

# **Churchill Insurance Company Limited**

**Annual PRA Insurance Returns for the year ended**

**31 December 2015**

**IPRU(INS) Appendices 9.1, 9.2, 9.5, 9.6**

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### General Insurance Business: Revenue Account and Additional Information

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**Statement of solvency - general insurance business**Name of insurer **Churchill Insurance Company Limited**

Global business

Financial year ended **31 December 2015**

Solo solvency calculation

|    | Company<br>registration<br>number | GL/<br>UK/<br>CM | day                                    | month | year | Units                                |
|----|-----------------------------------|------------------|----------------------------------------|-------|------|--------------------------------------|
| R1 | 2258947                           | GL               | 31                                     | 12    | 2015 | £000                                 |
|    |                                   |                  | As at end of<br>this financial<br>year |       |      | As at end of<br>the previous<br>year |
|    |                                   |                  | 1                                      |       |      | 2                                    |

**Capital resources**

|                                                                                                               |    |       |       |
|---------------------------------------------------------------------------------------------------------------|----|-------|-------|
| Capital resources arising outside the long-term insurance fund                                                | 11 | 13560 | 37013 |
| 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 | 13560 | 37013 |

**Guarantee fund**

|                                                                                        |    |       |       |
|----------------------------------------------------------------------------------------|----|-------|-------|
| Guarantee fund requirement                                                             | 21 | 2657  | 3139  |
| Excess (deficiency) of available capital resources to cover guarantee fund requirement | 22 | 10903 | 33874 |

**Minimum capital requirement (MCR)**

|                                                                        |    |      |       |
|------------------------------------------------------------------------|----|------|-------|
| General insurance capital requirement                                  | 31 | 7644 | 9416  |
| Base capital resources requirement                                     | 33 | 2657 | 2902  |
| Individual minimum capital requirement                                 | 34 | 7644 | 9416  |
| Capital requirements of regulated related undertakings                 | 35 |      |       |
| Minimum capital requirement (34+35)                                    | 36 | 7644 | 9416  |
| Excess (deficiency) of available capital resources to cover 50% of MCR | 37 | 9738 | 32305 |
| Excess (deficiency) of available capital resources to cover 75% of MCR | 38 | 7827 | 29951 |

**Capital resources requirement (CRR)**

|                                                                                                    |    |      |       |
|----------------------------------------------------------------------------------------------------|----|------|-------|
| Capital resources requirement                                                                      | 41 | 7644 | 9416  |
| Excess (deficiency) of available capital resources to cover general insurance business CRR (13-41) | 42 | 5916 | 27597 |

**Contingent liabilities**

|                                                                                                                                       |    |  |  |
|---------------------------------------------------------------------------------------------------------------------------------------|----|--|--|
| Quantifiable contingent liabilities in respect of other than long-term insurance business as shown in a supplementary note to Form 15 | 51 |  |  |
|---------------------------------------------------------------------------------------------------------------------------------------|----|--|--|

## Components of capital resources

Name of insurer

Churchill Insurance Company Limited

Global business

Financial year ended

31 December 2015

|    | Company<br>registration<br>number | GL/<br>UK/<br>CM                          | day month year                              |                                                          |      | Units                                                  |
|----|-----------------------------------|-------------------------------------------|---------------------------------------------|----------------------------------------------------------|------|--------------------------------------------------------|
| R3 | 2258947                           | GL                                        | 31                                          | 12                                                       | 2015 | £000                                                   |
|    |                                   | General<br>insurance<br>business<br><br>1 | Long-term<br>insurance<br>business<br><br>2 | Total as at<br>the end of<br>this financial<br>year<br>3 |      | Total as at<br>the end of<br>the previous<br>year<br>4 |

## Core tier one capital

|                                               |    |       |  |       |       |
|-----------------------------------------------|----|-------|--|-------|-------|
| Permanent share capital                       | 11 | 0     |  | 0     | 0     |
| Profit and loss account and other reserves    | 12 | 13574 |  | 13574 | 37012 |
| 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 | 13574 |  | 13574 | 37013 |

## 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 |  |  |  |  |

|                                                                     |           |              |  |              |              |
|---------------------------------------------------------------------|-----------|--------------|--|--------------|--------------|
| <b>Total tier one capital before deductions (19+24+25+26+27+28)</b> | <b>31</b> | <b>13574</b> |  | <b>13574</b> | <b>37013</b> |
| Investments in own shares                                           | 32        |              |  |              |              |
| Intangible assets                                                   | 33        |              |  |              |              |
| Amounts deducted from technical provisions for discounting          | 34        |              |  |              |              |
| Other negative valuation differences                                | 35        |              |  |              |              |
| Deductions in related undertakings                                  | 36        |              |  |              |              |
| Deductions from tier one (32 to 36)                                 | 37        |              |  |              |              |
| <b>Total tier one capital after deductions (31-37)</b>              | <b>39</b> | <b>13574</b> |  | <b>13574</b> | <b>37013</b> |

## Components of capital resources

Name of insurer

Churchill Insurance Company Limited

Global business

Financial year ended

31 December 2015

|    | Company<br>registration<br>number | GL/<br>UK/<br>CM                          | day month year                              |                                                          |      | Units                                                  |
|----|-----------------------------------|-------------------------------------------|---------------------------------------------|----------------------------------------------------------|------|--------------------------------------------------------|
| R3 | 2258947                           | GL                                        | 31                                          | 12                                                       | 2015 | £000                                                   |
|    |                                   | General<br>insurance<br>business<br><br>1 | Long-term<br>insurance<br>business<br><br>2 | Total as at<br>the end of<br>this financial<br>year<br>3 |      | Total as at<br>the end of<br>the previous<br>year<br>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**

Name of insurer

**Churchill Insurance Company Limited**

Global business

Financial year ended

**31 December 2015**

|           | Company<br>registration<br>number | GL/<br>UK/<br>CM                                 | day month year                                     |                                                                 |                                                               | Units       |
|-----------|-----------------------------------|--------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------------|---------------------------------------------------------------|-------------|
| <b>R3</b> | <b>2258947</b>                    | <b>GL</b>                                        | <b>31</b>                                          | <b>12</b>                                                       | <b>2015</b>                                                   | <b>£000</b> |
|           |                                   | General<br>insurance<br>business<br><br><b>1</b> | Long-term<br>insurance<br>business<br><br><b>2</b> | Total as at<br>the end of<br>this financial<br>year<br><b>3</b> | Total as at<br>the end of<br>the previous<br>year<br><b>4</b> |             |

**Total capital resources**

|                                                                       |           |       |  |       |       |
|-----------------------------------------------------------------------|-----------|-------|--|-------|-------|
| Positive adjustments for regulated non-insurance related undertakings | <b>71</b> |       |  |       |       |
| <b>Total capital resources before deductions (39+69+71)</b>           | <b>72</b> | 13574 |  | 13574 | 37013 |
| Inadmissible assets other than intangibles and own shares             | <b>73</b> | 14    |  | 14    |       |
| Assets in excess of market risk and counterparty limits               | <b>74</b> |       |  |       |       |
| Deductions for related ancillary services undertakings                | <b>75</b> |       |  |       |       |
| Deductions for regulated non-insurance related undertakings           | <b>76</b> |       |  |       |       |
| Deductions of ineligible surplus capital                              | <b>77</b> |       |  |       |       |
| <b>Total capital resources after deductions (72-73-74-75-76-77)</b>   | <b>79</b> | 13560 |  | 13560 | 37013 |

**Available capital resources for GENPRU/INSPRU tests**

|                                                            |           |       |  |       |       |
|------------------------------------------------------------|-----------|-------|--|-------|-------|
| Available capital resources for guarantee fund requirement | <b>81</b> | 13560 |  | 13560 | 37013 |
| Available capital resources for 50% MCR requirement        | <b>82</b> | 13560 |  | 13560 | 37013 |
| Available capital resources for 75% MCR requirement        | <b>83</b> | 13560 |  | 13560 | 37013 |

**Financial engineering adjustments**

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

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

Name of insurer Churchill Insurance Company Limited

Global business

Financial year ended 31 December 2015

General insurance business

| Company registration number                                                                                                   |                                                                    | GL/UK/CM | day                      | month | year    | Units              |
|-------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------|----------|--------------------------|-------|---------|--------------------|
| R11                                                                                                                           | 2258947                                                            | GL       | 31                       | 12    | 2015    | £000               |
|                                                                                                                               |                                                                    |          | This financial year<br>1 |       |         | Previous year<br>2 |
| Gross premiums written                                                                                                        |                                                                    | 11       |                          |       |         |                    |
| Premiums taxes and levies (included in line 11)                                                                               |                                                                    | 12       |                          |       |         |                    |
| Premiums written net of taxes and levies (11-12)                                                                              |                                                                    | 13       |                          |       |         |                    |
| Premiums for classes 11, 12 or 13 (included in line 13)                                                                       |                                                                    | 14       |                          |       |         |                    |
| Premiums for "actuarial health insurance" (included in line 13)                                                               |                                                                    | 15       |                          |       |         |                    |
| <b>Sub-total A (13 + 1/2 14 - 2/3 15)</b>                                                                                     |                                                                    | 16       |                          |       |         |                    |
| Gross premiums earned                                                                                                         |                                                                    | 21       |                          |       |         |                    |
| Premium taxes and levies (included in line 21)                                                                                |                                                                    | 22       |                          |       |         |                    |
| Premiums earned net of taxes and levies (21-22)                                                                               |                                                                    | 23       |                          |       |         |                    |
| Premiums for classes 11, 12 or 13 (included in line 23)                                                                       |                                                                    | 24       |                          |       |         |                    |
| Premiums for "actuarial health insurance" (included in line 23)                                                               |                                                                    | 25       |                          |       |         |                    |
| <b>Sub-total H (23 + 1/2 24 - 2/3 25)</b>                                                                                     |                                                                    | 26       |                          |       |         |                    |
| <b>Sub-total I (higher of sub-total A and sub-total H)</b>                                                                    |                                                                    | 30       |                          |       |         |                    |
| <b>Adjusted sub-total I if financial year is not a 12 month period to produce an annual figure</b>                            |                                                                    | 31       |                          |       |         |                    |
| Division of gross adjusted premiums amount sub-total I (or adjusted sub-total I if appropriate)                               | x 0.18                                                             | 32       |                          |       |         |                    |
|                                                                                                                               | Excess (if any) over 61.3M EURO x 0.02                             | 33       |                          |       |         |                    |
| <b>Sub-total J (32-33)</b>                                                                                                    |                                                                    | 34       |                          |       |         |                    |
| Claims paid in period of 3 financial years                                                                                    |                                                                    | 41       |                          |       | 3937    | 5217               |
| 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       |                          |       | 138398  | 148827             |
| 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       |                          |       | 194040  | 168755             |
| <b>Sub-total C (41+42+43-44-45)</b>                                                                                           |                                                                    | 46       |                          |       | (51705) | (14711)            |
| Amounts recoverable from reinsurers in respect of claims included in Sub-total C                                              |                                                                    | 47       |                          |       | (43972) | 4297               |
| <b>Sub-total D (46-47)</b>                                                                                                    |                                                                    | 48       |                          |       | (7733)  | (19008)            |
| <b>Reinsurance Ratio (Sub-total D/sub-total C or, if more, 0.50 or, if less, 1.00)</b>                                        |                                                                    | 49       |                          |       | 0.50    | 1.00               |
| <b>Premiums amount (Sub-total J x reinsurance ratio)</b>                                                                      |                                                                    | 50       |                          |       |         |                    |
| Provision for claims outstanding (before discounting and net of reinsurance)                                                  |                                                                    | 51       |                          |       | 5721    | 7046               |
| Provision for claims outstanding (before discounting and gross of reinsurance) if both 51.1 and 51.2 are zero, otherwise zero |                                                                    | 52       |                          |       |         |                    |
| <b>Brought forward amount (See instruction 4)</b>                                                                             |                                                                    | 53       |                          |       | 7644    | 9416               |
| Greater of lines 50 and 53                                                                                                    |                                                                    | 54       |                          |       | 7644    | 9416               |

**Calculation of general insurance capital requirement - claims amount and result**Name of insurer **Churchill Insurance Company Limited**

Global business

Financial year ended **31 December 2015**

General insurance business

|                                                                                                                                  |                                                                    | Company<br>registration<br>number | GL/<br>UK/<br>CM | day month year           |         |    | Units              |         |
|----------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------|-----------------------------------|------------------|--------------------------|---------|----|--------------------|---------|
|                                                                                                                                  |                                                                    | R12                               | 2258947          | GL                       | 31      | 12 | 2015               | £000    |
|                                                                                                                                  |                                                                    |                                   |                  | This financial year<br>1 |         |    | Previous year<br>2 |         |
| Reference period (No. of months) See INSPRU 1.1.63R                                                                              |                                                                    |                                   |                  | 11                       | 36      |    |                    | 36      |
| Claims paid in reference period                                                                                                  |                                                                    |                                   |                  | 21                       | 3937    |    |                    | 5217    |
| 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                       | 138398  |    |                    | 148827  |
| 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                       | 194040  |    |                    | 168755  |
| Claims incurred in reference period (21+22+23-24-25)                                                                             |                                                                    |                                   |                  | 26                       | (51705) |    |                    | (14711) |
| Claims incurred for classes 11, 12 or 13 (included in 26)                                                                        |                                                                    |                                   |                  | 27                       |         |    |                    |         |
| Claims incurred for "actuarial health insurance" (included in 26)                                                                |                                                                    |                                   |                  | 28                       |         |    |                    |         |
| Sub-total E (26 +1/2 27 - 2/3 28)                                                                                                |                                                                    |                                   |                  | 29                       | (51705) |    |                    | (14711) |
| 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                       | (17235) |    |                    | (4904)  |
| Division of sub-total F (gross adjusted claims amount)                                                                           | x 0.26                                                             |                                   |                  | 32                       | (4481)  |    |                    | (1275)  |
|                                                                                                                                  | Excess (if any) over 42.9M EURO x 0.03                             |                                   |                  | 33                       |         |    |                    |         |
| Sub-total G (32-33)                                                                                                              |                                                                    |                                   |                  | 39                       | (4481)  |    |                    | (1275)  |
| Claims amount Sub-total G x reinsurance ratio (11.49)                                                                            |                                                                    |                                   |                  | 41                       | (2241)  |    |                    | (1275)  |
| Higher of premiums amount and brought forward amount (11.54)                                                                     |                                                                    |                                   |                  | 42                       | 7644    |    |                    | 9416    |
| General insurance capital requirement (higher of lines 41 and 42)                                                                |                                                                    |                                   |                  | 43                       | 7644    |    |                    | 9416    |

**Analysis of admissible assets**

Name of insurer

Churchill Insurance Company Limited

Global business

Financial year ended

31 December 2015

Category of assets

Total other than long term insurance business assets

| Company<br>registration<br>number | GL/<br>UK/<br>CM | day month year |    |    | Units                               | Category<br>of<br>assets          |   |
|-----------------------------------|------------------|----------------|----|----|-------------------------------------|-----------------------------------|---|
| R13                               | 2258947          | GL             | 31 | 12 | 2015                                | £000                              | 1 |
|                                   |                  |                |    |    | As at end of this<br>financial year | As at end of the<br>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 | 19264 | 45539 |
| Rights under derivative contracts                                                |                                | 44 |       |       |
| Fixed interest securities                                                        | Approved                       | 45 |       |       |
|                                                                                  | 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 | 1     | 0     |
|                                                                                  | More than one month withdrawal | 55 |       |       |
| Other financial investments                                                      |                                | 56 |       |       |
| Deposits with ceding undertakings                                                |                                | 57 |       |       |
| Assets held to match linked liabilities                                          | Index linked                   | 58 |       |       |
|                                                                                  | Property linked                | 59 |       |       |

**Analysis of admissible assets**

Name of insurer

Churchill Insurance Company Limited

Global business

Financial year ended

31 December 2015

Category of assets

Total other than long term insurance business assets

| Company<br>registration<br>number | GL/<br>UK/<br>CM | day month year |    |    | Units                               | Category<br>of<br>assets          |   |
|-----------------------------------|------------------|----------------|----|----|-------------------------------------|-----------------------------------|---|
| R13                               | 2258947          | GL             | 31 | 12 | 2015                                | £000                              | 1 |
|                                   |                  |                |    |    | As at end of this<br>financial year | As at end of the<br>previous year |   |
|                                   |                  |                |    |    | 1                                   | 2                                 |   |

**Reinsurers' share of technical provisions**

|                                 |    |       |       |
|---------------------------------|----|-------|-------|
| Provision for unearned premiums | 60 |       |       |
| Claims outstanding              | 61 | 36634 | 36417 |
| Provision for unexpired risks   | 62 |       |       |
| Other                           | 63 |       |       |

**Debtors and salvage**

|                                    |                            |    |     |     |
|------------------------------------|----------------------------|----|-----|-----|
| Direct insurance business          | Policyholders              | 71 |     |     |
|                                    | Intermediaries             | 72 |     |     |
| Salvage and subrogation recoveries |                            | 73 |     |     |
| Reinsurance                        | Accepted                   | 74 |     |     |
|                                    | Ceded                      | 75 | 273 | 402 |
| Dependants                         | due in 12 months or less   | 76 |     |     |
|                                    | due in more than 12 months | 77 |     |     |
| Other                              | due in 12 months or less   | 78 | 2   | 4   |
|                                    | 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 |  | 13 |
| Accrued interest and rent                                                         | 84 |  |    |
| Deferred acquisition costs (general business only)                                | 85 |  |    |
| Other prepayments and accrued income                                              | 86 |  |    |

|                                               |    |  |  |
|-----------------------------------------------|----|--|--|
| Deductions from the aggregate value of assets | 87 |  |  |
|-----------------------------------------------|----|--|--|

|                                                                                                                                           |    |       |       |
|-------------------------------------------------------------------------------------------------------------------------------------------|----|-------|-------|
| Grand total of admissible assets after deduction of admissible assets in excess of market risk and counterparty limits (11 to 86 less 87) | 89 | 56174 | 82375 |
|-------------------------------------------------------------------------------------------------------------------------------------------|----|-------|-------|

**Analysis of admissible assets**

Name of insurer

Churchill Insurance Company Limited

Global business

Financial year ended

31 December 2015

Category of assets

Total other than long term insurance business assets

| Company<br>registration<br>number | GL/<br>UK/<br>CM | day month year |    |    | Units                               | Category<br>of<br>assets          |   |
|-----------------------------------|------------------|----------------|----|----|-------------------------------------|-----------------------------------|---|
| R13                               | 2258947          | GL             | 31 | 12 | 2015                                | £000                              | 1 |
|                                   |                  |                |    |    | As at end of this<br>financial year | As at end of the<br>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  | 56174 | 82375 |
| Admissible assets in excess of market and counterparty limits                                                                                                                                           | 92  |       |       |
| Inadmissible assets directly held                                                                                                                                                                       | 93  | 14    |       |
| 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 |       |       |
| 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 | 56188 | 82375 |

|                                                                                                                                           |     |  |  |
|-------------------------------------------------------------------------------------------------------------------------------------------|-----|--|--|
| 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)**Name of insurer **Churchill Insurance Company Limited**

Global business

Financial year ended **31 December 2015**

| Company<br>registration<br>number | GL/<br>UK/<br>CM | day month year |                                             |    | Units |                                           |
|-----------------------------------|------------------|----------------|---------------------------------------------|----|-------|-------------------------------------------|
| R15                               | 2258947          | GL             | 31                                          | 12 | 2015  | £000                                      |
|                                   |                  |                | As at end of<br>this financial<br>year<br>1 |    |       | As at end of<br>the previous<br>year<br>2 |

**Technical provisions (gross amount)**

|                                             |                            |           |       |
|---------------------------------------------|----------------------------|-----------|-------|
| Provisions for unearned premiums            | <b>11</b>                  |           |       |
| Claims outstanding                          | <b>12</b>                  | 42354     | 43463 |
| Provision for unexpired risks               | <b>13</b>                  |           |       |
| Equalisation provisions                     | Credit business            | <b>14</b> |       |
|                                             | Other than credit business | <b>15</b> |       |
| Other technical provisions                  | <b>16</b>                  |           |       |
| Total gross technical provisions (11 to 16) | <b>19</b>                  | 42354     | 43463 |

**Provisions and creditors**

|                                                           |                           |           |       |       |
|-----------------------------------------------------------|---------------------------|-----------|-------|-------|
| Provisions                                                | Taxation                  | <b>21</b> |       |       |
|                                                           | Other risks and charges   | <b>22</b> |       |       |
| Deposits received from reinsurers                         |                           | <b>31</b> |       |       |
| Creditors                                                 | Direct insurance business | <b>41</b> |       |       |
|                                                           | Reinsurance accepted      | <b>42</b> |       |       |
|                                                           | Reinsurance ceded         | <b>43</b> |       |       |
| Debenture loans                                           | Secured                   | <b>44</b> |       |       |
|                                                           | Unsecured                 | <b>45</b> |       |       |
| Amounts owed to credit institutions                       |                           | <b>46</b> |       |       |
| Creditors                                                 | Taxation                  | <b>47</b> | 143   |       |
|                                                           | Foreseeable dividend      | <b>48</b> |       |       |
|                                                           | Other                     | <b>49</b> | 117   | 1899  |
| Accruals and deferred income                              |                           | <b>51</b> |       |       |
| Total (19 to 51)                                          |                           | <b>59</b> | 42614 | 45362 |
| Provision for "reasonably foreseeable adverse variations" |                           | <b>61</b> |       |       |
| Cumulative preference share capital                       |                           | <b>62</b> |       |       |
| Subordinated loan capital                                 |                           | <b>63</b> |       |       |
| Total (59 to 63)                                          |                           | <b>69</b> | 42614 | 45362 |

|                                                                                                                                           |           |  |  |
|-------------------------------------------------------------------------------------------------------------------------------------------|-----------|--|--|
| Amounts included in line 69 attributable to liabilities to related insurers, other than those under contracts of insurance or reinsurance | <b>71</b> |  |  |
|-------------------------------------------------------------------------------------------------------------------------------------------|-----------|--|--|

|                                                                                                                                                                                    |           |       |       |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------|-------|-------|
| Amounts deducted from technical provisions for discounting                                                                                                                         | <b>82</b> |       |       |
| Other adjustments (may be negative)                                                                                                                                                | <b>83</b> |       |       |
| Capital and reserves                                                                                                                                                               | <b>84</b> | 13574 | 37012 |
| 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) | <b>85</b> | 56188 | 82375 |

**Profit and loss account (non-technical account)**Name of insurer **Churchill Insurance Company Limited**

Global business

Financial year ended **31 December 2015**

|                                                                                                |                                                      | Company<br>registration<br>number | GL/<br>UK/<br>CM | day                    | month | year | Units            |      |
|------------------------------------------------------------------------------------------------|------------------------------------------------------|-----------------------------------|------------------|------------------------|-------|------|------------------|------|
|                                                                                                |                                                      | R16                               | 2258947          | GL                     | 31    | 12   | 2015             | £000 |
|                                                                                                |                                                      |                                   |                  | This financial<br>year |       |      | Previous<br>year |      |
|                                                                                                |                                                      |                                   |                  | 1                      |       |      | 2                |      |
| Transfer (to)/from the<br>general insurance business<br>technical account                      | From Form 20                                         |                                   | 11               | 520                    |       |      | (325)            |      |
|                                                                                                | Equalisation provisions                              |                                   | 12               |                        |       |      |                  |      |
| Transfer from the long term insurance business<br>revenue account                              |                                                      |                                   | 13               |                        |       |      |                  |      |
| Investment income                                                                              | Income                                               |                                   | 14               | 209                    |       |      | 266              |      |
|                                                                                                | Value re-adjustments on<br>investments               |                                   | 15               |                        |       |      |                  |      |
|                                                                                                | Gains on the realisation of<br>investments           |                                   | 16               |                        |       |      |                  |      |
| Investment charges                                                                             | Investment management<br>charges, including interest |                                   | 17               | 0                      |       |      | 0                |      |
|                                                                                                | Value re-adjustments on<br>investments               |                                   | 18               |                        |       |      |                  |      |
|                                                                                                | Loss on the realisation of<br>investments            |                                   | 19               |                        |       |      |                  |      |
| Allocated investment return transferred to the general<br>insurance business technical account |                                                      |                                   | 20               |                        |       |      |                  |      |
| Other income and charges (particulars to be specified<br>by way of supplementary note)         |                                                      |                                   | 21               |                        |       |      |                  |      |
| Profit or loss on ordinary activities before tax<br>(11+12+13+14+15+16-17-18-19-20+21)         |                                                      |                                   | 29               | 729                    |       |      | (60)             |      |
| Tax on profit or loss on ordinary activities                                                   |                                                      |                                   | 31               | 148                    |       |      | (13)             |      |
| Profit or loss on ordinary activities after tax (29-31)                                        |                                                      |                                   | 39               | 582                    |       |      | (47)             |      |
| Extraordinary profit or loss (particulars to be specified<br>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               | 582                    |       |      | (47)             |      |
| Dividends (paid or foreseeable)                                                                |                                                      |                                   | 51               |                        |       |      |                  |      |
| Profit or loss retained for the financial year (49-51)                                         |                                                      |                                   | 59               | 582                    |       |      | (47)             |      |

## General insurance business : Summary of business carried on

Name of insurer **Churchill Insurance Company Limited**

Global business

Financial year ended **31 December 2015**

|                    |                                                                                                          | Company<br>registration<br>number | GL/<br>UK/<br>CM                                            | day month year                                                                              |                                       |                                                                                       | units |      |
|--------------------|----------------------------------------------------------------------------------------------------------|-----------------------------------|-------------------------------------------------------------|---------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------------------------------------------------------|-------|------|
|                    |                                                                                                          | R20A                              | 2258947                                                     | GL                                                                                          | 31                                    | 12                                                                                    | 2015  | £000 |
| Category<br>number | PRA return general insurance business reporting<br>category                                              |                                   | Gross Premium<br>written in this<br>financial year<br><br>1 | Provision for undiscounted<br>gross claims outstanding at the<br>end of this financial year |                                       | Provision for<br>gross<br>unearned<br>premium at the<br>end of this<br>financial year |       |      |
|                    |                                                                                                          |                                   |                                                             | Reported<br><br>2                                                                           | Incurred but<br>not reported<br><br>3 | 4                                                                                     |       |      |
| 001                | Total business                                                                                           | 1                                 |                                                             | 112165                                                                                      | 26040                                 |                                                                                       |       |      |
| 002                | Total primary (direct) and facultative business                                                          | 2                                 |                                                             | 112165                                                                                      | 26040                                 |                                                                                       |       |      |
| 003                | Total treaty reinsurance accepted business                                                               | 3                                 |                                                             |                                                                                             |                                       |                                                                                       |       |      |
|                    |                                                                                                          |                                   |                                                             |                                                                                             |                                       |                                                                                       |       |      |
| 110                | Total primary (direct) and facultative accident and health (category numbers 111 to 114)                 | 4                                 |                                                             |                                                                                             |                                       |                                                                                       |       |      |
| 120                | Total primary (direct) and facultative personal lines motor business (category numbers 121 to 123)       | 5                                 |                                                             | 112165                                                                                      | 26040                                 |                                                                                       |       |      |
| 160                | Primary (direct) and facultative household and domestic all risks                                        | 6                                 |                                                             |                                                                                             |                                       |                                                                                       |       |      |
| 180                | Total primary (direct) and facultative personal lines financial loss (category numbers 181 to 187)       | 7                                 |                                                             |                                                                                             |                                       |                                                                                       |       |      |
| 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                                 |                                                             |                                                                                             |                                       |                                                                                       |       |      |
| 270                | Total primary (direct) and facultative commercial lines liability business (category numbers 271 to 274) | 10                                |                                                             |                                                                                             |                                       |                                                                                       |       |      |
| 280                | Total primary (direct) and facultative commercial lines financial loss (category numbers 281 to 284)     | 11                                |                                                             |                                                                                             |                                       |                                                                                       |       |      |
| 330                | Total primary (direct) and facultative aviation (category numbers 331 to 333)                            | 12                                |                                                             |                                                                                             |                                       |                                                                                       |       |      |
| 340                | Total primary (direct) and facultative marine (category numbers 341 to 347)                              | 13                                |                                                             |                                                                                             |                                       |                                                                                       |       |      |
| 350                | Total primary (direct) and facultative goods in transit                                                  | 14                                |                                                             |                                                                                             |                                       |                                                                                       |       |      |
| 400                | Miscellaneous primary (direct) and facultative business                                                  | 15                                |                                                             |                                                                                             |                                       |                                                                                       |       |      |
| 500                | Total non-proportional treaty reinsurance 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                                |                                                             | 112165                                                                                      | 26040                                 |                                                                                       |       |      |

**General insurance business : Summary of business carried on**Name of insurer **Churchill Insurance Company Limited**

Global business

Financial year ended **31 December 2015**

|                 |                                                          | Company registration number                  | GL/UK/CM                                                                              | day month year            |    |                                                                        | units |      |
|-----------------|----------------------------------------------------------|----------------------------------------------|---------------------------------------------------------------------------------------|---------------------------|----|------------------------------------------------------------------------|-------|------|
|                 |                                                          | R20A                                         | 2258947                                                                               | GL                        | 31 | 12                                                                     | 2015  | £000 |
| Category number | PRA return general insurance business reporting category | 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 |       |       |  |  |
| 114 | Personal accident or sickness                    | 24 |       |       |  |  |
| 121 | Private motor - comprehensive                    | 25 | 83331 | 17539 |  |  |
| 122 | Private motor - non-comprehensive                | 26 | 28834 | 8501  |  |  |
| 123 | Motor cycle                                      | 27 |       |       |  |  |
| 160 | Household and domestic all risks (equals line 6) | 28 |       |       |  |  |
| 181 | Assistance                                       | 29 |       |       |  |  |
| 182 | Creditor                                         | 30 |       |       |  |  |
| 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 |  |  |  |  |
| 262 | Consequential loss                   | 45 |  |  |  |  |
| 263 | Contractors or engineering all risks | 46 |  |  |  |  |
| 271 | Employers liability                  | 47 |  |  |  |  |
| 272 | Professional indemnity               | 48 |  |  |  |  |
| 273 | Public and products liability        | 49 |  |  |  |  |
| 274 | Mixed commercial package             | 50 |  |  |  |  |
| 281 | Fidelity and contract guarantee      | 51 |  |  |  |  |
| 282 | Credit                               | 52 |  |  |  |  |
| 283 | Suretyship                           | 53 |  |  |  |  |
| 284 | Commercial contingency               | 54 |  |  |  |  |

**Primary (direct) and facultative aviation**

|     |                     |    |  |  |  |  |
|-----|---------------------|----|--|--|--|--|
| 331 | Aviation liability  | 61 |  |  |  |  |
| 332 | Aviation hull       | 62 |  |  |  |  |
| 333 | Space and satellite | 63 |  |  |  |  |

## General insurance business : Summary of business carried on

Name of insurer **Churchill Insurance Company Limited**

Global business

Financial year ended **31 December 2015**

|                    |                                                             | Company<br>registration<br>number                  | GL/<br>UK/<br>CM                                                                            | day month year               |                                                                                    |    | units |      |
|--------------------|-------------------------------------------------------------|----------------------------------------------------|---------------------------------------------------------------------------------------------|------------------------------|------------------------------------------------------------------------------------|----|-------|------|
|                    |                                                             | R20A                                               | 2258947                                                                                     | GL                           | 31                                                                                 | 12 | 2015  | £000 |
| Category<br>number | PRA return general insurance business reporting<br>category | Gross Premium<br>written in this<br>financial year | Provision for undiscounted<br>gross claims outstanding at the<br>end of this financial year |                              | Provision for<br>gross unearned<br>premium at the<br>end of this<br>financial year |    |       |      |
|                    |                                                             |                                                    | Reported                                                                                    | Incurred but<br>not reported |                                                                                    |    |       |      |
|                    |                                                             | 1                                                  | 2                                                                                           | 3                            | 4                                                                                  |    |       |      |

## Primary (direct) and facultative marine and transport

|     |                                                                          |    |  |  |  |  |  |
|-----|--------------------------------------------------------------------------|----|--|--|--|--|--|
| 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 |  |  |  |  |  |
| 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 |  |  |  |  |  |
|-----|--------------------------------------------------------------------------|----|--|--|--|--|--|

## Non-proportional treaty

|     |                                        |    |  |  |  |  |  |
|-----|----------------------------------------|----|--|--|--|--|--|
| 510 | Non-proportional accident and 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 and 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 (equals line 18) | 101 |  |  |  |  |  |
|-----|---------------------------------------------------------------------|-----|--|--|--|--|--|

|                         |  |     |        |       |  |  |  |
|-------------------------|--|-----|--------|-------|--|--|--|
| Total (lines 21 to 101) |  | 111 | 112165 | 26040 |  |  |  |
|-------------------------|--|-----|--------|-------|--|--|--|

**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **Churchill Insurance Company Limited**

Global business

Financial year ended **31 December 2015****Total business**

|                                                                                 |                                                                                              | Company<br>registration<br>number | GL/<br>UK/<br>CM | day                      | month | year | Units  | Category<br>number |     |
|---------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------|-----------------------------------|------------------|--------------------------|-------|------|--------|--------------------|-----|
|                                                                                 |                                                                                              | R20                               | 2258947          | GL                       | 31    | 12   | 2015   | £000               | 001 |
| Items to be shown net of reinsurance                                            |                                                                                              |                                   |                  | This financial year<br>1 |       |      |        | Previous year<br>2 |     |
| This year's<br>underwriting<br>(accident year<br>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                                |                  |                          |       |      |        | 0                  |     |
|                                                                                 | Balance of year's underwriting (11-12-13+14-15+16-17)                                        | 19                                |                  |                          |       |      |        | (0)                |     |
| Adjustment for<br>prior years'<br>underwriting<br>(accident year<br>accounting) | Earned premium (21.11.5)                                                                     | 21                                |                  |                          |       |      |        |                    |     |
|                                                                                 | Claims incurred (22.13.4)                                                                    | 22                                |                  |                          |       |      | (1311) | (603)              |     |
|                                                                                 | Claims management costs (22.14.4)                                                            | 23                                |                  |                          |       |      | 21     | (39)               |     |
|                                                                                 | Adjustment for discounting (22.51.4)                                                         | 24                                |                  |                          |       |      | (770)  | (966)              |     |
|                                                                                 | 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                                |                  |                          |       |      | 520    | (325)              |     |
| Balance from<br>underwriting<br>year<br>accounting                              | Per Form 24 (24.69.99-99)                                                                    | 31                                |                  |                          |       |      |        |                    |     |
|                                                                                 | Other technical income or charges (particulars to be specified by way of supplementary note) | 32                                |                  |                          |       |      |        |                    |     |
|                                                                                 | Total                                                                                        | 39                                |                  |                          |       |      |        |                    |     |
| Balance of all years' underwriting (19+29+39)                                   |                                                                                              | 49                                |                  |                          |       |      | 520    | (325)              |     |
| Allocated investment income                                                     |                                                                                              | 51                                |                  |                          |       |      |        |                    |     |
| Transfer to non-technical account (49+51)                                       |                                                                                              | 59                                |                  |                          |       |      | 520    | (325)              |     |

**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **Churchill Insurance Company Limited**

Global business

Financial year ended **31 December 2015****Total primary (direct) and facultative business**

|                                                                                 |                                                                                              | Company<br>registration<br>number | GL/<br>UK/<br>CM | day                      | month | year | Units  | Category<br>number |     |
|---------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------|-----------------------------------|------------------|--------------------------|-------|------|--------|--------------------|-----|
|                                                                                 |                                                                                              | R20                               | 2258947          | GL                       | 31    | 12   | 2015   | £000               | 002 |
| Items to be shown net of reinsurance                                            |                                                                                              |                                   |                  | This financial year<br>1 |       |      |        | Previous year<br>2 |     |
| This year's<br>underwriting<br>(accident year<br>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                                |                  |                          |       |      | 0      |                    |     |
|                                                                                 | Balance of year's underwriting (11-12-13+14-15+16-17)                                        | 19                                |                  |                          |       |      | (0)    |                    |     |
| Adjustment for<br>prior years'<br>underwriting<br>(accident year<br>accounting) | Earned premium (21.11.5)                                                                     | 21                                |                  |                          |       |      |        |                    |     |
|                                                                                 | Claims incurred (22.13.4)                                                                    | 22                                |                  |                          |       |      | (1311) | (603)              |     |
|                                                                                 | Claims management costs (22.14.4)                                                            | 23                                |                  |                          |       |      | 21     | (39)               |     |
|                                                                                 | Adjustment for discounting (22.51.4)                                                         | 24                                |                  |                          |       |      | (770)  | (966)              |     |
|                                                                                 | 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                                |                  |                          |       |      | 520    | (325)              |     |
| Balance from<br>underwriting<br>year<br>accounting                              | Per Form 24 (24.69.99-99)                                                                    | 31                                |                  |                          |       |      |        |                    |     |
|                                                                                 | Other technical income or charges (particulars to be specified by way of supplementary note) | 32                                |                  |                          |       |      |        |                    |     |
|                                                                                 | Total                                                                                        | 39                                |                  |                          |       |      |        |                    |     |
| Balance of all years' underwriting (19+29+39)                                   |                                                                                              | 49                                |                  |                          |       |      | 520    | (325)              |     |
| Allocated investment income                                                     |                                                                                              | 51                                |                  |                          |       |      |        |                    |     |
| Transfer to non-technical account (49+51)                                       |                                                                                              | 59                                |                  |                          |       |      | 520    | (325)              |     |

**General insurance business : Technical account (excluding equalisation provisions)**Name of insurer **Churchill Insurance Company Limited**

Global business

Financial year ended **31 December 2015****Total primary (direct) and facultative personal lines motor business**

|                                                                                 |                                                                                              | Company<br>registration<br>number | GL/<br>UK/<br>CM | day                      | month | year | Units  | Category<br>number |     |
|---------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------|-----------------------------------|------------------|--------------------------|-------|------|--------|--------------------|-----|
|                                                                                 |                                                                                              | R20                               | 2258947          | GL                       | 31    | 12   | 2015   | £000               | 120 |
| Items to be shown net of reinsurance                                            |                                                                                              |                                   |                  | This financial year<br>1 |       |      |        | Previous year<br>2 |     |
| This year's<br>underwriting<br>(accident year<br>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                                |                  |                          |       |      | 0      |                    |     |
|                                                                                 | Balance of year's underwriting (11-12-13+14-15+16-17)                                        | 19                                |                  |                          |       |      | (0)    |                    |     |
| Adjustment for<br>prior years'<br>underwriting<br>(accident year<br>accounting) | Earned premium (21.11.5)                                                                     | 21                                |                  |                          |       |      |        |                    |     |
|                                                                                 | Claims incurred (22.13.4)                                                                    | 22                                |                  |                          |       |      | (1311) | (603)              |     |
|                                                                                 | Claims management costs (22.14.4)                                                            | 23                                |                  |                          |       |      | 21     | (39)               |     |
|                                                                                 | Adjustment for discounting (22.51.4)                                                         | 24                                |                  |                          |       |      | (770)  | (966)              |     |
|                                                                                 | 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                                |                  |                          |       |      | 520    | (325)              |     |
| Balance from<br>underwriting<br>year<br>accounting                              | Per Form 24 (24.69.99-99)                                                                    | 31                                |                  |                          |       |      |        |                    |     |
|                                                                                 | Other technical income or charges (particulars to be specified by way of supplementary note) | 32                                |                  |                          |       |      |        |                    |     |
|                                                                                 | Total                                                                                        | 39                                |                  |                          |       |      |        |                    |     |
| Balance of all years' underwriting (19+29+39)                                   |                                                                                              | 49                                |                  |                          |       |      | 520    | (325)              |     |
| Allocated investment income                                                     |                                                                                              | 51                                |                  |                          |       |      |        |                    |     |
| Transfer to non-technical account (49+51)                                       |                                                                                              | 59                                |                  |                          |       |      | 520    | (325)              |     |

## General insurance business (accident year accounting) : Analysis of claims, expenses and technical provisions

Name of company **Churchill Insurance Company Limited**

Global business

Financial year ended **31 December 2015****Total business**

|                                                                                                  |                                                      |    | Company<br>registration<br>number | GL/<br>UK/<br>CM                                                  | day month year                                                 |        |                                                          | Units  | Category<br>number                                    |     |
|--------------------------------------------------------------------------------------------------|------------------------------------------------------|----|-----------------------------------|-------------------------------------------------------------------|----------------------------------------------------------------|--------|----------------------------------------------------------|--------|-------------------------------------------------------|-----|
|                                                                                                  |                                                      |    | R22                               | 2258947                                                           | GL                                                             | 31     | 12                                                       | 2015   | £000                                                  | 001 |
|                                                                                                  |                                                      |    |                                   | Amount brought<br>forward from<br>previous financial<br>year<br>1 | Amount<br>payable/receivable<br>in this financial<br>year<br>2 |        | Amount carried<br>forward to next<br>financial year<br>3 |        | Amount<br>attributable to this<br>financial year<br>4 |     |
| Claims incurred<br>in respect of<br>incidents<br>occurring prior to<br>this financial year       | Gross amount                                         | 11 | 148655                            | 1256                                                              |                                                                | 138205 |                                                          | (9194) |                                                       |     |
|                                                                                                  | Reinsurers' share                                    | 12 | 130864                            | 451                                                               |                                                                | 122530 |                                                          | (7883) |                                                       |     |
|                                                                                                  | Net (11-12)                                          | 13 | 17792                             | 805                                                               |                                                                | 15675  |                                                          | (1311) |                                                       |     |
|                                                                                                  | Claims management costs                              | 14 | 172                               |                                                                   |                                                                | 193    |                                                          | 21     |                                                       |     |
| Claims incurred<br>in respect of<br>incidents<br>occurring in this<br>financial year             | Gross amount                                         | 15 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Reinsurers' share                                    | 16 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Net (15-16)                                          | 17 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Claims management costs                              | 18 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
| Provision for unexpired risks                                                                    |                                                      | 19 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
| Net operating<br>expenses                                                                        | Commissions                                          | 21 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Other acquisition expenses                           | 22 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Administrative expenses                              | 23 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Reinsurance commissions<br>and profit participations | 24 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Total (21+22+23-24)                                  | 29 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
| Adjustments for<br>discounting in<br>respect of the<br>items shown at<br>lines 11 to 18<br>above | Gross amount                                         | 31 | 105364                            |                                                                   |                                                                | 96044  |                                                          | (9320) |                                                       |     |
|                                                                                                  | Reinsurers' share                                    | 32 | 94447                             |                                                                   |                                                                | 85897  |                                                          | (8550) |                                                       |     |
|                                                                                                  | Claims management costs                              | 33 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Total (31-32+33)                                     | 39 | 10917                             |                                                                   |                                                                | 10147  |                                                          | (770)  |                                                       |     |
| Split of line 29                                                                                 | Prior financial years                                | 41 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | This financial year                                  | 42 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
| Split of line 39                                                                                 | Incidents occurring prior to<br>this financial year  | 51 | 10917                             |                                                                   |                                                                | 10147  |                                                          | (770)  |                                                       |     |
|                                                                                                  | Incidents occurring in this<br>financial year        | 52 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |

## General insurance business (accident year accounting) : Analysis of claims, expenses and technical provisions

Name of company **Churchill Insurance Company Limited**

Global business

Financial year ended **31 December 2015**

## Total primary (direct) and facultative business

|                                                                                                  |                                                      |    | Company<br>registration<br>number | GL/<br>UK/<br>CM                                                  | day month year                                                 |    |        | Units                                                    | Category<br>number                                    |     |
|--------------------------------------------------------------------------------------------------|------------------------------------------------------|----|-----------------------------------|-------------------------------------------------------------------|----------------------------------------------------------------|----|--------|----------------------------------------------------------|-------------------------------------------------------|-----|
|                                                                                                  |                                                      |    | R22                               | 2258947                                                           | GL                                                             | 31 | 12     | 2015                                                     | £000                                                  | 002 |
|                                                                                                  |                                                      |    |                                   | Amount brought<br>forward from<br>previous financial<br>year<br>1 | Amount<br>payable/receivable<br>in this financial<br>year<br>2 |    |        | Amount carried<br>forward to next<br>financial year<br>3 | Amount<br>attributable to this<br>financial year<br>4 |     |
| Claims incurred<br>in respect of<br>incidents<br>occurring prior to<br>this financial year       | Gross amount                                         | 11 | 148655                            | 1256                                                              |                                                                |    | 138205 | (9194)                                                   |                                                       |     |
|                                                                                                  | Reinsurers' share                                    | 12 | 130864                            | 451                                                               |                                                                |    | 122530 | (7883)                                                   |                                                       |     |
|                                                                                                  | Net (11-12)                                          | 13 | 17792                             | 805                                                               |                                                                |    | 15675  | (1311)                                                   |                                                       |     |
|                                                                                                  | Claims management costs                              | 14 | 172                               |                                                                   |                                                                |    | 193    | 21                                                       |                                                       |     |
| Claims incurred<br>in respect of<br>incidents<br>occurring in this<br>financial year             | Gross amount                                         | 15 |                                   |                                                                   |                                                                |    |        |                                                          |                                                       |     |
|                                                                                                  | Reinsurers' share                                    | 16 |                                   |                                                                   |                                                                |    |        |                                                          |                                                       |     |
|                                                                                                  | Net (15-16)                                          | 17 |                                   |                                                                   |                                                                |    |        |                                                          |                                                       |     |
|                                                                                                  | Claims management costs                              | 18 |                                   |                                                                   |                                                                |    |        |                                                          |                                                       |     |
| Provision for unexpired risks                                                                    |                                                      | 19 |                                   |                                                                   |                                                                |    |        |                                                          |                                                       |     |
| Net operating<br>expenses                                                                        | Commissions                                          | 21 |                                   |                                                                   |                                                                |    |        |                                                          |                                                       |     |
|                                                                                                  | Other acquisition expenses                           | 22 |                                   |                                                                   |                                                                |    |        |                                                          |                                                       |     |
|                                                                                                  | Administrative expenses                              | 23 |                                   |                                                                   |                                                                |    |        |                                                          |                                                       |     |
|                                                                                                  | Reinsurance commissions<br>and profit participations | 24 |                                   |                                                                   |                                                                |    |        |                                                          |                                                       |     |
|                                                                                                  | Total (21+22+23-24)                                  | 29 |                                   |                                                                   |                                                                |    |        |                                                          |                                                       |     |
| Adjustments for<br>discounting in<br>respect of the<br>items shown at<br>lines 11 to 18<br>above | Gross amount                                         | 31 | 105364                            |                                                                   |                                                                |    | 96044  | (9320)                                                   |                                                       |     |
|                                                                                                  | Reinsurers' share                                    | 32 | 94447                             |                                                                   |                                                                |    | 85897  | (8550)                                                   |                                                       |     |
|                                                                                                  | Claims management costs                              | 33 |                                   |                                                                   |                                                                |    |        |                                                          |                                                       |     |
|                                                                                                  | Total (31-32+33)                                     | 39 | 10917                             |                                                                   |                                                                |    | 10147  | (770)                                                    |                                                       |     |
| Split of line 29                                                                                 | Prior financial years                                | 41 |                                   |                                                                   |                                                                |    |        |                                                          |                                                       |     |
|                                                                                                  | This financial year                                  | 42 |                                   |                                                                   |                                                                |    |        |                                                          |                                                       |     |
| Split of line 39                                                                                 | Incidents occurring prior to<br>this financial year  | 51 | 10917                             |                                                                   |                                                                |    | 10147  | (770)                                                    |                                                       |     |
|                                                                                                  | Incidents occurring in this<br>financial year        | 52 |                                   |                                                                   |                                                                |    |        |                                                          |                                                       |     |

## General insurance business (accident year accounting) : Analysis of claims, expenses and technical provisions

Name of company **Churchill Insurance Company Limited**

Global business

Financial year ended **31 December 2015****Total primary (direct) and facultative personal lines motor business**

|                                                                                                  |                                                      |    | Company<br>registration<br>number | GL/<br>UK/<br>CM                                                  | day month year                                                 |        |                                                          | Units  | Category<br>number                                    |     |
|--------------------------------------------------------------------------------------------------|------------------------------------------------------|----|-----------------------------------|-------------------------------------------------------------------|----------------------------------------------------------------|--------|----------------------------------------------------------|--------|-------------------------------------------------------|-----|
|                                                                                                  |                                                      |    | R22                               | 2258947                                                           | GL                                                             | 31     | 12                                                       | 2015   | £000                                                  | 120 |
|                                                                                                  |                                                      |    |                                   | Amount brought<br>forward from<br>previous financial<br>year<br>1 | Amount<br>payable/receivable<br>in this financial<br>year<br>2 |        | Amount carried<br>forward to next<br>financial year<br>3 |        | Amount<br>attributable to this<br>financial year<br>4 |     |
| Claims incurred<br>in respect of<br>incidents<br>occurring prior to<br>this financial year       | Gross amount                                         | 11 | 148655                            | 1256                                                              |                                                                | 138205 |                                                          | (9194) |                                                       |     |
|                                                                                                  | Reinsurers' share                                    | 12 | 130864                            | 451                                                               |                                                                | 122530 |                                                          | (7883) |                                                       |     |
|                                                                                                  | Net (11-12)                                          | 13 | 17792                             | 805                                                               |                                                                | 15675  |                                                          | (1311) |                                                       |     |
|                                                                                                  | Claims management costs                              | 14 | 172                               |                                                                   |                                                                | 193    |                                                          | 21     |                                                       |     |
| Claims incurred<br>in respect of<br>incidents<br>occurring in this<br>financial year             | Gross amount                                         | 15 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Reinsurers' share                                    | 16 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Net (15-16)                                          | 17 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Claims management costs                              | 18 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
| Provision for unexpired risks                                                                    |                                                      | 19 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
| Net operating<br>expenses                                                                        | Commissions                                          | 21 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Other acquisition expenses                           | 22 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Administrative expenses                              | 23 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Reinsurance commissions<br>and profit participations | 24 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Total (21+22+23-24)                                  | 29 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
| Adjustments for<br>discounting in<br>respect of the<br>items shown at<br>lines 11 to 18<br>above | Gross amount                                         | 31 | 105364                            |                                                                   |                                                                | 96044  |                                                          | (9320) |                                                       |     |
|                                                                                                  | Reinsurers' share                                    | 32 | 94447                             |                                                                   |                                                                | 85897  |                                                          | (8550) |                                                       |     |
|                                                                                                  | Claims management costs                              | 33 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | Total (31-32+33)                                     | 39 | 10917                             |                                                                   |                                                                | 10147  |                                                          | (770)  |                                                       |     |
| Split of line 29                                                                                 | Prior financial years                                | 41 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
|                                                                                                  | This financial year                                  | 42 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |
| Split of line 39                                                                                 | Incidents occurring prior to<br>this financial year  | 51 | 10917                             |                                                                   |                                                                | 10147  |                                                          | (770)  |                                                       |     |
|                                                                                                  | Incidents occurring in this<br>financial year        | 52 |                                   |                                                                   |                                                                |        |                                                          |        |                                                       |     |

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

Name of insurer

Churchill Insurance Company Limited

Global business

Financial year ended 31 December 2015

## Total business

| Total business       |  |       |      |                                            |                                                         |                                                                                              |                                              |                            |     |                                    | Company registration number | GL/UK/CM | day month year |        |    | Units | Category number |      |                |
|----------------------|--|-------|------|--------------------------------------------|---------------------------------------------------------|----------------------------------------------------------------------------------------------|----------------------------------------------|----------------------------|-----|------------------------------------|-----------------------------|----------|----------------|--------|----|-------|-----------------|------|----------------|
| Accident year ended  |  | 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 forward |     |                                    |                             | R23      | 2258947        | GL     | 31 | 12    | 2015            | £000 | Claims ratio % |
|                      |  |       |      |                                            |                                                         |                                                                                              |                                              | Claims outstanding forward |     | Claims outstanding brought forward |                             |          |                |        |    |       |                 |      |                |
|                      |  |       |      | 1                                          | 2                                                       | 3                                                                                            | 4                                            | 5                          | 6   | 7                                  | 8                           | 9        | 10             | 11     | 12 | 13    |                 |      |                |
| 12                   |  | 2015  | 11   |                                            |                                                         |                                                                                              |                                              |                            |     |                                    |                             |          |                |        |    |       |                 |      |                |
| 12                   |  | 2014  | 12   |                                            |                                                         |                                                                                              |                                              |                            |     |                                    |                             |          |                |        |    |       |                 |      |                |
| 12                   |  | 2013  | 13   |                                            |                                                         |                                                                                              |                                              |                            |     |                                    |                             |          |                |        |    |       |                 |      |                |
| 12                   |  | 2012  | 14   |                                            |                                                         |                                                                                              |                                              |                            |     |                                    |                             |          |                |        |    |       |                 |      |                |
| 12                   |  | 2011  | 15   |                                            |                                                         |                                                                                              |                                              |                            |     |                                    |                             |          |                | (9600) |    |       |                 |      |                |
| 12                   |  | 2010  | 16   |                                            |                                                         |                                                                                              |                                              |                            |     |                                    |                             |          |                |        |    |       |                 |      |                |
| 12                   |  | 2009  | 17   |                                            |                                                         |                                                                                              |                                              |                            |     |                                    |                             |          |                |        |    |       |                 |      |                |
| 12                   |  | 2008  | 18   |                                            |                                                         |                                                                                              |                                              |                            |     |                                    |                             |          |                |        |    |       |                 |      |                |
| 12                   |  | 2007  | 19   |                                            |                                                         |                                                                                              |                                              |                            |     |                                    |                             |          |                |        |    |       |                 |      |                |
| 12                   |  | 2006  | 20   |                                            |                                                         |                                                                                              |                                              |                            |     |                                    |                             |          |                |        |    |       |                 |      |                |
| Prior accident years |  |       | 21   |                                            |                                                         |                                                                                              | 805                                          | 14897                      | 778 | 16253                              | 1538                        | (1311)   | 10147          |        |    |       |                 |      |                |
| Reconciliation       |  |       | 22   |                                            |                                                         |                                                                                              |                                              |                            |     |                                    |                             |          |                |        |    |       |                 |      |                |
| Total (11 to 22)     |  |       | 29   |                                            |                                                         | 805                                                                                          |                                              | 14897                      | 778 | 16253                              | 1538                        | (1311)   | 10147          |        |    |       |                 |      |                |

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

Name of insurer Churchill Insurance Company Limited

Global business

Financial year ended 31 December 2015

## Total primary (direct) and facultative business

| Financial year ended 31 December 2015           |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|-------------------------------------------------|------|-----------------------------|----------|----------------|--------------------------------------------|---------------------------------------------------------|----------------------------------------------------------------------------------------------|-------------------------------------------------------------------------|-----------------------|-------------------------------------------------------|----------------|----------------------------------------------|------------------------------------|------------------------------------|
| Total primary (direct) and facultative business |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
| Accident year ended                             |      | Company registration number | GL/UK/CM | day month year |                                            |                                                         | Units                                                                                        | Category number                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          | 31             | 12                                         | 2015                                                    |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
| Month                                           | Year | R23                         | 2258947  | GL             | Claims outstanding brought forward         |                                                         |                                                                                              | Deduction for discounting from claims outstanding carried forward (net) | Earned premiums (net) | Deterioration/ (surplus) of original claims reserve % | Claims ratio % |                                              |                                    |                                    |
|                                                 |      |                             |          |                | 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 |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |
|                                                 |      |                             |          |                |                                            |                                                         |                                                                                              |                                                                         |                       |                                                       |                |                                              |                                    |                                    |

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

Name of insurer

Churchill Insurance Company Limited

Global business

Financial year ended 31 December 2015

## Total primary (direct) and facultative personal lines motor business

| Total primary (direct) and facultative personal lines motor business |      |                                    |                                 |                                                                                                 |                                 |                                                                         |                                 |                       |                                 |                                                       |                                 |                |                                 | Company registration number | GL/UK/CM | day month year |  |  | Units | Category number |
|----------------------------------------------------------------------|------|------------------------------------|---------------------------------|-------------------------------------------------------------------------------------------------|---------------------------------|-------------------------------------------------------------------------|---------------------------------|-----------------------|---------------------------------|-------------------------------------------------------|---------------------------------|----------------|---------------------------------|-----------------------------|----------|----------------|--|--|-------|-----------------|
| Accident year ended                                                  |      | R23                                |                                 | 2258947                                                                                         |                                 | GL                                                                      |                                 | 31 12 2015            |                                 | £000                                                  |                                 | Claims ratio % |                                 |                             |          |                |  |  |       |                 |
|                                                                      |      | 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 claims reserve % |                                 |                |                                 |                             |          |                |  |  |       |                 |
| Month                                                                | Year | 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 claims reserve % |                                 | Claims ratio % |                                 |                             |          |                |  |  |       |                 |
|                                                                      |      | Reported (net)                     | Incurred but not reported (net) | Reported (net)                                                                                  | Incurred but not reported (net) | Reported (net)                                                          | Incurred but not reported (net) | Reported (net)        | Incurred but not reported (net) | Reported (net)                                        | Incurred but not reported (net) | Reported (net) | Incurred but not reported (net) |                             |          |                |  |  |       |                 |
| 12                                                                   | 2015 | 11                                 |                                 |                                                                                                 |                                 |                                                                         |                                 |                       |                                 |                                                       |                                 |                |                                 |                             |          |                |  |  |       |                 |
| 12                                                                   | 2014 | 12                                 |                                 |                                                                                                 |                                 |                                                                         |                                 |                       |                                 |                                                       |                                 |                |                                 |                             |          |                |  |  |       |                 |
| 12                                                                   | 2013 | 13                                 |                                 |                                                                                                 |                                 |                                                                         |                                 |                       |                                 |                                                       |                                 |                |                                 |                             |          |                |  |  |       |                 |
| 12                                                                   | 2012 | 14                                 |                                 |                                                                                                 |                                 |                                                                         |                                 |                       |                                 |                                                       |                                 |                |                                 |                             |          |                |  |  |       |                 |
| 12                                                                   | 2011 | 15                                 |                                 |                                                                                                 |                                 |                                                                         |                                 |                       | (9600)                          |                                                       |                                 |                |                                 |                             |          |                |  |  |       |                 |
| 12                                                                   | 2010 | 16                                 |                                 |                                                                                                 |                                 |                                                                         |                                 |                       |                                 |                                                       |                                 |                |                                 |                             |          |                |  |  |       |                 |
| 12                                                                   | 2009 | 17                                 |                                 |                                                                                                 |                                 |                                                                         |                                 |                       |                                 |                                                       |                                 |                |                                 |                             |          |                |  |  |       |                 |
| 12                                                                   | 2008 | 18                                 |                                 |                                                                                                 |                                 |                                                                         |                                 |                       |                                 |                                                       |                                 |                |                                 |                             |          |                |  |  |       |                 |
| 12                                                                   | 2007 | 19                                 |                                 |                                                                                                 |                                 |                                                                         |                                 |                       |                                 |                                                       |                                 |                |                                 |                             |          |                |  |  |       |                 |
| 12                                                                   | 2006 | 20                                 |                                 |                                                                                                 |                                 |                                                                         |                                 |                       |                                 |                                                       |                                 |                |                                 |                             |          |                |  |  |       |                 |
| Prior accident years                                                 |      | 21                                 |                                 | 805                                                                                             | 14897                           | 778                                                                     | 16253                           | 1538                  | (1311)                          | 10147                                                 |                                 |                |                                 |                             |          |                |  |  |       |                 |
| Reconciliation                                                       |      | 22                                 |                                 |                                                                                                 |                                 |                                                                         |                                 |                       |                                 |                                                       |                                 |                |                                 |                             |          |                |  |  |       |                 |
| Total (11 to 22)                                                     |      | 29                                 |                                 | 805                                                                                             | 14897                           | 778                                                                     | 16253                           | 1538                  | (1311)                          | 10147                                                 |                                 |                |                                 |                             |          |                |  |  |       |                 |

General insurance business : Expected income and yield from admissible assets covering discounted provisions

Name of insurer

Churchill Insurance Company Limited

Global business

Financial year ended

31 December 2015

Company registration number  
GL/UK/CM  
day month year  
Units

| R30              |                          |                                             |                                                                                               |                                                  |         |                      |                                                   |                           |                                                   |         |    |                                                              |        |              |
|------------------|--------------------------|---------------------------------------------|-----------------------------------------------------------------------------------------------|--------------------------------------------------|---------|----------------------|---------------------------------------------------|---------------------------|---------------------------------------------------|---------|----|--------------------------------------------------------------|--------|--------------|
| Major currencies | Reporting territory code | Total admissible assets as shown on Form 13 | Admissible assets hypothecated to cover the provision for outstanding claims being discounted | Expected income from assets included in column 2 | Yield % | Technical provisions | Provision for outstanding claims being discounted |                           | Unwind in the discount in the next financial year | 2258947 | GL | Rates of interest at which the provision is being discounted |        |              |
|                  |                          |                                             |                                                                                               |                                                  |         |                      | Before deduction for discounting                  | Deduction for discounting |                                                   |         |    | Highest                                                      | Lowest | Average rate |
|                  |                          |                                             |                                                                                               |                                                  |         |                      |                                                   |                           |                                                   |         |    |                                                              |        |              |
|                  |                          | 1                                           | 2                                                                                             | 3                                                | 4       | 5                    | 6                                                 | 7                         | 8                                                 |         |    | 9                                                            | 10     | 11           |
|                  | 11                       | 19540                                       | 19540                                                                                         | 141                                              | 0.7     | 5721                 | 14701                                             | 10147                     | 144                                               |         |    | 4.0                                                          | 4.0    | 4.0          |
|                  | 12                       |                                             |                                                                                               |                                                  |         |                      |                                                   |                           |                                                   |         |    |                                                              |        |              |
|                  | 13                       |                                             |                                                                                               |                                                  |         |                      |                                                   |                           |                                                   |         |    |                                                              |        |              |
|                  | 14                       |                                             |                                                                                               |                                                  |         |                      |                                                   |                           |                                                   |         |    |                                                              |        |              |
|                  | 15                       |                                             |                                                                                               |                                                  |         |                      |                                                   |                           |                                                   |         |    |                                                              |        |              |
|                  | 16                       |                                             |                                                                                               |                                                  |         |                      |                                                   |                           |                                                   |         |    |                                                              |        |              |
|                  | 17                       |                                             |                                                                                               |                                                  |         |                      |                                                   |                           |                                                   |         |    |                                                              |        |              |
|                  | 18                       |                                             |                                                                                               |                                                  |         |                      |                                                   |                           |                                                   |         |    |                                                              |        |              |
|                  | 19                       |                                             |                                                                                               |                                                  |         |                      |                                                   |                           |                                                   |         |    |                                                              |        |              |
|                  | 20                       |                                             |                                                                                               |                                                  |         |                      |                                                   |                           |                                                   |         |    |                                                              |        |              |
| Other currencies | 21                       |                                             |                                                                                               |                                                  |         |                      |                                                   |                           |                                                   |         |    |                                                              |        |              |
| Total            | 29                       | 19540                                       | 19540                                                                                         |                                                  |         | 5721                 | 14701                                             | 10147                     | 144                                               |         |    |                                                              |        |              |

General insurance business : Expected income and yield from admissible assets covering discounted provisions

Name of insurer

Churchill Insurance Company Limited

Global business

Financial year ended

31 December 2015

Company  
registration  
number

GL/  
UK/  
CM

day month year

Units

| R30                                                                                   | 2258947                                                 | GL                                                                                                        | 31 12 2015                                                |   |   | Yield<br>% |
|---------------------------------------------------------------------------------------|---------------------------------------------------------|-----------------------------------------------------------------------------------------------------------|-----------------------------------------------------------|---|---|------------|
|                                                                                       |                                                         |                                                                                                           | Expected income<br>from assets<br>included in<br>column 2 | 3 | 4 |            |
| Type of asset                                                                         | Value of<br>admissible assets<br>as shown on<br>Form 13 | Admissible assets<br>hypothecated to cover<br>the provision for<br>outstanding claims<br>being discounted |                                                           |   |   |            |
|                                                                                       | 1                                                       | 2                                                                                                         |                                                           |   |   |            |
| Land and buildings                                                                    |                                                         |                                                                                                           |                                                           |   |   |            |
| Fixed interest securities                                                             | Approved securities                                     |                                                                                                           |                                                           |   |   |            |
|                                                                                       | Other                                                   |                                                                                                           |                                                           |   |   |            |
| Variable interest and variable yield<br>securities (excluding items shown at line 36) | Approved securities                                     |                                                                                                           |                                                           |   |   |            |
|                                                                                       | Other                                                   |                                                                                                           |                                                           |   |   |            |
| Equity shares and holdings in collective investment schemes                           |                                                         |                                                                                                           |                                                           |   |   |            |
| Loans secured by mortgages                                                            |                                                         |                                                                                                           |                                                           |   |   |            |
| All other assets                                                                      | Producing income                                        |                                                                                                           |                                                           |   |   |            |
|                                                                                       | Not producing income                                    |                                                                                                           |                                                           |   |   |            |
| Total                                                                                 |                                                         |                                                                                                           |                                                           |   |   |            |

## General insurance business (accident year accounting) : Analysis of gross claims and premiums for motor vehicle direct insurance and facultative reinsurance

Name of insurer

Churchill Insurance Company Limited

Currency

British Pound

Global business

Reporting Territory

United Kingdom other than home foreign

Financial year ended 31 December 2015

Private motor - comprehensive

| Accident year ended           |      | Cm                                                |                             |                             |                        |          |                                          |          |                                          |          |                                                                                                 |          |                           |          |                           |          |                           | R32      |                           | 2258947  |                           | GL |  | 31 |  | 12 |  | 2015 |  | 000 |  | 121 |  | GBP |  | AA |  |
|-------------------------------|------|---------------------------------------------------|-----------------------------|-----------------------------|------------------------|----------|------------------------------------------|----------|------------------------------------------|----------|-------------------------------------------------------------------------------------------------|----------|---------------------------|----------|---------------------------|----------|---------------------------|----------|---------------------------|----------|---------------------------|----|--|----|--|----|--|------|--|-----|--|-----|--|-----|--|----|--|
|                               |      |                                                   |                             |                             |                        |          |                                          |          |                                          |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
|                               |      |                                                   |                             |                             |                        |          |                                          |          |                                          |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
| Month                         | Year | Number of claims                                  |                             | Gross claims paid           |                        |          | 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 %            |          | Vehicle years (000's)     |          | Claims frequency %        |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
|                               |      | Closed at some cost during this or previous years | Reported claims outstanding | In previous financial years | In this financial year | Reported | Incurred but not reported                | Reported | Incurred but not reported                | Reported | Incurred but not reported                                                                       | Reported | Incurred but not reported | Reported | Incurred but not reported | Reported | Incurred but not reported | Reported | Incurred but not reported | Reported | Incurred but not reported |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
| 12                            | 2015 | 1                                                 | 2                           | 3                           | 4                      | 5        | 6                                        | 7        | 8                                        |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
| 12                            | 2014 |                                                   |                             |                             |                        |          |                                          |          |                                          |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
| 12                            | 2013 |                                                   |                             |                             |                        |          |                                          |          |                                          |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
| 12                            | 2012 |                                                   |                             |                             |                        |          |                                          |          |                                          |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
| 12                            | 2011 |                                                   |                             |                             |                        |          |                                          |          |                                          |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
| 12                            | 2010 |                                                   |                             |                             |                        |          |                                          |          |                                          |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
| 12                            | 2009 |                                                   |                             |                             |                        |          |                                          |          |                                          |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
| 12                            | 2008 |                                                   |                             |                             |                        |          |                                          |          |                                          |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
| 12                            | 2007 |                                                   |                             |                             |                        |          |                                          |          |                                          |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
| 12                            | 2006 |                                                   |                             |                             |                        |          |                                          |          |                                          |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
| Prior accident years          |      |                                                   | 10                          |                             | 360                    | 83331    | 17539                                    | 88365    | 22137                                    |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
| Total (11 to 21)              |      |                                                   | 10                          |                             | 360                    | 83331    | 17539                                    | 88365    | 22137                                    |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |
| Line 29 expressed in sterling |      |                                                   |                             |                             | 360                    | 83331    | 17539                                    | 88365    | 22137                                    |          |                                                                                                 |          |                           |          |                           |          |                           |          |                           |          |                           |    |  |    |  |    |  |      |  |     |  |     |  |     |  |    |  |

## General insurance business (accident year accounting) : Analysis of gross claims and premiums for motor vehicle direct insurance and facultative reinsurance

Name of insurer

Churchill Insurance Company Limited

Currency

British Pound

Global business

Reporting Territory

United Kingdom other than home foreign

Financial year ended 31 December 2015

Private motor - non-comprehensive

| Accident year ended           |      | R32                                               |                             |                             |                        |                                          |                           |                                          |                           |          |                           | 2258947  |                           | GL       |                           | 31       |                           | 12       |                           | 2015     |                           | 000      |                           | 122      |                           | GBP      |                           | AA       |                           |   |
|-------------------------------|------|---------------------------------------------------|-----------------------------|-----------------------------|------------------------|------------------------------------------|---------------------------|------------------------------------------|---------------------------|----------|---------------------------|----------|---------------------------|----------|---------------------------|----------|---------------------------|----------|---------------------------|----------|---------------------------|----------|---------------------------|----------|---------------------------|----------|---------------------------|----------|---------------------------|---|
|                               |      | Number of claims                                  |                             | Gross claims paid           |                        | Gross claims outstanding carried forward |                           | Gross claims outstanding brought forward |                           | GL       |                           | 31       |                           | 12       |                           | 2015     |                           | 000      |                           | 122      |                           | GBP      |                           | AA       |                           |          |                           |          |                           |   |
| Month                         | Year | Closed at some cost during this or previous years | Reported claims outstanding | In previous financial years | In this financial year | Reported                                 | Incurred but not reported | Reported                                 | Incurred but not reported | Reported | Incurred but not reported | Reported | Incurred but not reported | Reported | Incurred but not reported | Reported | Incurred but not reported | Reported | Incurred but not reported | Reported | Incurred but not reported | Reported | Incurred but not reported | Reported | Incurred but not reported | Reported | Incurred but not reported | Reported | Incurred but not reported |   |
|                               |      |                                                   |                             |                             |                        |                                          |                           |                                          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           | 1 |
| 12                            | 2015 | 11                                                |                             |                             |                        |                                          |                           |                                          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |   |
| 12                            | 2014 | 12                                                |                             |                             |                        |                                          |                           |                                          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |   |
| 12                            | 2013 | 13                                                |                             |                             |                        |                                          |                           |                                          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |   |
| 12                            | 2012 | 14                                                |                             |                             |                        |                                          |                           |                                          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |   |
| 12                            | 2011 | 15                                                |                             |                             |                        |                                          |                           |                                          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |   |
| 12                            | 2010 | 16                                                |                             |                             |                        |                                          |                           |                                          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |   |
| 12                            | 2009 | 17                                                |                             |                             |                        |                                          |                           |                                          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |   |
| 12                            | 2008 | 18                                                |                             |                             |                        |                                          |                           |                                          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |   |
| 12                            | 2007 | 19                                                |                             |                             |                        |                                          |                           |                                          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |   |
| 12                            | 2006 | 20                                                |                             |                             |                        |                                          |                           |                                          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |   |
| Prior accident years          |      | 21                                                |                             |                             | 896                    |                                          | 8501                      | 29875                                    | 8278                      | 78       |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |   |
| Total (11 to 21)              |      | 29                                                |                             |                             | 896                    |                                          | 8501                      | 29875                                    | 8278                      | 78       |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |   |
| Line 29 expressed in sterling |      | 30                                                |                             |                             | 896                    |                                          | 8501                      | 29875                                    | 8278                      | 78       |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |          |                           |   |



**Statement in accordance with the Return**Name of Company **Churchill Insurance Company Limited**

Global Business

Financial year ended **31 December 2015**\*0101\* Modification to the Return

This return has been prepared in accordance with the Accounts and Statements Rules.

\*0301\* - Reconciliation of Net Admissible Assets to Available Capital Resources

|                                                           | <b>2015</b>   | <b>2014</b>   |
|-----------------------------------------------------------|---------------|---------------|
|                                                           | <b>£'000</b>  | <b>£'000</b>  |
| Form 13 line 89                                           | 56,174        | 82,375        |
| Form 15 line 69                                           | (42,614)      | (45,362)      |
|                                                           | <u>13,560</u> | <u>37,013</u> |
| Total capital resources after deductions (Form 3 line 79) | 13,560        | 37,013        |

\*0313\* - Reconciliation of Movement in Net Profit to Retained Profit For The Year

|                                                    | <b>2015</b>       |
|----------------------------------------------------|-------------------|
|                                                    | <b>£'000</b>      |
| Form 3 col 3 line 12 (Reserves c/f)                | 13,574            |
| Form 3 col 4 line 12 (Reserves b/f)                | (37,012)          |
| Movement in Reserves                               | (23,438)          |
| Dividend Paid during the year                      | 24,000            |
| Movement in AFS Reserves                           | 20                |
|                                                    | <u>582</u>        |
| Form 16 Line 59 -<br>Profit For The Financial Year | <u><u>582</u></u> |

\*0314\* - Request for agreement on treatment of Periodical Payment Order liabilities (PPOs) in PRA returns

Churchill Insurance Limited have Periodical Payment Order (PPO) liabilities which are awards made under the terms of the Court Act 2003. These awards involve a series of payments at fixed intervals, guaranteed for a fixed number of years or the lifetime of one or more individuals. The PPO liabilities included in the technical provisions are either in respect of annuities which have been awarded or reserves which are being held in anticipation of an obligation to pay out future annuities once an order is made by the Courts. The PPO liabilities have been treated as annuities in the PRA return, and therefore no deductions from tier one capital for 'Amounts deducted from technical provisions for discounting' have been entered on row 34 of Form 3.

\*1104\* Discounting

Provisions for claims outstanding at Form 11 line 51 are shown net of discounting for Periodical Payment Order (PPO) liabilities which are awards made under the Courts Act 2003. These awards involve a series of payments at fixed intervals, guaranteed for a fixed number of years or the lifetime of one or more individuals. The PPO liabilities included in the technical provisions are either in respect of annuities which have been awarded or reserves which are being held in anticipation of an obligation to pay out future annuities once an order is made by the Courts. These liabilities have thus been treated as annuities for the purpose of this return.

**Statement in accordance with the Return**

Name of Company **Churchill Insurance Company Limited**

Global Business

Financial year ended **31 December 2015**

\*1305\* Maximum Counterparty Limits

The Company's investment guideline regarding counterparty exposures is that the maximum exposure to any one approved counterparty is continually reviewed and set as appropriate.

\*1306\* – Exposure to Large Counterparties

The Company had no exposure to large counterparties at the year end.

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

No provision is required in respect of foreseeable adverse variations. The Company has no derivative contracts and all obligations to deliver an asset or make a payment were felt to be prudently provided in the accounts.

\*1502\* – Other Than Long Term Business Assets/Liabilities

- a) No charge has been made on the assets of the Company to secure the liabilities of any other person.
- b) There is no potential capital gains tax liability
- c) There are no guarantees, indemnities or other contractual commitments, effected other than in the ordinary course of insurance business, in respect of related companies
- d) There are no other contingent liabilities
- e) There are no fundamental uncertainties

\*1601\* – Basis of Conversion

All transactions of the Company are conducted in Sterling. Therefore, a basis of conversion of foreign currency is not applicable.

\*1700\* – Derivative Contracts

No Form 17 has been presented as the Company did not enter into any derivative contracts during the year, and no such contract was outstanding at year end.

\*20Ab\* – Risk categories

The following risk categories include contracts of insurance against risk of death or injury to passengers:

- 121 – Private motor comprehensive
- 122 – Private motor non comprehensive

**Statement in accordance with the Return**

Name of Company **Churchill Insurance Company Limited**

Global Business

Financial year ended **31 December 2015**

\*20Ae\* – Facultative Business

There is no facultative reinsurance business included.

\*20Aj\* – Authorisation Classes

During the year the company wrote no new policies of Insurance in the following classes for which it is authorised to transact business:

|            |                                          |
|------------|------------------------------------------|
| <b>121</b> | <b>Private motor – Comprehensive</b>     |
| <b>122</b> | <b>Private motor – Non-comprehensive</b> |
| <b>160</b> | <b>Household and domestic all risks</b>  |
| <b>181</b> | <b>Assistance</b>                        |
| <b>184</b> | <b>Legal expenses</b>                    |
| 114        | Personal Accident or Sickness            |
| 187        | Other personal financial loss            |
| 350        | Goods in Transit                         |

Classes **highlighted in bold** migrated to U K Insurance Limited as part of a Part VII Transfer on 10<sup>th</sup> December 2011.

The remaining classes which are not in bold, Churchill Insurance have the authority to write business but have never done so.

\*2007\* – Particulars of Material Connected Party Transactions

The Company has a group reinsurance arrangement with U K Insurance Ltd, which is a subsidiary of Direct Line Group. As at 31 December 2015 the balance was £13m (2014: £14m).

\*2100\* – Premiums or Unearned Premiums

No Form 21 has been presented as the Company did not have any premium or unearned premium during the year.

\*2202\* – Claims Management Expenses

The costs of administering claims are specifically identified within the Company's costing system and these, together with the appropriate share of support costs, make up the claims handling costs stated in the Return. Claims handling expenses are carried forward based on an estimate of the likely costs to be incurred in settling all outstanding claims. No provision is made for the cost of settling claims on proportional and non proportional treaty reinsurance business, as these costs are incurred by the reinsured.

\*2205\* – Unexpired Risk Reserve

In setting an unexpired risk reserve the Company offsets surpluses in one class of business against deficits in other classes within the same business segment on the grounds that all business classes within each business segment are managed together. In setting the reserve investment income is taken into consideration. No provision is required at 31 December 2015.

**Statement in accordance with the Return**

Name of Company      **Churchill Insurance Company Limited**

Global Business

Financial year ended      **31 December 2015**

\*3001\* \*3003\* Expected Income and Yield from Admissible Assets Covering Discounted Provisions

An adjustment for discounting has been made in the following categories:

Private Motor - Comprehensive (121)

Private Motor - Non Comprehensive (122)

The expected yield used in Form 30 is the annualised interest received on a non-compounding basis, divided by the current FV of the assets.

The method used in calculating the deduction for discounting is based on the projection of expected claims cash payments including outstanding claims and IBNR. Undiscounted cash flows are derived from the expected terms of the settlements, the assumed life expectancies, allowance for future inflation and are adjusted for the inflation agreed in the settlements. The effect of discounting is calculated as the difference between undiscounted value of these cash flows and the present value at the time of settlement or valuation date (whichever is later) of these cash flows arising using a discount rate of interest.

The rate of interest used in the discounting calculations is 4.0%.

For settled claims that are discounted, the average assumed remaining life expectancy at the end of the financial year is 44 years.

The criteria adopted for estimating the period that will elapse before claims are settled are: for each claim this is calculated as the mean of the insurer's and the claimant's expert advice on the claimant's life expectancy.

# **Supplementary Notes to the Return**

Name of Company **Churchill Insurance Company Limited**

Global Business

Financial year ended **31 December 2015**

## **Summary of major treaty reinsurers as required by Rule 9.25 (Chapter 9 'Financial Reporting - Accounts and Statements') of the Interim Prudential Sourcebook for Insurers**

| Name and address                                                                                                 | Connected                                                                         | Reinsurance premiums (refunds) £'000 | Debtor balance (Form 13.75) £'000 | Deposit received (Form 15.31) £'000 | Reinsurers' share of outstanding claims (Form 13.61) £'000 |
|------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------|--------------------------------------|-----------------------------------|-------------------------------------|------------------------------------------------------------|
| U K Insurance Ltd<br>The Wharf<br>Neville Street<br>Leeds<br>LS14AZ                                              | Churchill Insurance Company Ltd is a wholly owned subsidiary of U K Insurance Ltd |                                      |                                   |                                     | 13,044                                                     |
| AXA Liabilities Managers<br>Switzerland AG<br>Paulstrasse 9<br>Postfach 357<br>CH-8400 Winterthur<br>Switzerland | None                                                                              |                                      | 273                               |                                     | 23,590                                                     |

## **Statement in accordance with Rule \*9.26\* - Additional information on general business: Major Facultative Reinsurers**

*The company has no major facultative reinsurers*

## **Statement in accordance with Rule \*9.27\* - Information on Major General Business Reinsurance Cedants**

*The Company has no major cedants*

## **Statement in accordance with Rule \*9.32A\* - Additional information on Financial Reinsurance and Financing arrangements: general insurers.**

The Company has no financial reinsurance agreements or similar financing arrangements in place.

All major UK reinsurance arrangements are controlled centrally within Direct Line Insurance Services Limited, a fellow group subsidiary, and the procurement process is subject to strict governance and sign off procedures that are dependent on the amount of the individual reinsurance purchase. The reinsurance purchase process is also subject to regular internal and external audits.

## **Statement in accordance with Rule \*9.32\* - Additional information on Non-Facultative Reinsurance Arrangements**

*The Company has no financial reinsurance agreements or similar financing arrangements in place.*

**Statement in accordance with Rule 9.29 – Additional information on Derivative and Quasi-Derivative Contracts**

Name of Company **Churchill Insurance Company Limited**

Global Business

Financial year ended **31 December 2015**

a) The following guidelines govern the use by the Company of derivative contracts:

Agreement is required from the Investment Committee for any direct exposure to derivatives,

The use of derivatives is permitted as and when required (e.g. to help protect the Company's solvency position) and the need for this is determined from time to time by the Investment Manager in liaison with the Investment Committee and the Asset and Liability Committee (ALCO) and other appropriate individuals,

It is expressly forbidden to use derivatives for gearing purposes,

The responsibility for the administration of the investments lies with the Finance Department so as, amongst other things, to ensure that the use of derivatives is monitored independently and any unauthorised use is immediately recognised,

All margin payments are required to be authorised by the Finance Department,

At all times the distribution of assets must be within the ranges specified in the investment policy when derivatives are taken into account. For forward contracts the test is on the basis that the contracts are settled. For option contracts the test must be satisfied both assuming that the option is exercised and that the option is not exercised,

The liabilities associated with certain derivatives based products are backed by deposits, the values of which are based on the movements in the FTSE 100 Share index. The value of these deposits is guaranteed not to fall below a given level either at maturity or at certain dates during their terms. The Company has counterparty risk only. Counterparties are required to be rated at least AA for long-term deposits in accordance with the requirements of our ultimate holding company,

b) The company did not hold any exercisable derivatives.

c) There are no derivative contracts outstanding at 31 December 2015.

d) There were no provisions made against derivatives at any time during the year and only permitted derivative contracts were used.

e) No derivatives were sold during the year.

Returns under the Accounts and Statement Rules of the Interim Prudential Sourcebook for Insurers

**Statement in accordance with Rule 9.30 – Additional information on Controllers**

Name of Company                      **Churchill Insurance Company Limited**

Global Business

Financial year ended                      **31 December 2015**

The following persons have been shareholder controllers of the Company during the year ended 31 December 2015;

- |                                           |      |
|-------------------------------------------|------|
| 1) U K Insurance Limited                  |      |
| Percentage of shares in the Company held: | 100% |
| Percentage of votes in the Company held:  | 100% |
| 2) Direct Line Insurance Group Plc (DLIG) |      |
| Percentage of shares in UKI held:         | 100% |
| Percentage of votes in UKI held:          | 100% |

Name of Company

Churchill Insurance Company Limited

Global Business

Financial year ended

31 December 2015

**Certificate required by Rule 9.34 (Chapter 9 'Financial Reporting - Accounts and Statements') of the Interim Prudential Sourcebook for Insurers**

We certify that:

1 (a) the return, comprising Forms 1, 3, 11, 12, 13, 15, 16, 20A, 20, 22, 23, 30 and 32 (including the supplementary notes) and the statements required by rules 9.25, 9.26, 9.27, 9.29, 9.30, 9.32 and 9.32A, has been properly prepared in accordance with the Accounts and Statements Rules set out in part I and part IV of chapter 9 of IPRU(INS), the Interim Prudential Sourcebook for Insurers, GENPRU, the General Prudential Sourcebook and INSPRU, the Prudential Sourcebook for Insurers; and

2 (b) we are satisfied that:

- (i) throughout the financial year in question, the insurer has complied in all material respects with the requirements of the Fundamental Rules, SYSC and as well as the provisions of IPRU(INS), GENPRU and INSPRU.

The certificate required by IPRU(INS) Appendix 9.6 paragraph 1(1)(b)(ii) in respect of compliance since the end of the financial year in question with the requirements in SYSC, Fundamental Rules and the provisions of IPRU(INS), GENPRU and INSPRU and ongoing compliance has not been provided. This is because these requirements have been replaced as from 1 January 2016, the commencement date of Solvency II, so the firm is subject to a new regulatory regime.



Director



Director



Company secretary

<sup>24</sup>  
27 March 2016

## **REGULATORY REPORT: GENERAL INSURER**

### **Churchill Insurance Company Limited**

#### **Global business**

**Financial year ended 31 December 2015**

#### **Independent auditor's report to the directors pursuant to Rule 9.35 of the Interim Prudential Sourcebook for Insurers ("IPRU(INS)")**

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, 12, 13, 15, 16, 20A, 20, 22, 23, 30 and 32**, (including the supplementary notes) on pages 1 to 31 ("the Forms"); and
- the statements required by IPRU(INS) rules 9.25, 9.26, 9.27 and 9.29 on pages 32 and 33 ("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 32 and 34; and
- the certificate required by IPRU(INS) rule 9.34(1) on page 35.

Our report is provided to the directors of Churchill Insurance Company Limited in accordance with rule 9.35 of the Interim Prudential Sourcebook for Insurers. We acknowledge that our report will be provided to the PRA for the use of the PRA solely for the purposes set down by statute and the PRA's rules. Our work has been undertaken so that we might state to the insurer's directors those matters we are required to state to them in an auditor's report on an annual PRA return for an insurer and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the PRA, and the insurer, for our work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of the insurer and its auditor**

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 specified by 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 also 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.

**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 judgments made by the insurer in the preparation of the Forms and Statements.

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.

A handwritten signature in black ink that reads "Deloitte LLP". The signature is stylized, with a large, sweeping initial 'D'.

Deloitte LLP  
Chartered Accountants and Statutory Auditor  
London, United Kingdom  
24 March 2016