurers' share of technical provisions excluded from line 89	100	(4267)	(1401)
Other asset adjustments (may be negative)	101		
Total assets determined in accordance with the insurance accounts rules or international accounting standards as applicable to the firm for the purpose of its external financial reporting (91 to 101)	102	336399	386071
Amounts included in line 89 attributable to debts due from related insurers, other than those under contracts of insurance or reinsurance	103		

Liabilities (other than long-term insurance business)
Form 15

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 Name of insurer **Gresham Insurance Company Limited**

Global business

 Financial year ended **31st December 2014**

	R15	Company registration number 110410	GL/UK/CM GL	Period ended			units £000
				day	month	year	
				31	12	2014	
				As at the end of this financial year		As at the end of the previous year	
				1		2	

Technical provisions (gross amount)

Provision for unearned premiums	11	99445	112688
Claims outstanding	12	53946	68409
Provision for unexpired risks	13		
Equalisation provisions	Credit business	14	
	Other than credit business	15	365 375
Other technical provisions	16		
Total gross technical provisions (11 to 16)	19	153756	181472

Provisions and creditors

Provisions	Taxation	21		
	Other risks and charges	22		
Deposits received from reinsurers	31			
Creditors	Direct insurance business	41	1455	1170
	Reinsurance accepted	42		
	Reinsurance ceded	43	3251	17582
Debenture loans	Secured	44		
	Unsecured	45		
Amounts owed to credit institutions	46	2344	1066	
Creditors	Taxation	47	1661	1247
	Foreseeable dividend	48		
	Other	49	52564	39465
Accruals and deferred income	51	58187	60586	
Total (19 to 51)	59	273218	302588	
Provision for "reasonably foreseeable adverse variations"	61			
Cumulative preference share capital	62			
Subordinated loan capital	63			
Total (59 to 63)	69	273218	302588	

Amounts included in line 69 attributable to liabilities to related insurers, other than those under contracts of insurance or reinsurance	71	39034	23221
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Amounts deducted from technical provisions for discounting	82	4567	1482
Other adjustments (may be negative)	83		
Capital and reserves	84	67748	84965
Total liabilities under insurance accounts rules or international accounting standards as applicable to the firm for the purpose of its external financial reporting (69-82+83+84)	85	336399	386071

Profit and loss account (non-technical account)
Form 16

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Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

		Company registration number	GL/UK/CM	Period ended			units	
		R16	110410	GL	31 day	12 month	2014 year	£000
				This financial year		Previous year		
				1		2		
Transfer (to) / from the general insurance business technical account	From Form 20	11	2467		228			
	Equalisation provisions	12	10		3			
Transfer from the long term insurance business revenue account		13						
Investment income	Income	14	315		169			
	Value re-adjustments on investments	15						
	Gains on the realisation of investments	16						
Investment charges	Investment management charges, including interest	17	53		19			
	Value re-adjustments on investments	18						
	Loss on the realisation of investments	19						
Allocated investment return transferred to the general insurance business technical account		20						
Other income and charges (particulars to be specified by way of supplementary note)		21	4627		4658			
Profit or loss on ordinary activities before tax (11+12+13+14+15+16-17-18-19-20+21)		29	7366		5039			
Tax on profit or loss on ordinary activities		31	1584		1160			
Profit or loss on ordinary activities after tax (29-31)		39	5782		3879			
Extraordinary profit or loss (particulars to be specified by way of supplementary note)		41						
Tax on extraordinary profit or loss		42						
Other taxes not shown under the preceding items		43						
Profit or loss for the financial year (39+41-(42+43))		49	5782		3879			
Dividends (paid or foreseeable)		51	23000					
Profit or loss retained for the financial year (49-51)		59	(17218)		3879			

General insurance business - summary of business carried on

Form 20A

Name of insurer **Gresham Insurance Company Limited**

(Sheet 1)

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Global business

Financial year ended **31st December 2014**

Category number	PRA return general insurance business reporting category		Company registration number	GL/UK/CM	Period ended			units
					day	month	year	
R20A			110410	GL	31	12	2014	£000
			Gross premium written in this financial year	Provision for undiscounted gross claims outstanding at the end of this financial year	Reported	Incurred but not reported		
			1	2	3	4		
001	Total business	1	197229	38645		12994		99445
002	Total primary (direct) and facultative business	2	197229	38645		12994		99445
003	Total treaty reinsurance accepted business	3						
110	Total primary (direct) and facultative accident & health (category numbers 111 to 114)	4	51	30		7		21
120	Total primary (direct) and facultative personal lines motor business (category numbers 121 to 123)	5		9147		54		
160	Primary (direct) and facultative household and domestic all risks.	6	196844	28709		12919		99422
180	Total primary (direct) and facultative personal lines financial loss (category numbers 181 to 187)	7	331					
220	Total primary (direct) and facultative commercial motor business (category numbers 221 to 223)	8						
260	Total primary (direct) and facultative commercial lines property (category numbers 261 to 263)	9		131		14		
270	Total primary (direct) and facultative commercial lines liability business (category numbers 271 to 274)	10		628				
280	Total primary (direct) and facultative commercial lines financial loss (category numbers 281 to 284)	11						
330	Total primary (direct) and facultative aviation (category number 331 to 333)	12						
340	Total primary (direct) and facultative marine (category numbers 341 to 347)	13	3					2
350	Total primary (direct) and facultative goods in transit	14						
400	Miscellaneous primary (direct) and facultative business	15						
500	Total non-proportional treaty business accepted (category numbers 510 to 590)	16						
600	Total proportional treaty reinsurance business accepted (category numbers 610 to 690)	17						
700	Miscellaneous treaty reinsurance accepted business	18						
	Total (lines 4 to 18)	20	197229	38645		12994		99445

General insurance business - summary of business carried on

Form 20A

Name of insurer **Gresham Insurance Company Limited**

(Sheet 2)

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Global business

Financial year ended **31st December 2014**

Category number	PRA return general insurance business reporting category	Company registration number	GL/UK/CM	Period ended			units
				day	month	year	
		R20A	110410	GL	31	12	2014
							£000
		Gross premium written in this financial year	Provision for undiscounted gross claims outstanding at the end of this financial year		Provision for gross unearned premium at the end of this financial year		
			Reported	Incurred but not reported			
		1	2	3		4	

PRIMARY (DIRECT) and FACULTATIVE PERSONAL LINES BUSINESS

111	Medical insurance	21				
112	HealthCare cash plans	22				
113	Travel	23	51	30	7	21
114	Personal accident or sickness	24				
121	Private motor - comprehensive	25		4069	54	
122	Private motor - non-comprehensive	26		5078		
123	Motor cycle	27				
160	Household and domestic all risks (equals line 6)	28	196844	28709	12919	99422
181	Assistance	29				
182	Creditor	30	331			
183	Extended warranty	31				
184	Legal expenses	32				
185	Mortgage indemnity	33				
186	Pet insurance	34				
187	Other personal financial loss	35				

PRIMARY (DIRECT) and FACULTATIVE COMMERCIAL LINES BUSINESS

221	Fleets	41				
222	Commercial vehicles (non-fleet)	42				
223	Motor other	43				
261	Commercial property	44		108	7	
262	Consequential loss	45		19	6	
263	Contractors or engineering all risks	46		4	1	
271	Employers liability	47				
272	Professional indemnity	48				
273	Public and products liability	49		178		
274	Mixed commercial package	50		450		
281	Fidelity and contract guarantee	51				
282	Credit	52				
283	Suretyship	53				
284	Commercial contingency	54				

General insurance business - summary of business carried on

Form 20A

Name of insurer **Gresham Insurance Company Limited**

(Sheet 3)

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Global business

Financial year ended **31st December 2014**

Category number	PRA return general insurance business reporting category	Company registration number	GL/UK/CM	Period ended			units
				day	month	year	
R20A		110410	GL	31	12	2014	£000
		Gross premium written in this financial year	Provision for undiscounted gross claims outstanding at the end of this financial year		Provision for gross unearned premium at the end of this financial year		
		1	Reported	Incurred but not reported		4	
			2	3			

PRIMARY (DIRECT) and FACULTATIVE: AVIATION, MARINE and TRANSPORT

331	Aviation liability	61					
332	Aviation hull	62					
333	Space and satellite	63					
341	Marine liability	64					
342	Marine hull	65					
343	Energy (on and off-shore)	66					
344	Protection and indemnity	67					
345	Freight demurrage and defence	68					
346	War risks	69					
347	Yacht	70	3				2
350	Total primary (direct) and facultative goods in transit (equals line 14)	71					

PRIMARY (DIRECT) and FACULTATIVE: MISCELLANEOUS

400	Miscellaneous primary (direct) and facultative business (equals line 15)	72					
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NON-PROPORTIONAL TREATY

510	Non-proportional accident & health	81					
520	Non-proportional motor	82					
530	Non-proportional aviation	83					
540	Non-proportional marine	84					
550	Non-proportional transport	85					
560	Non-proportional property	86					
570	Non-proportional liability (non-motor)	87					
580	Non-proportional financial lines	88					
590	Non-proportional aggregate cover	89					

PROPORTIONAL TREATY

610	Proportional accident & health	91					
620	Proportional motor	92					
630	Proportional aviation	93					
640	Proportional marine	94					
650	Proportional transport	95					
660	Proportional property	96					
670	Proportional liability (non-motor)	97					
680	Proportional financial lines	98					
690	Proportional aggregate cover	99					

TREATY REINSURANCE: MISCELLANEOUS

700	Miscellaneous treaty reinsurance accepted business	101					
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TOTAL (lines 21 to 101)	111	197229	38645	12994	99445		
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General insurance business: Technical account (excluding equalisation provisions)

Form 20

Printed 18/03/2015 09:00:11

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Total Business

		Company registration number	GL/UK/CM	Period ended			units	Category number
		R20	110410	GL	day	month	year	
					31	12	2014	£000
								001
Items to be shown net of reinsurance					This financial year		Previous year	
					1		2	
This year's underwriting (accident year accounting)	Earned premium (21. 19. 5)				11		1684	1832
	Claims incurred (22. 17. 4)				12			
	Claims management costs (22. 18. 4)				13			
	Adjustment for discounting (22. 52. 4)				14			
	Increase in provision for unexpired risks (22. 19. 4)				15			
	Other technical income or charges (particulars to be specified by way of supplementary note)				16			
	Net operating expenses (22. 42. 4)				17		380	740
	Balance of year's underwriting (11-12-13+14-15+16-17)				19		1304	1092
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21. 11. 5)				21			
	Claims incurred (22. 13. 4)				22		(607)	1183
	Claims management costs (22. 14. 4)				23		(337)	(133)
	Adjustment for discounting (22. 51. 4)				24		219	185
	Other technical income or charges (particulars to be specified by way of supplementary note)				25			
	Net operating expenses (22. 41. 4)				26			
	Balance (21-22-23+24+25-26)				29		1163	(865)
Balance from underwriting year accounting	Per Form 24 (24. 69. 99 - 99)				31			
	Other technical income and charges (particulars to be specified by way of supplementary note)				32			
	Total				39			
Balance of all years' underwriting (19+29+39)					49		2467	227
Allocated investment return					51			
Transfer to non-technical account (49+51)					59		2467	227

General insurance business: Technical account (excluding equalisation provisions)

Form 20

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Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Total Primary (Direct) and Facultative Business

		Company registration number	GL/UK/CM	Period ended			units	Category number
		R20	110410	GL	day	month	year	
					31	12	2014	£000
								002
Items to be shown net of reinsurance					This financial year		Previous year	
					1		2	
This year's underwriting (accident year accounting)	Earned premium (21. 19. 5)				11		1684	1832
	Claims incurred (22. 17. 4)				12			
	Claims management costs (22. 18. 4)				13			
	Adjustment for discounting (22. 52. 4)				14			
	Increase in provision for unexpired risks (22. 19. 4)				15			
	Other technical income or charges (particulars to be specified by way of supplementary note)				16			
	Net operating expenses (22. 42. 4)				17		380	740
	Balance of year's underwriting (11-12-13+14-15+16-17)				19		1304	1092
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21. 11. 5)				21			
	Claims incurred (22. 13. 4)				22		(607)	1183
	Claims management costs (22. 14. 4)				23		(337)	(133)
	Adjustment for discounting (22. 51. 4)				24		219	185
	Other technical income or charges (particulars to be specified by way of supplementary note)				25			
	Net operating expenses (22. 41. 4)				26			
	Balance (21-22-23+24+25-26)				29		1163	(865)
Balance from underwriting year accounting	Per Form 24 (24. 69. 99 - 99)				31			
	Other technical income and charges (particulars to be specified by way of supplementary note)				32			
	Total				39			
Balance of all years' underwriting (19+29+39)					49		2467	227
Allocated investment return					51			
Transfer to non-technical account (49+51)					59		2467	227

General insurance business: Technical account (excluding equalisation provisions)

Form 20

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Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Total primary (direct) and facultative personal motor business

		Company registration number	GL/UK/CM	Period ended			units	Category number
		R20	110410	GL	day	month	year	
					31	12	2014	£000
								120
Items to be shown net of reinsurance					This financial year		Previous year	
					1		2	
This year's underwriting (accident year accounting)	Earned premium (21. 19. 5)				11			
	Claims incurred (22. 17. 4)				12			
	Claims management costs (22. 18. 4)				13			
	Adjustment for discounting (22. 52. 4)				14			
	Increase in provision for unexpired risks (22. 19. 4)				15			
	Other technical income or charges (particulars to be specified by way of supplementary note)				16			
	Net operating expenses (22. 42. 4)				17			
	Balance of year's underwriting (11-12-13+14-15+16-17)				19			
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21. 11. 5)				21			
	Claims incurred (22. 13. 4)				22		(230)	443
	Claims management costs (22. 14. 4)				23			(6)
	Adjustment for discounting (22. 51. 4)				24		219	185
	Other technical income or charges (particulars to be specified by way of supplementary note)				25			
	Net operating expenses (22. 41. 4)				26			
	Balance (21-22-23+24+25-26)				29		449	(252)
Balance from underwriting year accounting	Per Form 24 (24. 69. 99 - 99)				31			
	Other technical income and charges (particulars to be specified by way of supplementary note)				32			
	Total				39			
Balance of all years' underwriting (19+29+39)					49		449	(252)
Allocated investment return					51			
Transfer to non-technical account (49+51)					59		449	(252)

General insurance business: Technical account (excluding equalisation provisions)

Form 20

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Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Primary (direct) and facultative household and domestic all risks.

		Company registration number	GL/UK/CM	Period ended			units	Category number
		R20	110410	GL	day	month	year	
					31	12	2014	£000
								160
Items to be shown net of reinsurance					This financial year		Previous year	
					1		2	
This year's underwriting (accident year accounting)	Earned premium (21. 19. 5)	11	1681	1795				
	Claims incurred (22. 17. 4)	12						
	Claims management costs (22. 18. 4)	13						
	Adjustment for discounting (22. 52. 4)	14						
	Increase in provision for unexpired risks (22. 19. 4)	15						
	Other technical income or charges (particulars to be specified by way of supplementary note)	16						
	Net operating expenses (22. 42. 4)	17	379	715				
	Balance of year's underwriting (11-12-13+14-15+16-17)	19	1302	1080				
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21. 11. 5)	21						
	Claims incurred (22. 13. 4)	22	258	96				
	Claims management costs (22. 14. 4)	23	(337)	(127)				
	Adjustment for discounting (22. 51. 4)	24						
	Other technical income or charges (particulars to be specified by way of supplementary note)	25						
	Net operating expenses (22. 41. 4)	26						
	Balance (21-22-23+24+25-26)	29	79	31				
Balance from underwriting year accounting	Per Form 24 (24. 69. 99 - 99)	31						
	Other technical income and charges (particulars to be specified by way of supplementary note)	32						
	Total	39						
Balance of all years' underwriting (19+29+39)		49	1381	1111				
Allocated investment return		51						
Transfer to non-technical account (49+51)		59	1381	1111				

General insurance business: Technical account (excluding equalisation provisions)

Form 20

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Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Balance of all primary (direct) and facultative business

		Company registration number	GL/UK/CM	Period ended			units	Category number	
		R20	110410	GL	31	12	2014	£000	409
					day	month	year		
Items to be shown net of reinsurance					This financial year			Previous year	
					1			2	
This year's underwriting (accident year accounting)	Earned premium (21. 19. 5)				11	3			37
	Claims incurred (22. 17. 4)				12				
	Claims management costs (22. 18. 4)				13				
	Adjustment for discounting (22. 52. 4)				14				
	Increase in provision for unexpired risks (22. 19. 4)				15				
	Other technical income or charges (particulars to be specified by way of supplementary note)				16				
	Net operating expenses (22. 42. 4)				17	1			25
	Balance of year's underwriting (11-12-13+14-15+16-17)				19	2			12
Adjustment for prior years' underwriting (accident year accounting)	Earned premium (21. 11. 5)				21				
	Claims incurred (22. 13. 4)				22	(635)			644
	Claims management costs (22. 14. 4)				23				
	Adjustment for discounting (22. 51. 4)				24				
	Other technical income or charges (particulars to be specified by way of supplementary note)				25				
	Net operating expenses (22. 41. 4)				26				
	Balance (21-22-23+24+25-26)				29	635			(644)
Balance from underwriting year accounting	Per Form 24 (24. 69. 99 - 99)				31				
	Other technical income and charges (particulars to be specified by way of supplementary note)				32				
	Total				39				
Balance of all years' underwriting (19+29+39)					49	637			(632)
Allocated investment return					51				
Transfer to non-technical account (49+51)					59	637			(632)

Gresham Insurance Company Limited

Global business

31st December 2014

PRA general insurance business reporting category

Total Business

Total Business		Company registration number	Period ended						Category number				
			GL/UK/CM		Period ended			units					
					day	month	year						
		R21	110410	GL	31	12	2014	£000	001				
		Reinsurers' share			Net of reinsurance								
Premiums receivable during the financial year		Gross premiums written											
		Earned in previous financial years	1	Earned in previous financial years	3	Earned in previous financial years		5					
In respect of risks incepted in previous financial years		11											
		Earned in this financial year	1	Unearned at end of this financial year	2	Earned in this financial year	3	Unearned at end of this financial year	4	Earned in this financial year	5	Unearned at end of this financial year	6
In respect of risks incepted in previous financial years		12											
In respect of risks incepted in this financial year	For periods of less than 12 months	13	360	22	357	22	3						
	For periods of 12 months	14	97425	99423	95744	99423	1681						
	For periods of more than 12 months	15											
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		16	112688		112688								
Total (12 to 16)		19	210473	99445	208789	99445	1684						

General insurance business (accident year accounting): Analysis of premiums

Form 21
Printed 18/03/2015 09:00:12

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Total Primary (Direct) and Facultative Business

Total Primary (Direct) and Facultative Business									
		Company registration number	GL/UK/CM			Period ended			Category number
			day	month	year	units			
		R21	110410	GL	31	12	2014	£000	002
		Reinsurers' share			Net of reinsurance				
Premiums receivable during the financial year		Earned in previous financial years	Earned in previous financial years			Earned in previous financial years			
		1	3			5			
In respect of risks incepted in previous financial years		11							
			Earned in this financial year	Unearned at end of this financial year	3	4	5	Unearned at end of this financial year	6
In respect of risks incepted in previous financial years		12							
In respect of risks incepted in this financial year	For periods of less than 12 months	13	360	22	357	22	3		
	For periods of 12 months	14	97425	99423	95744	99423	1681		
For periods of more than 12 months		15							
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		16	112688		112688				
Total (12 to 16)		19	210473	99445	208789	99445	1684		

General insurance business (accident year accounting): Analysis of premiums

Form 21
Printed 18/03/2015 09:00:12

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Total primary (direct) and facultative personal motor business

Total primary (direct) and facultative personal motor business												
		Company registration number	GLUK/CM				Period ended			Category number		
			R21	110410	GL	31	12	2014	units			
		Gross premiums written		Reinsurers' share			Net of reinsurance					
Premiums receivable during the financial year		Earned in previous financial years	1	Earned in previous financial years	3	Earned in previous financial years	5	Unearned at end of this financial year	4	Unearned at end of this financial year	6	
In respect of risks incepted in previous financial years		11										
In respect of risks incepted in previous financial years		12										
In respect of risks incepted in this financial year		13										
In respect of risks incepted in this financial year		14										
In respect of risks incepted in this financial year		15										
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		16										
Total (12 to 16)		19										

Gresham Insurance Company Limited

Global business

31st December 2014

PRA general insurance business reporting category

Primary (direct) and facultative household and domestic all risks.

Primary (direct) and facultative household and domestic all risks.									
	Company registration number	GL/UK/CM	Period ended				Category number		
			day	month	year	units			
	R21	110410	GL	31	12	2014	£000	160	
	Reinsurers' share		Net of reinsurance						
Premiums receivable during the financial year	Earned in previous financial years		Earned in previous financial years		Earned in previous financial years				
	1		3		5				
In respect of risks incepted in previous financial years	11								
	Earned in this financial year	Unearned at end of this financial year	Earned in this financial year	Unearned at end of this financial year	Earned in this financial year	Unearned at end of this financial year			
	1	2	3	4	5	6			
In respect of risks incepted in previous financial years	12								
In respect of risks incepted in this financial year	For periods of less than 12 months								
	For periods of 12 months	97423	99422	95742	1681				
	For periods of more than 12 months								
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year	16		112593						
Total (12 to 16)	19	99422	208335	99422	1681				

General insurance business (accident year accounting): Analysis of premiums

Form 21
Printed 18/03/2015 09:00:12

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Balance of all primary (direct) and facultative business

Balance of all primary (direct) and facultative business											
		Company registration number	GLUK/CM			Period ended			Category number		
			R21	110410	GL	31	day	month		year	
											units
		Reinsurers' share		Net of reinsurance							
Premiums receivable during the financial year		Gross premiums written		Earned in previous financial years		Earned in previous financial years		Earned in previous financial years		Unearned at end of this financial year	
		1		3		5		5		6	
In respect of risks incepted in previous financial years		11		Unearned at end of this financial year		Unearned at end of this financial year		Unearned at end of this financial year		Unearned at end of this financial year	
		1		2		3		4		5	
In respect of risks incepted in previous financial years		12									
For periods of less than 12 months		13		360		22		357		22	
For periods of 12 months		14		2		1		2		1	
For periods of more than 12 months		15									
Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year		16		95				95			
Total (12 to 16)		19		457		23		454		23	

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Total Business

			Company registration number	GL/UK/CM	Period ended			units	Category number	
			R22	110410	GL	31	12	2014	£000	001
				Amount brought forward from previous financial year		Amount payable / receivable in this financial year		Amount carried forward to next financial year		Amount attributable to this financial year
				1		2		3		4
Claims incurred in respect of incidents occurring prior to this financial year	Gross amount	11	66137			38414		23905		(3818)
	Reinsurers' share	12	63967			37541		23215		(3211)
	Net (11-12)	13	2170			873		690		(607)
	Claims management costs	14	481			102		42		(337)
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15				50823		27734		78557
	Reinsurers' share	16				50823		27734		78557
	Net (15-16)	17								
	Claims management costs	18								
Provision for unexpired risks		19								
Net operating expenses	Commissions	21	21971			60426		20436		61961
	Other acquisition expenses	22								
	Administrative expenses	23				380				380
	Reinsurance commissions and profit participations	24	21971			60426		20436		61961
	Total (21+22+23-24)	29				380				380
Adjustments for discounting in respect of the items shown at lines 11 to 18 above	Gross amount	31	1482					4567		3085
	Reinsurers' share	32	1401					4267		2866
	Claims management costs	33								
	Total (31-32+33)	39	81					300		219
Split of line 29	Prior financial years	41								
	This financial year	42				380				380
Split of line 39	Incidents occurring prior to this financial year	51	81					300		219
	Incidents occurring in this financial year	52								

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Total Primary (Direct) and Facultative Business

		Company registration number	GL/UK/CM	Period ended			units	Category number	
		R22	110410	GL	31	12	2014	£000	002
			Amount brought forward from previous financial year	Amount payable / receivable in this financial year	Amount carried forward to next financial year	Amount attributable to this financial year			
			1	2	3	4			
Claims incurred in respect of incidents occurring prior to this financial year	Gross amount	11	66137	38414	23905	(3818)			
	Reinsurers' share	12	63967	37541	23215	(3211)			
	Net (11-12)	13	2170	873	690	(607)			
	Claims management costs	14	481	102	42	(337)			
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15		50823	27734	78557			
	Reinsurers' share	16		50823	27734	78557			
	Net (15-16)	17							
	Claims management costs	18							
Provision for unexpired risks		19							
Net operating expenses	Commissions	21	21971	60426	20436	61961			
	Other acquisition expenses	22							
	Administrative expenses	23		380		380			
	Reinsurance commissions and profit participations	24	21971	60426	20436	61961			
	Total (21+22+23-24)	29		380		380			
Adjustments for discounting in respect of the items shown at lines 11 to 18 above	Gross amount	31	1482		4567	3085			
	Reinsurers' share	32	1401		4267	2866			
	Claims management costs	33							
	Total (31-32+33)	39	81		300	219			
Split of line 29	Prior financial years	41							
	This financial year	42		380		380			
Split of line 39	Incidents occurring prior to this financial year	51	81		300	219			
	Incidents occurring in this financial year	52							

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Total primary (direct) and facultative personal motor business

		Company registration number	GL/UK/CM	Period ended			units	Category number	
		R22	110410	GL	31	12	2014	£000	120
			Amount brought forward from previous financial year	Amount payable / receivable in this financial year	Amount carried forward to next financial year		Amount attributable to this financial year		
			1	2	3		4		
Claims incurred in respect of incidents occurring prior to this financial year	Gross amount	11	7864	499	9201		1836		
	Reinsurers' share	12	7125	482	8709		2066		
	Net (11-12)	13	739	17	492		(230)		
	Claims management costs	14	23		23				
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15							
	Reinsurers' share	16							
	Net (15-16)	17							
	Claims management costs	18							
Provision for unexpired risks		19							
Net operating expenses	Commissions	21							
	Other acquisition expenses	22							
	Administrative expenses	23							
	Reinsurance commissions and profit participations	24							
	Total (21+22+23-24)	29							
Adjustments for discounting in respect of the items shown at lines 11 to 18 above	Gross amount	31	1482		4567		3085		
	Reinsurers' share	32	1401		4267		2866		
	Claims management costs	33							
	Total (31-32+33)	39	81		300		219		
Split of line 29	Prior financial years	41							
	This financial year	42							
Split of line 39	Incidents occurring prior to this financial year	51	81		300		219		
	Incidents occurring in this financial year	52							

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Primary (direct) and facultative household and domestic all risks.

			Company registration number	GL/UK/CM	Period ended			units	Category number	
			R22	110410	GL	31	12	2014	£000	160
				Amount brought forward from previous financial year		Amount payable / receivable in this financial year		Amount carried forward to next financial year		Amount attributable to this financial year
				1		2		3		4
Claims incurred in respect of incidents occurring prior to this financial year	Gross amount	11	55613		36658		13946		(5009)	
	Reinsurers' share	12	55500		36484		13749		(5267)	
	Net (11-12)	13	113		174		197		258	
	Claims management costs	14	458		102		19		(337)	
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15			50639		27682		78321	
	Reinsurers' share	16			50639		27682		78321	
	Net (15-16)	17								
	Claims management costs	18								
Provision for unexpired risks		19								
Net operating expenses	Commissions	21	21959		60338		20436		61861	
	Other acquisition expenses	22								
	Administrative expenses	23			379				379	
	Reinsurance commissions and profit participations	24	21959		60338		20436		61861	
	Total (21+22+23-24)	29			379				379	
Adjustments for discounting in respect of the items shown at lines 11 to 18 above	Gross amount	31								
	Reinsurers' share	32								
	Claims management costs	33								
	Total (31-32+33)	39								
Split of line 29	Prior financial years	41								
	This financial year	42			379				379	
Split of line 39	Incidents occurring prior to this financial year	51								
	Incidents occurring in this financial year	52								

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Balance of all primary (direct) and facultative business

		Company registration number	GL/UK/CM	Period ended			units	Category number	
		R22	110410	GL	31	12	2014	£000	409
			Amount brought forward from previous financial year	Amount payable / receivable in this financial year	Amount carried forward to next financial year		Amount attributable to this financial year		
			1	2	3		4		
Claims incurred in respect of incidents occurring prior to this financial year	Gross amount	11	2660	1257	758		(645)		
	Reinsurers' share	12	1342	575	757		(10)		
	Net (11-12)	13	1318	682	1		(635)		
	Claims management costs	14							
Claims incurred in respect of incidents occurring in this financial year	Gross amount	15		184	52		236		
	Reinsurers' share	16		184	52		236		
	Net (15-16)	17							
	Claims management costs	18							
Provision for unexpired risks		19							
Net operating expenses	Commissions	21	12	88			100		
	Other acquisition expenses	22							
	Administrative expenses	23		1			1		
	Reinsurance commissions and profit participations	24	12	88			100		
	Total (21+22+23-24)	29		1			1		
Adjustments for discounting in respect of the items shown at lines 11 to 18 above	Gross amount	31							
	Reinsurers' share	32							
	Claims management costs	33							
	Total (31-32+33)	39							
Split of line 29	Prior financial years	41							
	This financial year	42		1			1		
Split of line 39	Incidents occurring prior to this financial year	51							
	Incidents occurring in this financial year	52							

General insurance business (accident year accounting): Analysis of net claims and premiums

Form 23
Printed 19/03/2015 09:00:12

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Total Business

Accident year ended		Company registration number		Period ended										Category number	
				GL/UK/CM		day		month		year		units			
						R23	110410	GL	31	12	2014	£000			
Month	Year	1	2	3	4	Claims outstanding carried forward		Claims outstanding brought forward		Claims incurred (latest year or developed (other years) during this financial year (4+5+6+7+8)	Deduction for discounting from claims outstanding carried forward (net)	Earned premiums (net)	Deterioration / (surplus) of original reserve %	Claims ratio %	
						Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)						
12	2014	11													
12	2013	12										1684			
12	2012	13										1832			
12	2011	14										1904			
12	2010	15										1967			
12	2009	16										1936			
12	2008	17										2074			
12	2007	18										2169			
12	2006	19	41452	14160	14516	93	162	824	2			3974			
12	2005	20	53619	31991	41280	99	494	428	3	32	(599)	86854	4.3	64.7	
Prior accident years		21			682		29	174		712	(175)	140515	30.9	68.0	
Reconciliation		22													
Total (11 to 22)		29			874	685	5	1426		744	(606)	300			

General insurance business (accident year accounting): Analysis of net claims and premiums

Form 23
Printed 18/03/2015 09:00:13

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Total Primary (Direct) and Facultative Business

Accident year ended		Company registration number		Period ended										Category number					
				GL/UK/CM		day				month						year		units	
						R23	110410	GL	31	12	2014	£000							
Month	Year	1	2	3	4	Claims outstanding carried forward		Claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7+8)	Deduction for discounting from claims outstanding carried forward (net)	Earned premiums (net)	Deterioration / (surplus) of original reserve %	Claims ratio %					
		Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)														
12	2014	11								9	10	11	12	13					
12	2013	12										1684							
12	2012	13										1832							
12	2011	14										1904							
12	2010	15										1967							
12	2009	16										1936							
12	2008	17										2074							
12	2007	18										2169							
12	2006	19	41452	14160	14516	93	162	2	32	(599)		86854	4.3	64.7					
12	2005	20	53619	31991	41280	99	494	3		168	300	140515	30.9	68.0					
Prior accident years		21			682		29		712	(175)									
Reconciliation		22																	
Total (11 to 22)		29			874	685	5	1426	744	(606)	300								

General insurance business (accident year accounting): Analysis of net claims and premiums

Form 23
Printed 18/03/2015 09:00:13

Name of insurer Gresham Insurance Company Limited

Global business

Financial year ended 31st December 2014

PRA general insurance business reporting category

Total primary (direct) and facultative personal motor business

Accident year ended		Company registration number	GLUK/CM				Period ended				Category number			
			R23	110410	GL	31	12	2014	£000	120				
											day	month	year	units
Month	Year	Claims paid (net) during the accident year	Claims outstanding (net) as at end of the accident year	Total claims paid (net) since the end of the accident year, but prior to this financial year	Claims paid (net) during this financial year	Claims outstanding carried forward		Claims outstanding brought forward		Deduction for discounting from claims outstanding carried forward (net)	Earned premiums (net)	Deterioration / (surplus) of original reserve %	Claims ratio %	
						Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)					
12	2014	11			4	5	6	7	8	9	10	11	12	13
12	2013	12												
12	2012	13												
12	2011	14												
12	2010	15										10		
12	2009	16										121		
12	2008	17										194		
12	2007	18										521		
12	2006	19	617	404	5602	18	60	595	32	(549)		1331	1305.9	473.1
12	2005	20	2	146	872		432	112		320	300	160	793.2	816.3
Prior accident years		21												
Reconciliation		22												
Total (11 to 22)		29			18	492		707	32	(229)	300			

General insurance business (accident year accounting): Analysis of net claims and premiums

Form 23
Printed 18/03/2015 09:00:13

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

PRA general insurance business reporting category

Primary (direct) and facultative household and domestic all risks.

Accident year ended		Company registration number		GL/UK/CM				Period ended				Category number			
				day		month		year		units					
				R23	110410	GL	31	12	2014	£000					
Month	Year	1	2	3	4	Claims outstanding carried forward		Claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)	Deduction for discounting from claims outstanding carried forward (net)	Earned premiums (net)	Deterioration / (surplus) of original reserve %	Claims ratio %	
						Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)						
12	2014	11													
12	2013	12										1681			
12	2012	13										1795			
12	2011	14										1864			
12	2010	15										1924			
12	2009	16										1871			
12	2008	17										1893			
12	2007	18										1906			
12	2006	19	40491	13756	7533	75	101	2	50	128		3337			
12	2005	20	53297	31845	40380	99	62	3	22	142		85202	(43.9)		56.6
Prior accident years		21					29		41	(12)		137745			68.1
Reconciliation		22													
Total (11 to 22)		29			174	192	5	113	258						

General insurance business (accident year accounting): Analysis of net claims and premiums

Form 23
Printed 18/03/2015 09:00:13

Name of insurer Gresham Insurance Company Limited

Global business

Financial year ended 31st December 2014

PRA general insurance business reporting category

Balance of all primary (direct) and facultative business

Accident year ended		Company registration number	GL/UK/CM				Period ended				Category			
			day		month		year		units		number			
			R23	110410	GL	31	12	2014	£000	Claims ratio %				
Month	Year	1	2	3	4	Claims outstanding carried forward		Claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6,7-8)	Deduction for discounting from claims outstanding carried forward (net)	Earned premiums (net)	Deterioration / (surplus) of original reserve %	Claims ratio %
						Reported (net)	Incurred but not reported (net)	Reported (net)	Incurred but not reported (net)					
12	2014	11												
12	2013	12												
12	2012	13												
12	2011	14												
12	2010	15												
12	2009	16												
12	2008	17												
12	2007	18												
12	2006	19	344				1	179		(178)		321		537.7
12	2005	20	320					294		(294)		2610		13.3
Prior accident years		21												
Reconciliation		22												
Total (11 to 22)		29				682	1	606	712	(635)				

Name of insurer **Gresham Insurance Company Limited**

Global business

Currency **British pound**Financial year ended **31st December 2014**Reporting territory **United Kingdom other than home foreign**

PRA general insurance business reporting category

Primary (direct) and facultative household and domestic all risks.

Accident year ended		Company registration number		Period ended										Monetary units		Category number		Currency code		Reporting territory code					
				GL/UK/CM		day		month														year			
						GL	31	12	2014	000	160	GBP	AA												
R31				110410		Gross claims outstanding carried forward		Gross claims outstanding brought forward		Claims incurred (latest year) or developed (other years) during this financial year (4+5+6-7-8)		Gross earned premiums		Claims ratio %											
				Gross claims paid		Gross claims outstanding		Reported		Incurred but not reported		Reported		Incurred but not reported											
				In previous financial years		In this financial year		Reported		Incurred but not reported		Reported		Incurred but not reported											
				1		2		3		4		5		6		7		8		9		10		11	
				Closed at some cost during this or previous financial years		Reported claims outstanding				50639		15660		12022				78321		210016		37.3			
				28779		6509		48237		29778		4302		347		32061		7721		226886		36.4			
				43738		1029		92779		2825		6554		303		10476		1474		232318		44.1			
				49046		359		85152		1412		298		107		376		295		240496		36.2			
				66464		243		138963		1358		426		77		1409		74		233959		60.2			
				110493		192		141852		285		439		10		399		335		239319		59.6			
				113453		80		206873		158		409		23		670		(80)		221582		93.6			
				119472		61		135509		150		201		5		10		346		177552		76.5			
				144183		39		96392		99		69		3		15		156		149711		64.5			
				112411		2						21				41		(20)							
				85091		1																			
						130						28709		12919		46049		9564							
						8645				87297		28709		12919		46049		9564							
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										87297		28709		12919		46049		9564							
										87297		28709		12919		46049		9564							

Equalisation provisions

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

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		Company registration number	GL/UK/CM				Period ended			units
			GL	31	12	2014	day	month	year	
		R37	110410							
		Business grouping A (property)	Business grouping B (business interruption)	Business grouping C (marine and aviation)	Business grouping D (nuclear)	Business grouping E (non-proportional treaty)	All business groupings	Credit insurance business		
		1	2	3	4	5	6	7		
Calculation of the maximum provision										
	11	7454								
Total net premiums written in the previous 4 years										
Net premiums written in the current year	12	1681								
Maximum provision	13	365						365		

Calculation of the transfer to/from the provision

Equalisation provision brought forward	21								375	
Transfers in	22	50							50	
Total abnormal loss	23									
Provisional transfers out	24									
Excess of provisional transfer out over fund available	25									
Provisional amount carried forward (21+22-24+25)	26							425		
Excess, if any, of 26 over 13	27							60		
Equalisation provision carried forward (26-27)	28							365		
Transfer in/(out) for financial year (28-21)	29							(10)		

Equalisation provisions technical account: Accident year accounting

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

		Company registration number		GL/UK/CM		Period ended			
						day	month	year	units
		R38	110410	GL	31	12	2014	£000	
		Business grouping A (property)	Business grouping B (business interruption)	Business grouping C (marine and aviation)	Business grouping D (nuclear)	Business grouping E (non-proportional treaty)			
Other than credit business		1	2	3	4	5			
Net premiums earned		11	1681						
Claims incurred net of reinsurance		12	258						
Trigger claims value		13	1219						
Abnormal loss		19							
Trigger claims ratio		72.5 %	72.5 %	95 %	25 %	100 %			

Credit business

Net premiums earned	21	
Claims incurred net of reinsurance	22	
Claims management costs	23	
Net operating expenditure	24	
Technical surplus / (deficit) (21-22-23-24)	29	

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

Additional information as required by rule 9.25 of the Accounts and Statements Rules

Reinsurer details As required by rule 9.25; (Para 1(a))	Connection (Para 1(b))	Prop. RI Treaties (Para 1(c)(i)) £000	Non Prop. RI Treaties (Para 1(c)(ii)) £000	Debts O/S (Para 1(d)) £000	Deposits Rec.d (Para 1(e)) £000	Antic. Recov. (Para 1(f)) £000	Comments
Lloyd's 1 Lime Street London, EC3M 7HA	Fellow group undertaking from 31 March 2005		1,147	171		274	
International Property Catastrophe Reinsurance Ltd 29 Richmond Road Pembroke HM08 Bermuda							
Endurance Specialty Insurance Company Wellesley House 90 Pitts Bay Road Pembroke HN08 Bermuda			183	17		45	
ACE Ltd 17 Woodbourne Avenue Hamilton HM 08 Bermuda			264				
Aviva Re Limited, Cannon's Court 22 Victoria Street Hamilton HM 12 Bermuda							
General Reinsurance UK Ltd (Berkshire Hathaway Inc) 3555 Farnam Street Suite 1440 Omaha NE68131 USA							
Swiss Reinsurance Company Ltd Mythenquai 50/60 PO Box 8022 Zurich Switzerland			6,521	1,317		1,053	

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

Additional information as required by rule 9.25 of the Accounts and Statements Rules

Reinsurer Details	Connection	Prop. RI Treaties £000	Non Prop. RI Treaties £000	Debts Outst'ding £000	Deposits Received £000	Anticipated Recoveries £000	Comments
Munich Reinsurance Co. 107 Koenigstrasse 80802 Munich Germany			3,895	1,139		555	
RenaissanceRe Holdings Ltd Renaissance House 12 Crow Lane Pembroke HM 19 Bermuda			399	33		45	
Platinum Re (UK) Ltd, 10 St Mary Axe London EC3A 8EN							
Aviva Insurance Ltd 1 Undershaft St Helens London EC3P 3DQ	Parent undertaking	171,287				137,150	
Aviva Annuity UK Limited 2 Rougier Street York YO90 1UU	Fellow group undertaking	3,833				4,688	

Name of insurer Gresham Insurance Company Limited

Global business

Financial year ended **31st December 2014**

Additional information as required by rule 9.26 of the Accounts and Statements Rules

There are no major facultative reinsurers.

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

Additional information as required by rule 9.27 of the Accounts and Statements Rules

There are no major cedants.

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

Additional information as required by rule 9.29 of the Accounts and Statements Rules

Derivative Contracts

The following summarises investment policy for the use of derivatives:

a) Derivatives will only be used in accordance with guidelines issued by the Prudential Regulation Authority for the purpose of efficient portfolio management or reduction in investment risk. They must not be used for speculative purposes, must be fully covered by the assets of the fund and must not be used to "gear up" a fund.

Futures may be used to implement asset allocation decisions, where this is more efficient than trading in the underlying securities or would avoid disruption to asset allocation strategies.

Forward foreign exchange contracts may be used to manage the impact of currency fluctuations on the balance sheet and to hedge cash flows. No forward foreign exchange contracts were entered into during the year.

Transactions in financial options may only be undertaken with the prior approval of the Group Derivatives Committee. Their use is limited to balance sheet risk reduction, including the management of the solvency capital surplus. No financial options were entered into during the year.

Except for foreign exchange swaps (referred above), swaps may only be undertaken following the prior approval of the Group Derivatives Committee. Their use is limited to balance sheet risk reduction. No swaps were entered into during the year.

b) There are no specific guidelines for the use of contracts that were not reasonably likely to be exercised at the start of the contract. The speculative use of derivative contracts is prohibited.

c) The Company was not party to any stock underwriting over the financial year, or any other arrangements, which fall into description b) above. Therefore the end of year exposure was nil.

d) No derivative contracts were held during the financial year, which required a significant provision to be made for them under INSPRU 3.2.17R.

e) During the financial year the Company granted no rights under derivative contracts for a fixed consideration.

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

Additional information as required by rule 9.30 of the Accounts and Statements Rules

100% of the issued ordinary share capital of the Company has been held throughout the year by Aviva Insurance Limited, which also controls 100% of the voting rights.

100% of the issued ordinary share capital of Aviva Insurance Limited has been held throughout the year by Aviva Group Holdings Limited, which also controls 100% of the voting rights.

100% of the issued ordinary share capital of Aviva Group Holdings Limited has been held throughout the year by Aviva plc, which also controls 100% of the voting rights.

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

Additional information as required by rule 9.32 of the Accounts and Statements Rules

Details of non-facultative reinsurance contracts entered into or modified during the year are as follows:

Type of Business Covered: All business written by the Company

Type of Cover: Quota Share Contract

Business Reinsured: UK - Barclays/Gresham Corporate Partners Portfolio

Details: 100% Quota Share

Comments: Reinsures all business written by the Company

Period of Cover: 01/01/2014 to 31/12/2014 – Rolling contract

Maximum Net Probable Loss = £0m

All reinsurance premiums payable related to contracts for non-facultative reinsurance ceded.

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

Additional information as required by rule 9.32A of the Accounts and Statements Rules

It is the Company's policy to review all its reinsurance contracts to ensure that they meet the criteria under International Financial Reporting Standard 4 to be classified as insurance contracts.

In carrying out that review the Company has determined that these criteria have been met and there are no contracts where:-

- a) the value placed on future payments in respect of the contract in the return for the financial year is not commensurate with the economic value provided by that contract, after taking account of the level of risk transferred; or
- b) there are terms or foreseeable contingencies (other than the insured event) that have the potential to affect materially the value placed on the contract in the insurer's balance sheet at, or any time after, the end of the financial year.

Supplementary Notes to the ReturnsName of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014*****0301* Reconciliation of Net Admissible Assets to Capital Resources**

	2014 £000	2013 £000
Form 13, Line 89	340,666	387,472
Less		
Form 15, Line 69	273,218	302,588
	<hr/>	<hr/>
Net admissible assets	67,448	84,884
	<hr/>	<hr/>
Capital resources		
Form 3, Line 79	67,448	84,884
	<hr/>	<hr/>

***0313* Reconciliation of Profit and Loss Account and Other Reserves**

	2014 £000	2013 £000
Form 3, Line 12.4	23,565	19,686
Form 16, Line 59.1	(17,218)	3,879
	<hr/>	<hr/>
Form 3, Line 12.3	6,347	23,565
	<hr/>	<hr/>

***1304* Debtors and Creditors**

Certain amounts shown in Forms 13 and 15 have been calculated by netting amounts due to any one person or undertaking against amounts due from that person or undertaking, where there is a right to off-set as permitted by International Accounting Standard 32.

Supplementary Notes to the Returns

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

***1305* Counterparty Limits**

The Company's management of credit risk is carried out in accordance with the Aviva Group credit risk framework, which includes setting exposure limits and monitoring exposures in accordance with ratings set by credit ratings agencies such as Standard & Poor's. Financial assets are graded according to current credit ratings issued. A credit limit for each counterparty is set based on default probabilities that are in turn based on the rating of the counterparty and the type and duration of exposure concerned. Exposure levels are reported to, and reviewed by, the Aviva Insurance Limited ("AIL") Asset Liability Committee monthly and reported to the AIL Board via the Capital and Liquidity Report quarterly. Additional oversight is provided by Group ALM. Where exposures approach or exceed credit limits, these are reviewed with alternate actions considered. In some circumstances breach positions are risk accepted, in these cases the position is reviewed at least annually. These limits are managed at a Business Unit level hence the Company's exposure is aggregated with other UK&I GI exposures.

The Aviva Group credit risk framework also incorporates the management of exposure to reinsurance counterparties, including actual and contingent reinsurance exposure. Reinsurance exposures are monitored at an Aviva Group level as most reinsurance programmes are placed on a Group-wide basis. The Company has a significant exposure to its parent company, AIL, arising from a quota share reinsurance agreement entered into originally in 2006 by Aviva International Insurance Limited, and transferred to AIL in 2011.

***1501* Provision for Reasonably Foreseeable Adverse Variations**

No adjustment or provision is required in respect of a provision for reasonably foreseeable adverse variations pursuant to GENPRU 1.3.30R to 1.3.33R or INSPRU 3.2.17R to 3.2.18R. Management has considered current market conditions when valuing investments in accordance with IFRS. All derivative contracts are strictly covered and all other obligations to deliver assets or make a payment were felt to be prudently provided for in the accounts.

***1502* Contingent Liabilities**

- a. There are no charges over the Company's assets.
- b. No provision has been included in Form 15 for any liabilities to tax on capital gains, which might arise if the Company disposed of its investments. The full potential liability for deferred tax not provided was £nil (2013 - £nil).
- c. There are no contingent liabilities in the Company.
- d. No guarantee, indemnity or other contractual commitment, effected other than in the ordinary course of insurance business, exists in respect of related companies.
- e. There are no fundamental uncertainties.

***1603* Other Income**

Line 21 of Form 16 principally represents domestic emergency cover collected on behalf of a third party, for which a profit element is retained.

In addition, the Company prepares its annual statutory financial statements in accordance with International Financial Reporting Standards (IFRS). Those financial statements do not include a claims equalisation reserve (CER) in liabilities but instead include a profit commission expense payable as a result of the release of the CER under IFRS. In 2013, the CER was £375k; in 2014 it is £365k, a decrease of £10k. Line 21 of Form 16 includes the increase in the commission expense of £10k to offset the decrease in CER. If the financial statements had been prepared in accordance with UK GAAP, there would be no adjustment in this line.

Supplementary Notes to the ReturnsName of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014*****1700* Form Omitted**

No Form 17 has been prepared on the basis that the Company had no derivative contracts in place at the end of the current financial year.

***20Ab* Risks of Death or Injury to Passengers**

Contracts of insurance against risks of death of, or injury to, passengers has been allocated to the risk categories of private motor comprehensive and private motor non-comprehensive.

***20Ae* Facultative Business**

There is no facultative business reported under category number 002.

***20Af* Analyses of Mixed Risk Categories**

There are no amounts reported under risk category number 343. In respect of risk categories 113 (travel) and 274 (mixed commercial packages) the estimated analyses by class are:

Groups of classes	Gross premium written	Provision for undiscounted gross claims		Provision for gross unearned premium
		Reported	IBNR	
	£000	£000	£000	£000
TRAVEL				
Accident and Health	28	17	4	11
Fire and other damage to property	4	1	1	2
Classes 16, 17 and 18 combined	19	12	2	8
Total	51	30	7	21
MIXED COMMERCIAL PACKAGE				
Fire and other damage to property		288		
Liability		131		
Classes 16, 17 and 18 combined		31		
Total		450		

***20Ag* Home Foreign and Overseas Business**

No gross written premiums are attributable to home foreign or overseas business.

***20Aj* New Contracts of Insurance**

The Company is not authorised to write class 6 (ships). It has never written classes 4 (railway rolling stock), 5 (aircraft) and 11 (aircraft liability). In respect of authorisation classes 12 (liability for ships), 14 (credit), 3 (land vehicles) and 10 (motor vehicle liability) no new contracts of insurance have been effected by the Company since December 1986, May 2000, February 2009 and February 2009 respectively. It currently writes elements of all other classes and ceased writing 18 (Suretyship) in 2013.

Supplementary Notes to the Returns

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

***2007* Material Connected Party Transactions (Rule 9.39)**

The Company entered into a quota share reinsurance arrangement with Aviva International Insurance Limited, with effect from 1 January 2006. On 14 November 2011, this contract was transferred to the Company's current parent company, Aviva Insurance Limited by way of an insurance business transfer under Part VII of the Financial Services and Markets Act 2000.

The key terms of the agreement remain:

- a 100% cession rate on premiums, claims costs and underwriting expense costs is applied in respect of the underwriting year; and
- a requirement for the Company to retain a percentage in relation to the Financial Services Compensation Scheme levy.

The premiums, claims and expenses which have been reinsured to Aviva Insurance Limited under the arrangement are:

Quota share	2014 £000	2013 £000
Premiums earned	188,632	210,532
Claims incurred	(79,470)	(88,854)
Fee and commission expenses and operating expenses and other charges	(83,433)	(93,114)
Profit ceded	25,729	28,564

The material balances in the statement of financial position relating to this arrangement are:

	2014 £000	2013 £000
Reinsurance assets	137,150	173,740
Payable arising out of ceded reinsurance	5,560	(17,443)
Reinsurers' share of deferred acquisition costs	(25,662)	(28,365)

***2102* Unearned Premiums**

Unearned premiums are computed principally on a daily pro-rata basis, which the Company believes most accurately determines the required provision.

Supplementary Notes to the Returns

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

***2202* Claims Management Costs**

Claims management costs represent indirect overhead costs incurred in respect of maintaining settlement functions. These costs include both charges by third parties and an attribution of the Company's own expenses, such as salaries and related costs of employees. Provision has been made at the year end for all claims management costs to cover the anticipated future costs of negotiating and settling claims which have been incurred, whether reported or not.

***2204* Acquisition Costs**

Acquisition costs represent the fixed and variable costs arising from the conclusion of insurance contracts including direct costs, such as the cost of drawing up the insurance document, and indirect costs, such as advertising costs or the administrative expenses connected with the processing of proposals and the issuing of policies. For business accounted for on an annual basis, a proportion of the related acquisition expenses has been deferred commensurate with the unearned premiums provisions. The acquisition costs deferred have been that proportion of the total acquisition costs, which the unearned premiums provision bears to gross written premiums, by class.

***2205* Unexpired Risks**

Provision is made for unexpired risks when, after taking account of an element of attributable investment income, if necessary, it is anticipated that unearned premiums will be insufficient to cover future claims and expenses on existing contracts. No attributable investment income has needed to be taken into account in either 2014 or 2013.

***3000* Form omitted**

Form 30 has been omitted because all entries would be blank as the business is fully reinsured.

***3200* Form omitted**

Form 32 for category 121 has been included in previous returns but has been omitted this year, on the basis of IPRU (INS) paragraph 9.20(4)(b)(iii).

***3003* Discounting**

An adjustment for discounting has been made in Personal Motor (120) in respect of structured settlements. This is 100% reinsured. The rate of interest used in the discounting calculations is based on risk-free rates, using applicable swap curves for the United Kingdom.

Certificate required by rule 9.34(1) of the Accounts and Statements Rules

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

We certify

- a. that the return has been properly prepared in accordance with the requirements in *IPRU(INS)*, *GENPRU* and *INSPRU*; and
- b. that we are satisfied that:
 - (i) throughout the financial year in question, the insurer has complied in all material respects with the requirements in *SYSC* and *PRIN* as well as the provisions of *IPRU (INS)*, *GENPRU* and *INSPRU*; and
 - (ii) it is reasonable to believe that the insurer has continued so to comply subsequently, and will continue so to comply in future.



Colm Holmes
Director



Robin Barker
Director



Claire Valentine
Company Secretary

London
25 March 2015

Independent auditors' report to the directors pursuant to rule 9.35 of the Interim Prudential Sourcebook for Insurers

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

We have audited the following documents prepared by the insurer pursuant to the Accounts and Statements Rules set out in Part I and Part IV of Chapter 9 to IPRU(INS) the Interim Prudential Sourcebook for Insurers, GENPRU the General Prudential Sourcebook and INSPRU the Prudential Sourcebook for Insurers ("the Rules") made by the Prudential Regulation Authority under section 137G of the Financial Services and Markets Act 2000:

- Forms 1, 3, 11 to 13, 15, 16, 20A, 20 to 23, 31, 37 and 38 (including the supplementary notes) on pages 1 to 37 and pages 46 to 50 ("the Forms"); and
- the statements required by IPRU(INS) rules 9.25, 9.26, 9.27 and 9.29 on pages 38 to 42 ("the statements").

We are not required to audit and do not express an opinion on:

- the statements required by IPRU(INS) rules 9.30, 9.32 and 9.32A on pages 43 to 45; and
- the certificate required by IPRU(INS) rule 9.34 on page 51.

Respective responsibilities of the insurer and its auditors

The insurer is responsible for the preparation of an annual return (including the Forms and the statements) under the provisions of the Rules. Under IPRU(INS) rule 9.11 the Forms and the statements are required to be prepared in the manner set out in the Rules and to state fairly the information provided on the basis required by the Rules.

It is our responsibility to form an independent opinion as to whether the Forms and the statements meet these requirements, and to report our opinion to you. We are also required 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 Forms and the statements are not in agreement with the accounting records and returns; or
- we have not received all the information we require for our audit.

This report has been prepared for the directors of the insurer to comply with their obligations under IPRU(INS) rule 9.35 and for no other purpose. We do not, in providing this report, accept or assume responsibility for any other purpose save where expressly agreed by our prior consent in writing.

Basis of opinion

We conducted our work in accordance with Practice Note 20 "The audit of insurers in the United Kingdom (Revised)" issued by the Auditing Practices Board. Our work included examination, on a test basis, of evidence relevant to the amounts and disclosures in the Forms and the statements. The evidence included that previously obtained by us relating to the audit of the financial statements of the insurer for the financial year. It also included an assessment of the significant estimates and judgements made by the insurer in the preparation of the Forms and the statements.

Independent auditors' report to the directors pursuant to rule 9.35 of the Interim Prudential Sourcebook for Insurers

Name of insurer **Gresham Insurance Company Limited**

Global business

Financial year ended **31st December 2014**

We planned and performed our work so as to obtain all the information and explanations, which we considered necessary, in order to provide us with sufficient evidence to give reasonable assurance that the Forms and the statements are free from material misstatement, whether caused by fraud or other irregularity or error, and comply with IPRU(INS) rule 9.11.

Opinion

In our opinion the Forms and the statements fairly state the information provided on the basis required by the Rules and have been properly prepared in accordance with the provisions of those Rules.



PricewaterhouseCoopers LLP
Chartered Accountants
London
25 March 2015