

ABERDEEN UNDERWRITING ADVISERS LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015



Registered number: 03317598

Registered office: Plantation Place, 30 Fenchurch Street, London EC3M 3AD

ABERDEEN UNDERWRITING ADVISERS LIMITED

STRATEGIC REPORT

The Directors present their strategic report of Aberdeen Underwriting Advisers Limited (the Company) for the year ended 31 December 2015.

Principal activity

The principal activity of Aberdeen Underwriting Advisers Limited (the Company) until 31 December 1998 was to act as a Lloyd's Underwriting Agent. With effect from 1 May 2004, the Company was deregistered as a Lloyd's Underwriting Agent. No business was transacted in 2015, although the inter-company balances were settled in 2014.

Results and dividends

The result after taxation attributable to shareholders was £nil (2014: nil). The Directors have not proposed a final dividend for 2015 (2014: £nil). The Directors have not paid an interim dividend in 2015 (2014: £381,819).

On behalf of the Board



D S Saker
Director
8 July 2016

ABERDEEN UNDERWRITING ADVISERS LIMITED

DIRECTORS' REPORT

The Directors present their report and the financial statements of Aberdeen Underwriting Advisers Limited (the Company) for the year ended 31 December 2015.

Directors and their interests

The Directors as set out below, held office throughout the year and up to the date of signing the financial statements were:

R J Callan (appointed 12 February 2016)
M C Carrillo (resigned 12 February 2015)
D S Saker
S M Smith (resigned 6 February 2015)
D J Willis

No Directors had any interest in the voting share capital of the Company at any time during the year.

During the year 1 January 2015 to (and including) the date of approval of this report, the Company provided its Directors and Officers with a qualifying third party indemnity, and cover under a Directors and Officers insurance policy taken out by The Hanover Insurance Group, Inc.

Company secretary

K S Shallcross (resigned 17 June 2015)
R N Barnett (appointed 12 February 2016)

Registered office

Plantation Place
30 Fenchurch Street
London EC3M 3AD

Registered number

03317598

Ultimate parent company

The Hanover Insurance Group, Inc.

Going concern basis

No material uncertainties that cast significant doubt about the ability of the Company to continue as a going concern have been identified by the Directors.

Statement of Directors' responsibilities

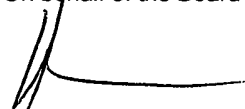
The Directors are responsible for preparing the Strategic Report, Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Directors 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 profit or loss of the company for that period. In preparing these financial statements, the Directors are required to:

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

The Directors 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.

On behalf of the Board



D S Saker
Director
8 July 2016

ABERDEEN UNDERWRITING ADVISERS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2015

The Company did not trade during the current or previous financial years and has made neither profit nor loss or any other recognised gain or loss and therefore no separate Profit and Loss Account has been presented.

BALANCE SHEET AS AT 31 DECEMBER 2015

Registered number: 03317598

	Note	2015 £	2014 £
Debtors			
Amounts owed by Group undertakings		<u>1</u>	<u>1</u>
Total assets		<u>1</u>	<u>1</u>
Capital and reserves			
Called up share capital	5,6	1	1
Profit and loss account	6	-	-
Total shareholder's funds		<u>1</u>	<u>1</u>
Total liabilities and shareholder's funds		<u>1</u>	<u>1</u>

The financial statements on pages 3 to 5 were approved by the Board of Directors on 8 July 2016 and were signed on its behalf by:



R J Callan
Director

ABERDEEN UNDERWRITING ADVISERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015

1. Basis of preparation

The financial statements have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standard 102, "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" ("FRS 102") and the Companies Act 2006.

The financial statements have been prepared on the going concern basis, under the historical cost convention and in accordance with applicable UK law and accounting standards (UK GAAP). The Company is wholly-owned by a member of The Hanover Insurance Group, Inc. (THG), a company incorporated and registered in the United States of America (Note 8), and is included in the consolidated financial statements of THG, which are publicly available. Consequently, the Company has taken advantage of the exemption from preparing a cash flow statement under the terms of FRS 102 and the exemption from the obligation to prepare and deliver group accounts under section 401 of the Companies Act 2006.

The financial statements present information about the individual entity and not as a group. The Company is also exempt under the terms of FRS 102 from disclosing related-party transactions with the ultimate parent company or any of its wholly owned subsidiaries.

2. Accounting policies

Dividends

Dividends paid or declared during the year are recognised as a reduction in equity. Dividends declared after the balance sheet date but before the financial statements are authorised are not recognised but are disclosed in the notes to the financial statements.

3. Auditors' remuneration

The auditors' remuneration in respect of the Company's financial statements for the year ended 31 December 2015 was £nil (2014: £1,800), which has been borne by a related group undertaking.

4. Directors' emoluments and staff costs

No Directors received any emoluments for their qualifying services to the Company during the year ended 31 December 2015 (2014: £nil).

There were no staff costs incurred by the Company during the year ended 31 December 2015 (2014: £nil). The Company has no employees (2013: nil).

5. Dividends paid

	2015 £	2014 £
<i>Interim dividend for the year ended</i>		
31 December 2014: £381,819 per ordinary share, paid on 13 August 2014	-	381,819

6. Called up share capital

	2015 £	2014 £
Allotted, called up and fully paid:		
1 (2014: 400,000) ordinary voting share of £1 each	1	1

7. Reconciliation of movement in reserves and shareholder's funds

	Called up share capital £	Profit and loss account £	Total £
At 1 January and 31 December 2015	1	-	1

ABERDEEN UNDERWRITING ADVISERS LIMITED
NOTES TO THE FINANCIAL STATEMENTS – YEAR ENDED 31 DECEMBER 2015

8. Ultimate parent company

The largest and smallest group of undertakings for which group accounts are prepared, and in which the results of the Company is included, is The Hanover Insurance Group, Inc. A copy of the most recent consolidated accounts is available from the website of The Hanover Insurance Group, Inc (www.hanover.com).

9. Transition to FRS 102

This is the first year that the Company has presented its results under FRS 102. The last financial statements under previous UK GAAP were for the year ended 31 December 2014. The date of transition to FRS 102 was 1 January 2014. There were no changes to the Company's profit for the financial year ended 31 December 2014 and the total shareholder's funds as at 1 January 2014 and 31 December 2014 as a result of the adoption of FRS 102.