

THE EAST COAST MUTUAL YACHT INSURANCE ASSOCIATION LIMITED

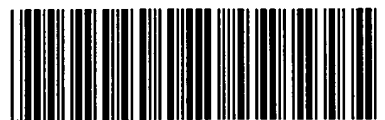
(Limited by Guarantee)
Company No. 00052231

ACCOUNTS

FOR THE YEAR ENDED

31ST DECEMBER, 2015

THURSDAY



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COMPANIES HOUSE

The East Coast Mutual Yacht Insurance Association Limited (Limited by Guarantee)

Accounts for the year ended 31st December 2015

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THE EAST COAST MUTUAL YACHT INSURANCE ASSOCIATION LIMITED
(LIMITED BY GUARANTEE)

Statement of Committee Members' Responsibilities

The Committee members are responsible for preparing the Strategic Report, Committee Members' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Committee members to prepare financial statements for each financial year. Under that law the Committee members have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law, the Committee members must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that year. In preparing these financial statements, the Committee members are required to :

- (i) select suitable accounting policies and then apply them consistently;
- (ii) make judgments and accounting estimates that are reasonable and prudent;
- (iii) state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- (iii) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Committee members are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose, with reasonable accuracy at any time, the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The East Coast Mutual Yacht Insurance Association Limited (Limited by Guarantee)

Committee Members' and Chairman's Report

The Committee members and Chairman present their annual report and financial statements for the year ended 31st December, 2015. As permitted by section 414C(11) of the Companies Act 2006, certain information is not included in the Committee Members' Report because it has instead been shown in the Strategic Report. This information is:

- Results;
- Business review and future prospects;
- Principal risks and uncertainties.

Principal Activity

The Company is a marine mutual insurance company, authorised and regulated by the Financial Conduct Authority (Register No. 401299).

Committee Members

The Committee members during the year were as shown over. At the Annual General Meeting, David Newman, Roger Daw, Geoffrey Anderson and Geoffrey Brown retire from the Committee by rotation and offer themselves for re-election.

Disclosure of information to auditors

Each Committee member at the date of this report confirms that:

- So far as each Committee member is aware, there is no relevant audit information of which the company's auditors are unaware; and;
- each Committee member has taken all steps that he ought to have taken as a Committee member in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Committee members' indemnity statement

The Committee members have the benefit of an indemnity which constitutes a 'qualifying third party indemnity provision' as defined by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is currently in force.

Auditors

The auditors, Hope Jones, have indicated their willingness to continue in office and a resolution that they be re-appointed and to fix their remuneration will be proposed at the Annual General Meeting.

Chairman's Report

Early in 2016 the Committee was saddened to receive a letter from the Chairman, Mr. David Freeman, signifying his immediate retirement from the Association for reasons of health. David's connection with the Association goes back 64 years to 1952 when, at the age of 17, he insured his first boat with us. He became a Committee member in 1977, served as Secretary for ten years and has been our Chairman for the last seventeen. I am sure all members will join me in thanking him most heartily for his hard work over that long period and for his outstanding contribution to the prosperity of the Association. We wish him well.

As a temporary measure, I have taken over the Chair, which I previously occupied for 33 years up to 1999, and a more permanent appointment will be made as soon as possible.

Your Committee is pleased to announce that there will be no increase in premium rates for 2016/17, except for the IPT which the Chancellor has raised from 6% to 9.5%.

Members are reminded that they have a duty of care to maintain their boats and rigging in good seaworthy condition and to check that their moorings are at all times sufficiently robust to withstand the strain that may be put upon them. It is also their responsibility to adjust insured values in order to keep them always at realistic amounts.

As Easter falls early this year, boats will be held covered while in commission from Thursday, 24 March 2016.

I wish you all a safe and happy season's sailing.

G. H. BROWN
Chairman
28th January 2016

Independent Auditor's Report

to the Members of The East Coast Mutual Yacht Insurance Association Limited (Limited by Guarantee)

We have audited the financial statements of The East Coast Mutual Yacht Insurance Association Limited for the year ended 31st December, 2015, which comprise the Income and Expenditure Account, the Balance Sheet, Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and FRS103 "Insurance Contracts Consolidated accounting and reporting requirements for entities in the UK and Republic of Ireland issuing insurance contracts".

This report is made solely to the company's members, as a body, in accordance with Sections 495 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Members of the Committee and Auditor

As explained more fully in the Committee Members' Responsibilities Statement, the Committee Members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the Audit of the Financial Statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Committee Members; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Committee Members' and Chairman's Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies, we consider the implications for our report.

Opinion on Financial Statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31st December, 2015 and of its surplus for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on Other Matter prescribed by the Companies Act 2006

In our opinion, the information given in the Strategic Report and the Committee Members' and Chairman's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors (committee members) remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Peter Edwards FCA (Senior Statutory Auditor)
For and on behalf of Hope Jones, Chartered Accountants
Statutory Auditor
24th February 2016

73, High Street, Lymington, Hants. SO41 9ZA

THE EAST COAST MUTUAL YACHT INSURANCE ASSOCIATION LIMITED (LIMITED BY GUARANTEE)

Income and Expenditure Account: Technical Account

Year ended 31st December, 2015

	<u>2015</u>	<u>2014</u>
Insurance contracts:		
Premiums written	79,599	80,773
Change in unearned premium provision	<u>23</u>	<u>667</u>
Premium revenue arising from contracts issued	79,622	81,440
Less: Reinsurance contracts:		
Premiums payable	17,591	18,547
Change in reinsurer's share of unearned premium provision	<u>239</u>	<u>-</u>
Premium revenue ceded to reinsurers on contracts issued	<u>17,830</u>	<u>18,547</u>
Net premium revenue	61,792	62,893
Allocated investment return transferred from the non-technical account	<u>28,914</u>	<u>25,243</u>
Total income	90,706	88,136
Less: Insurance Claims:		
Claims paid during the year	24,213	15,075
Movement in claims provision	<u>- 2,700</u>	<u>-9,435</u>
Net insurance claims	<u>21,513</u>	<u>5,640</u>
	69,193	82,496
Operating Expenses		
Printing and Stationery	1,460	749
Postage and Telephone	1,087	1,005
Office Insurance	159	127
Professional Indemnity Insurance	1,057	1,228
General Manager and Secretary's Salary and Employer's NI	31,666	30,198
Accountancy - Regulatory	828	804
- Other including Book-keeping	3,255	2,362
Audit Fee	2,040	1,850
Legal Fees	410	-
Regulatory Fees	1,270	1,420
Travel, Room Hire and Sundry Expenses	1,850	1,419
Bank Charges and Interest	364	394
Computer and Website Costs	<u>11</u>	<u>52</u>
	45,557	41,608
Surplus on the Technical Account	<u>£ 23,636</u>	<u>£ 40,888</u>

THE EAST COAST MUTUAL YACHT INSURANCE ASSOCIATION LIMITED (LIMITED BY GUARANTEE)

Income and Expenditure Account: Non-Technical Account

Year ended 31st December, 2015

	<u>Note</u>	<u>2015</u>	<u>2014</u>
Surplus on the Technical Account		23,636	40,888
Investment income	6	29,686	25,906
Net realised (losses) gains on investments at fair value		-9,463	3,904
Net unrealised gains on investments at fair value		25,821	13,872
Investment portfolio management fees		<u>-4,662</u>	<u>-2,811</u>
		41,382	40,871
Allocated investment return transferred to Technical Account		<u>28,914</u>	<u>25,243</u>
		12,468	15,628
Surplus for the year before tax		36,104	56,516
Income tax expense	9	<u>- 4,931</u>	<u>-1,593</u>
Surplus for the year transferred to Reserve Fund		31,173	54,923
Members' Reserve Fund at 1st January, 2015		744,808	689,885
Members' Reserve Fund at 31st December, 2015		<u><u>£775,981</u></u>	<u><u>£744,808</u></u>

THE EAST COAST MUTUAL YACHT INSURANCE ASSOCIATION LIMITED (LIMITED BY GUARANTEE)

Balance Sheet

31st December, 2015

	<u>Note</u>	<u>2015</u>	<u>2014</u>
<u>Assets</u>			
Financial assets - investments	13	783,019	749,652
Reinsurance assets			
Reinsurer's share of provision for unearned premiums	10	4,398	4,637
Debtors			
Other debtors – taxation		-	1,361
- other	14	18,274	10,579
Prepayments		<u>652</u>	<u>892</u>
		18,926	12,832
Other Assets			
Tangible fixed assets	15	1	1
Inventory - postage and stationery		209	228
Cash at bank		<u>42,364</u>	<u>47,988</u>
		<u>42,574</u>	<u>48,217</u>
		848,917	815,338
<u>Liabilities</u>			
Insurance contract liabilities			
Provision for unearned premiums	10	19,733	19,756
Provision for insurance claim liabilities	10	8,300	11,000
Provision for deferred tax	11	37,375	33,116
Current tax liability	12	452	826
Insurance payables – due to insured		15	382
Trade and other payables			
Taxation and Social Security		867	-
Other	16	-	593
Accruals		<u>6,194</u>	<u>4,857</u>
		<u>72,936</u>	<u>70,530</u>
Net Assets		<u>£775,981</u>	<u>£744,808</u>
Members' Reserve Fund		<u>£775,981</u>	<u>£744,808</u>

These financial statements were approved by the Committee on 28th January, 2016 and were signed on its behalf by:-

.....*G. H. Brown*.....

Chairman

G. H. BROWN

.....*P. I. Pelling*.....

Committee Member

P. I. PELLING

.....*J. E. Pelling*.....

General Manager
and Secretary

J. E. PELLING

Company Number
00052231

THE EAST COAST MUTUAL YACHT INSURANCE ASSOCIATION LIMITED (LIMITED BY GUARANTEE)

Cash Flow Statement

Year ended 31st December, 2015

	<u>2015</u>	<u>2014</u>
Cash flows from operating activities		
Surplus for the financial year	31,173	54,923
Adjustments for:		
Interest and dividends received	-29,686	-25,906
Taxation	4,931	1,593
Unrealised gains on investments	-25,821	-13,872
Realised losses(gains) on investments	9,463	-3,904
Decrease/(increase) in reinsurer's share of technical provisions	239	-
Decrease/(increase) in trade and other receivables	-6,094	4,453
Decrease/(increase) in inventories	19	510
Increase/(decrease) in technical provisions	-2,723	-10,102
Increase/(decrease) in trade and other payables	1,244	820
Net cash generated from operating activities	<u>-17,255</u>	<u>8,515</u>
Cash flows from investing activities		
Purchase of investments	-44,458	-87,426
Sale of investments	27,449	58,883
Interest and dividends received	29,686	25,906
Taxation paid on investment income and gains	-1,046	-774
Net cash from investing activities	<u>11,631</u>	<u>-3,411</u>
Net increase(decrease) in cash and cash equivalents	-5,624	5,104
Cash and cash equivalents at beginning of year	<u>47,988</u>	<u>42,884</u>
Cash and cash equivalents at end of year	<u>£42,364</u>	<u>£47,988</u>

THE EAST COAST MUTUAL YACHT INSURANCE ASSOCIATION LIMITED (LIMITED BY GUARANTEE)

Notes to the Accounts

Year Ended 31st December, 2015

1. Company information

The East Coast Mutual Yacht Insurance Association is a company limited by guarantee, incorporated in the United Kingdom. The company underwrites marine insurance risks and all contracts of insurance are written in the United Kingdom.

2. Basis of Preparation

These financial statements have been prepared in accordance with the requirements of the Companies Act 2006 relating to insurance companies and also in accordance with applicable United Kingdom accounting standards, including Financial Reporting Standard 102 – 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' ('FRS102') and 'Financial Reporting Standard 103 – Insurance Contracts Consolidated accounting and reporting requirements for entities in the UK and Republic of Ireland issuing insurance contracts' ('FRS103'). The financial statements have been prepared on the historical cost basis except for the modification to a fair value basis for certain financial instruments as specified in the accounting policies below.

This is the first year in which the financial statements have been prepared under FRS 102 and FRS 103. The transition from the previous financial reporting framework to FRS102 and FRS103 has had no effect on the Company's previously reported financial position and financial performance. The financial statements are presented in Sterling (£).

Going concern

After reviewing the company's forecasts and projections, the committee members have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. The company therefore continues to adopt the going concern basis in preparing its financial statements.

3. Significant judgements and estimates

Preparation of financial statements requires management to make significant judgements and estimates. The primary item in the financial statements where these judgements and estimates have been made is the provision for the estimated outstanding cost of claims at the accounting year end. However, it is normal to be able to obtain sufficient information from the claimant to be able to make a reasonable estimate and for there to be no material difference (when considering the sufficiency of the company's reserves) when the claim is subsequently fully paid. Claims are of a number at which close scrutiny can be given to each and every one.

4. Principal accounting policies

Premiums

The gross premiums written during the accounting year are credited to the profit and loss account and a provision is made for the premiums unearned at the balance sheet date on a time apportionment basis.

Reinsurance Contracts

The company cedes some of the insurance risk to reinsurers. The reinsurance premiums due during the accounting year are charged to the profit and loss account and a provision for the proportion relating to the period after the balance sheet date is made on a time apportionment basis.

Claims

Claims paid during the year are charged to the profit and loss account and a provision is made for the estimated outstanding cost of claims which have been notified before the end of the accounting year.

Unexpired risks provision

An unexpired risks provision is made where the estimated value of claims attributable to the unexpired periods of policies in force at the balance sheet date exceeds the unearned premiums provision in relation to such policies. In assessing the requirement for a provision, previous years' claims experience is taken into account.

THE EAST COAST MUTUAL YACHT INSURANCE ASSOCIATION LIMITED (LIMITED BY GUARANTEE)

Notes to the Accounts (continued)

Year Ended 31st December, 2015

4. Principal accounting policies (continued)

Financial assets – Investments

All investments of the company classified as fair value are designated as fair value through income at inception. Listed investments are stated at mid-market value on the balance sheet date, or on the last stock exchange trading day before the balance sheet date.

Investment Return

Interest and dividend income receivable is accounted for on a receipts basis. Realised gains or losses represent the difference between net sale proceeds and purchase price. Unrealised gains or losses on investments represent the difference between the current values of investments at the balance sheet date and the values at the previous balance sheet date or their purchase price if later, adjusting for previously recognised unrealised gains/losses on investments disposed of in the accounting period.

Allocation of Investment Return

Investment returns are credited to the non-technical account. The interest and dividend income element, net of tax, is transferred to the technical account, as the Committee take this income into account when considering premium rates to be charged, whilst gains and losses on investments are left on non-technical account, net of any provision for capital gains tax, as by their nature they are unpredictable and are not so taken into account.

Depreciation

Depreciation is provided on Office Furniture and Equipment at 25% per annum on a straight line basis.

Income tax expense

The tax expense reflects the movement in current and deferred income tax in respect of income, gains, losses and expenses. Current tax is recognised for the amount of income tax payable in respect of the taxable profit for the current or past reporting periods using the tax rates and laws that have been enacted or substantively enacted by the reporting date. Deferred income tax is recognised, using the liability method, on the difference between the cost of the Company's investments and their fair value at the end of the accounting period.

Inventory

Stock of consumables is stated at cost.

5. Capital management and risk management and control

The Company retains capital to meet four key objectives:

- (i) To ensure financial stability;
- (ii) To enable the Company's strategy to be implemented;
- (iii) To give confidence to policyholders;
- (iv) To comply with capital requirements imposed by its UK regulator, the Prudential Regulatory Authority ('PRA').

At least annually these objectives are reviewed and benchmarks are set by which to judge the adequacy of the Company's reserves. The capital position is monitored against those benchmarks to ensure that sufficient capital is available to the Company. In the event that sufficient capital is not available plans would be developed either to reduce the amount of risk accepted thereby reducing capital requirement through, for example, reinsurance, or a change in investment strategy.

Consistent with other insurers in the non-life insurance industry, the PRA imposes a capital requirement on the Company: the Minimum Capital Requirement ('MCR') as defined in the PRA regulations and reported publicly in the Company's annual PRA Return.

THE EAST COAST MUTUAL YACHT INSURANCE ASSOCIATION LIMITED (LIMITED BY GUARANTEE)

Notes to the Accounts (continued)

Year Ended 31st December, 2015

5. Capital management and risk management and control (continued)

The Company complied with all externally imposed capital requirements to which it was subject throughout the reporting period.

Risk management and control

The principal types of risk, which are detailed below, have been identified and risk appetite for each of these has been set by reference to the PRA's MCR.

The Company recognises the critical importance of having efficient and effective risk management systems in place and these take the form of:

- The Committee having clear terms of reference.
- A clear organisation structure.
- A uniform methodology of risk assessment operated with appropriate controls in place.

Insurance risk

The Company's insurance activities are primarily concerned with the pricing, accepting and management of risks from its policyholders. In accepting risks, the Company commits to paying claims and therefore these risks must be understood. The Company manages these risks through its underwriting strategy, reinsurance arrangements and proactive claims handling.

For a portfolio of insurance contracts where the theory of probability is applied to pricing and provisioning, the principal risk that the Company faces under its insurance contracts is the risk that actual claims exceed the carrying value of the Company's reserves. The risk arises from the inherent uncertainties as to the occurrence, amount and timing of insurance claims. For general insurance contracts, this is primarily represented by exposure to risks which may lead to significant claims in terms of frequency or value. These would include exposure to significant weather events impacting marine business. Procedures are in place to measure, monitor and control exposure to all these risks.

Potential new members come from recommendation by existing members, and their sailing experience and any qualifications are taken into account in assessing whether an insurance contract is offered to them. The value of a potential new member's boat is checked by reference to brokers' websites to ensure that the value is realistic and not overstated. Existing members are reminded each year that they have a duty of care to maintain their boats and rigging in good seaworthy condition, their moorings are at all times sufficiently robust and that it is their responsibility to advise the company if their insured values need to be adjusted to keep them always at realistic amounts.

Market risk

Market risk is the risk of adverse or favourable impacts due to fluctuations in bond yields, equity prices, interest rates, or exchange rates. The Company utilises the discretionary management services of stockbrokers, Brewin Dolphin to manage the Company's investment portfolio and to reduce its exposure to market risk. Securities held are listed and traded on the UK stock exchange.

6. Investment Income

	<u>2015</u>	<u>2014</u>
Income from investments and cash and cash equivalents		
- Interest income	3,859	3,307
- Dividend income	25,826	22,599
	<u>£29,686</u>	<u>£25,906</u>

7. Auditors' remuneration

	<u>2015</u>	<u>2014</u>
Audit of the company's accounts	2,040	1,850
Accounts preparation and tax compliance services	2,973	2,008
Regulatory related services	828	804
	<u>£ 5,841</u>	<u>£4,662</u>

THE EAST COAST MUTUAL YACHT INSURANCE ASSOCIATION LIMITED (LIMITED BY GUARANTEE)

Notes to the Accounts (continued)

Year Ended 31st December, 2015

8. Committee Member's Remuneration

	<u>2015</u>	<u>2014</u>
Remuneration as general manager and secretary	£30,562	£29,250

9. Income tax expense

	<u>2015</u>	<u>2014</u>
a) <u>Current year tax expense</u>		
Current year tax expense		
Corporation tax	772	1,136
Adjustment to current tax in respect of prior years	-100	-
Total current tax	672	1,136
 Deferred tax		
Deferred tax on unrealised gains on investments at fair value	4,259	457
Total deferred tax	4,259	457
 Total income tax expense	£ 4,931	£ 1,593

b) Reconciliation of tax expense

The tax assessed for the year is lower than the small profits rate of corporation tax in the UK (20%).
The differences are explained below:

	<u>2015</u>	<u>2014</u>
Surplus before tax	£36,104	£56,516
 Surplus multiplied by the small profits rate of corporation tax in the UK of 20%	7,221	11,303
Effects of:		
Adjustment to current tax in respect of prior years	-100	-
Income not subject to corporation tax (see below)	-2,190	-9,710
Total income tax expense for the year	£ 4,931	£ 1,593

As the Company is a mutual insurance company, it is not liable to tax on any surplus arising from trading with its members. Also, It is not liable to tax on unrealised gains on investments at fair value.

10. Insurance contract liabilities

a) Analysis of insurance contract liabilities

	<u>2015</u>			<u>2014</u>		
	Gross	Reinsurance	Net	Gross	Reinsurance	Net
Insurance claims liabilities	8,300	-	8,300	11,000	-	11,000
Insurance unearned premiums	19,733	- 4,398	15,335	19,756	- 4,637	14,919
	28,033	- 4,398	23,635	30,756	- 4,637	25,919

THE EAST COAST MUTUAL YACHT INSURANCE ASSOCIATION LIMITED (LIMITED BY GUARANTEE)

Notes to the Accounts (continued)

Year ended 31st December 2015

10. Insurance contract liabilities (continued)

b) Movement in insurance claims liabilities

	<u>2015</u>			<u>2014</u>		
	Gross	Reinsurance	Net	Gross	Reinsurance	Net
Balance at 1st January	11,000	-	11,000	20,435	-	20,435
Movements in claims incurred in prior accident years	6,882	-	6,882	-2,713	-	-2,713
Claims incurred in the current accident year	14,781	-	14,781	8,353	-	8,353
Claims paid during the year	-24,363	-	24,363	-15,075	-	-15,075
Balance at 31st December	<u>8,300</u>	<u>-</u>	<u>8,300</u>	<u>11,000</u>	<u>-</u>	<u>11,000</u>

c) Movement in insurance unearned premiums

	<u>2015</u>			<u>2014</u>		
	Gross	Reinsurance	Net	Gross	Reinsurance	Net
Balance at 1st January	19,756	- 4,637	15,119	20,423	- 4,637	15,786
Premiums written in the year	79,599	- 17,591	62,008	80,773	- 18,547	62,226
Premiums earned during the year	-79,622	17,830	-61,792	-81,440	- 18,547	-62,893
Balance at 31st December	<u>£19,733</u>	<u>£ - 4,398</u>	<u>£15,335</u>	<u>£19,756</u>	<u>£ - 4,637</u>	<u>£15,119</u>

11. Provision for deferred tax

	<u>2015</u>	<u>2014</u>
At 1st January	33,116	32,659
Transfer from income and expenditure: non-technical account	4,259	457
At 31st December	<u>£37,735</u>	<u>£33,116</u>

12. Current tax liability

	<u>2015</u>	<u>2014</u>
At 1st January	826	464
Amounts recorded in the income and expenditure account	672	1,136
Income tax paid	- 1,046	-774
At 31st December	<u>£ 452</u>	<u>£ 826</u>

13. Financial assets - investments

	<u>2015</u>	<u>2014</u>
At fair value through surplus or deficit		
Shares and units in OEICs	750,904	716,322
Bond funds and fixed income securities	32,115	33,330
	<u>£783,019</u>	<u>£749,652</u>

14. Other debtors - other

	<u>2015</u>	<u>2014</u>
Cash held at bank by stockbrokers	<u>£ 18,274</u>	<u>£ 10,579</u>

THE EAST COAST MUTUAL YACHT INSURANCE ASSOCIATION LIMITED (LIMITED BY GUARANTEE)

Notes to the Accounts (continued)

Year ended 31st December 2015

15. Tangible fixed assets

Office furniture and equipment

Cost

At 1st January 2015

£

849

At 31st December 2015

849

Depreciation

At 1st January 2015

848

At 31st December 2015

848

Net book value

At 31st December 2015

1

At 31st December 2014

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16. Transactions with officers

The sum of £593 was owed to the general manager and secretary as at 31st December 2014. This was repaid to her during 2015.

17. Related party transactions

Three members of the Committee had insurance policies with the Company during 2015, total premiums £671. All such transactions are carried out on an arm's length basis.