

Registered number: 04955166

CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

**ANNUAL REPORT
YEAR ENDED
31 DECEMBER 2015**

FRIDAY



A5ARVVIH

A16

08/07/2016

#74

COMPANIES HOUSE

CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

CONTENTS

| | Page |
|--|-------------|
| Company Information | 1 |
| Directors' Report | 2 |
| Independent Auditors' Report to the Member of Catlin (Angel) Strategic Holdings Ltd | 4 |
| Statement of Profit or Loss | 6 |
| Statement of Changes in Equity | 6 |
| Statement of Financial Position | 7 |
| Notes to the Financial Statements | 8 |

CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

COMPANY INFORMATION

Director and officers at the date that the report is signed:

DIRECTORS P R Bradbrook
P A Jardine

COMPANY SECRETARY M L Rees

REGISTERED NUMBER 04955166

REGISTERED OFFICE 20 Gracechurch Street
London
EC3V 0BG

INDEPENDENT AUDITORS PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
7 More London Riverside
London
SE1 2RT

CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

DIRECTORS' REPORT YEAR ENDED 31 DECEMBER 2015

The directors present their report and the financial statements for the year ended 31 December 2015.

PRINCIPAL ACTIVITIES

Catlin (Angel) Strategic Holdings Limited ("the Company") holds a European trademark to use the Angel name on behalf of the XL Catlin Group.

DIRECTORS

Company directors who hold office at the date of this report are listed on page 1. Set out below are Directors who were appointed during the year end up to the date of this report, together with those who resigned since 1 January 2015:

| | | |
|---------------|-----------|-----------------|
| P R Bradbrook | Appointed | 19 October 2015 |
| D Primer | Resigned | 30 June 2015 |
| R Callan | Resigned | 31 October 2015 |

COMPANY SECRETARY

E Guyatt resigned as company secretary on 10 September 2015 and M L Rees was appointed on 10 September 2015.

STATEMENT OF DISCLOSURE OF INFORMATION TO THE AUDITORS

Each of the persons who is a director at the time when this Directors' Report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the Company's auditors in connection with preparing their report and to establish that the Company's auditors are aware of that information.

INDEPENDENT AUDITORS

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office and a resolution that they be reappointed will be proposed.

CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

DIRECTORS' REPORT (CONTINUED) YEAR ENDED 31 DECEMBER 2015

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the 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 Company's financial statements in accordance 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"), issued by the Financial Reporting Council and other requirements of the Companies Act 2006.

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 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; and
- 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.

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the Board and signed on its behalf by:



P R Bradbrook
Director
15 June 2016

CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBER OF CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

REPORT ON THE FINANCIAL STATEMENTS

Our opinion

In our opinion, Catlin (Angel) Strategic Holdings Limited's financial statements (the "financial statements"):

- give a true and fair view of the state of the Company's affairs as at 31 December 2015 and of its loss 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.

What we have audited

The financial statements, included within the Annual Report, comprise:

- the Statement of Profit or Loss for the year then ended;
- the Statement of Changes in Equity for the year then ended;
- the Statement of Financial Position as at 31 December 2015; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

OTHER MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBER OF CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS AND THE AUDIT

Our responsibilities and those of the directors

As explained more fully in the Statement of directors' responsibilities set out on page 3, the directors 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) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the Company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of financial statements involves

We conducted our audit in accordance with ISAs (UK & Ireland). 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 directors; and
- the overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual 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.



Matthew Nichols (Senior Statutory Auditor)
for and on behalf of
PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
London
16 June 2016

CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

**STATEMENT OF PROFIT OR LOSS
YEAR ENDED 31 DECEMBER 2015**

| | Note | 2015 £ | 2014 £ |
|---|------|---------------------|---------------------|
| Turnover | | <u>10,000</u> | <u>10,000</u> |
| OPERATING PROFIT | 2 | <u>10,000</u> | <u>10,000</u> |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | | 10,000 | 10,000 |
| Tax on result on ordinary activities | 4 | <u>(2,025)</u> | <u>(2,149)</u> |
| PROFIT FOR THE FINANCIAL YEAR | | <u><u>7,975</u></u> | <u><u>7,851</u></u> |

**STATEMENT OF CHANGES IN EQUITY
YEAR ENDED 31 DECEMBER 2015**

| | Called up share capital | Profit and loss account | Total |
|--------------------------------|----------------------------|----------------------------|----------------------|
| | £ | £ | £ |
| Balance as at 1 January 2014 | 1,000 | 34,177 | 35,177 |
| Profit for the year | - | 7,851 | 7,851 |
| Balance as at 31 December 2014 | <u>1,000</u> | <u>42,028</u> | <u>43,028</u> |
| Profit for the year | | 7,975 | 7,975 |
| Balance as at 31 December 2015 | <u><u>1,000</u></u> | <u><u>50,003</u></u> | <u><u>51,003</u></u> |

CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2015**

| | Note | 2015 £ | 2014 £ |
|--|------|---------------|---------------|
| CURRENT ASSETS | | | |
| Debtors | 5 | 70,000 | 60,000 |
| CREDITORS: amount falling due within one year | 6 | (18,997) | (16,972) |
| | | <u>51,003</u> | <u>43,028</u> |
| NET CURRENT ASSETS | | | |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>51,003</u> | <u>43,028</u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 7 | 1,000 | 1,000 |
| Profit and loss account | | <u>50,003</u> | <u>42,028</u> |
| TOTAL SHAREHOLDERS FUNDS | | <u>51,003</u> | <u>43,028</u> |

The financial statements on pages 6 to 12 were approved by the Board of Directors and signed on its behalf by:



P R Bradbrook
Director
15 June 2016

CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2015

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

These financial statements have been prepared on the going concern basis, in accordance with applicable UK accounting standards including Financial Reporting Standard 102 - "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" ("FRS 102") issued by the Financial Reporting Council and in compliance with the other requirements of the Companies Act 2006.

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the previous years presented, unless otherwise stated. The Company has adopted FRS 102 in these financial statements. Details of the transition to FRS 102 is disclosed in note 10.

1.2 Exemption from preparing Cash flow Statement

The Company has availed itself of the exemption under FRS 102 section 1 on 'Reduced disclosures for subsidiaries' on the grounds that it is a wholly-owned subsidiary whose ultimate parent is XL Group plc (incorporated in the Republic of Ireland) which prepares a group consolidated cash flow statement in its group consolidated financial statements that are publicly available.

1.3 Exemption from disclosing related party transactions

As the Company is a wholly-owned subsidiary whose ultimate parent XL Group plc (incorporated in the Republic of Ireland), the Company has taken advantage of the exemption contained in FRS 102 section 33 'Related Party Disclosures' from disclosing related party transactions with entities which form part of the XL Group plc.

1.4 Investments

Investments held as fixed assets are shown at cost less provision for impairment.

CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2015

1. ACCOUNTING POLICIES

1.5 Foreign currencies

The Company's financial statements are presented in pound sterling which is the same as its functional currency. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the Balance Sheet date. Non-monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the time of the original transactions and are not re-translated at each year end. Transactions in foreign currencies are translated into sterling at the previous month's closing rates as a proxy for the transactional rates. Exchange gains and losses are recognised in the Statement of Profit or Loss.

1.6 Taxation

Taxation expense for the period comprises current and deferred tax recognised in the year. Tax is recognised in the statement of profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is also recognised in other comprehensive income or directly in equity, respectively.

Current tax is the amount of income tax payable in respect of the taxable profit for the year or prior years and is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the year end.

Deferred tax arises from timing differences that are differences between taxable profits and total comprehensive income as stated in the financial statements. These timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements. Deferred tax is recognised on all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are only recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2015

2. OPERATING LOSS

The operating profit/(loss) is stated after charging the following:

The auditor's remuneration for the year £1,153 (2014: £2,262) has been borne by another group Company.

3. STAFF COSTS

The Company has no employees.

The Company incurred no staff costs during the year (2014: £nil).

4. TAX ON PROFIT ON ORDINARY ACTIVITIES

| | 2015 £ | 2014 £ |
|--|--------------|--------------|
| UK corporation tax charge on profit for the year | <u>2,025</u> | <u>2,149</u> |

Reconciliation of tax charge

The tax assessed for the year is the same as (2014: the same as) the standard rate of corporation tax in the UK of 20.25% (2014: 21.5%) as explained below:

| | 2015 £ | 2014 £ |
|--|---------------------|---------------------|
| Profit on ordinary activities before tax | <u>10,000</u> | <u>10,000</u> |
| Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20.25% (2014: 21.5%) | <u>2,025</u> | <u>2,149</u> |
| Current tax charge for the year | <u>2,025</u> | <u>2,149</u> |

The main rate of UK Corporation tax is 20.25% in 2015 (2014: 21.5%). The reduction in the main corporation tax rate to 21% from 1 April 2014 was enacted in Finance Act 2013. A further reduction in the main corporation tax rate to 20% from 1 April 2015 was also enacted in Finance Act 2013. In the Summer Finance Act 2015 further tax rate changes were enacted of 19% from 1 April 2017 and 18% from 1 April 2020. In the March 2016 Budget, a further reduction to 17% with effect from 1 April 2020 was announced.

To the extent available, corporation tax payable/receivable will be group relieved at full value. The assessment of group relief will be completed at the time of the filing the appropriate tax returns.

CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

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

5. DEBTORS

| | 2015 | 2014 |
|------------------------------------|----------------------|----------------------|
| | £ | £ |
| Amounts owed by group undertakings | <u>70,000</u> | <u>60,000</u> |

Amounts owed by group undertakings are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

**6. CREDITORS:
Amounts falling due within one year**

| | 2015 | 2014 |
|-----------------------------------|----------------------|----------------------|
| | £ | £ |
| Amount owed to group undertakings | 14,472 | 9,998 |
| Corporation tax | 2,025 | 2,149 |
| Other Creditors | - | 2,325 |
| Deferred income | 2,500 | 2,500 |
| | <u>18,997</u> | <u>16,972</u> |

Amount owed to group undertakings are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

CATLIN (ANGEL) STRATEGIC HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2015

7. CALLED UP SHARE CAPITAL

| | 2015 £ | 2014 £ |
|---|--------------|--------------|
| Allotted, called up and fully paid | | |
| 1,000 - Ordinary shares of £1 each | 1,000 | 1,000 |
| | <u>1,000</u> | <u>1,000</u> |

8. POST BALANCE SHEET EVENTS

XL Group plc is proposing to change its place of incorporation to Bermuda from Ireland. This change is a natural step towards the continuous increase to the operational efficiency of the group as its presence in Bermuda has grown significantly following the transformative transaction with Bermuda-based Catlin last year, with a significant portion of the business already located in Bermuda.

The move to Bermuda is viewed as feasible due to its long-established regulatory expertise in the insurance sector and is home to many of the world's largest global insurance and reinsurance companies.

9. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The Company is a wholly-owned subsidiary of Catlin Holdings Limited, a Company registered in England and Wales.

The Company's ultimate parent undertaking is XL Group plc, a Company incorporated in the Republic of Ireland. XL Group plc is the parent Company of the smallest and largest group of undertakings for which the group financial statements are drawn up.

The results of the Company are consolidated within the financial statements of XL Group plc. Copies of the audited financial statements of both parent undertakings' can be obtained from the Company Secretary, XL House, 70 Gracechurch Street, London, EC3V 0XL.

10. 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 would have been no change to previously reported results under FRS 102 compared to under previous UK GAAP.