

Surestone Reinsurance Limited

Condensed General Purpose Financial Statements

Financial Year Ended 31 March 2022

DIRECTORS AND OTHER INFORMATION

Board of Directors

P W H James
M de Lecq Marguerie (resigned on 14 July 2022)
C Feathers
P Jewell (resigned on 14 July 2022)
R T Paton
J Tweedie

Secretary, Advisors and Registered Office

Ocorian Services (Bermuda) Limited
Victoria Place, 5th Floor
31 Victoria Street
Hamilton HM10
Bermuda.

Business Address

Victoria Place, 5th Floor
31 Victoria Street
Hamilton HM10
Bermuda.

Principal Banker

HSBC Bermuda
Harbourview Centre
37 Front Street
Hamilton HM 11
Bermuda

Principal Representative

Aon Insurance Managers (Bermuda) Ltd
Point House
6 Front Street
Hamilton HM11
Bermuda

Company Registration Number

28484

The directors present the condensed financial statements of Surestone Reinsurance Limited ("the Company") for the year ended 31 March 2022.

Principal activities, review of the business and future developments

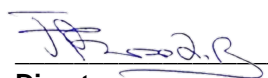
The Company was licensed as a Class 3A reinsurer effective 1 January 2009 under the Bermuda Insurance Act 1978 and related rules and regulations (the "Act") and commenced underwriting on 29 December 2000.

Based in Bermuda, the Company offers quota share reinsurance coverage for property and casualty risks located in the UK and Ireland. Effective from 1 April 2016, the Company commenced a direct credit insurance agreement, however, this agreement was cancelled *ab initio* in May 2019. To better manage the insurance risks, the Company retrocedes a third of the assumed risks effective from 1 April 2016.


Events after the year end

The Company entered into two separate commutation agreements with a cedant and a retrocessionaire at post year end. The effects from both commutation agreements are disclosed in Note 16 on page 10 of these financial statements.

On behalf of the board



Director



Director

CONDENSED BALANCE SHEET

As at 31 March 2022
(Expressed in Sterling)

LINE No.	ASSETS	2022 GBP	2021 GBP
1.	CASH AND CASH EQUIVALENTS	1,403,606	2,435,799
2.	QUOTED INVESTMENTS:		
(a)	Bonds and Debentures		
(i)	Held to maturity	-	-
(ii)	Other	-	-
(b)	Total Bonds and Debentures	-	-
(c)	Equities		
(i)	Common stocks	-	-
(ii)	Preferred stocks	-	-
(iii)	Mutual funds	-	-
(d)	Total equity investments	-	-
(e)	Other quoted investments	-	-
(f)	Total quoted investments	-	-
3.	UNQUOTED INVESTMENTS		
(a)	Bonds and Debentures		
(i)	Held to maturity	-	-
(ii)	Other	-	-
(b)	Total Bonds and Debentures	-	-
(c)	Equities		
(i)	Common stocks	-	-
(ii)	Preferred stocks	-	-
(iii)	Mutual funds	-	-
(d)	Total equity investments	-	-
(e)	Other unquoted investments	-	-
(f)	Total unquoted investments	-	-
4.	INVESTMENT IN AND ADVANCES TO AFFILIATES		
(a)	Unregulated entities that conduct ancillary services	-	-
(b)	Unregulated non-financial operating entities	-	-
(c)	Unregulated financial operating entities	-	-
(d)	Regulated non-insurance financial operating entities	-	-
(e)	Regulated insurance financial operating entities	-	-
(f)	Total investments in affiliates	-	-
(g)	Advance to affiliates	9,191,497	9,098,164
(h)	Total investments in and advances to affiliates	9,191,497	9,098,164
5.	INVESTMENT IN MORTGAGE LOANS ON REAL ESTATE		
(a)	First liens	-	-
(b)	Other than first liens	-	-
(c)	Total investment in mortgage loans on real estate	-	-
6.	POLICY LOANS	-	-
7.	REAL ESTATE		
(a)	Occupied by the company (less encumbrances)	-	-
(b)	Other properties (less encumbrances)	-	-
(c)	Total real estate	-	-
8.	COLLATERAL LOANS	-	-
9.	INVESTMENT INCOME DUE AND ACCRUED	602,464	412,114
10.	ACCOUNTS AND PREMIUMS RECEIVABLE		
(a)	In course of collection	-	-
(b)	Deferred - not yet due	-	-
(c)	Receivables from retrocessional contracts	-	-
(d)	Total accounts and premiums receivable	-	-
11.	REINSURANCE BALANCES RECEIVABLE		
(a)	Foreign affiliates	-	-
(b)	Domestic affiliates	-	-
(c)	Pools & associations	-	-
(d)	All other insurers	13,128,220	17,110,868
(e)	Total reinsurance balance receivable	13,128,220	17,110,868
12.	FUNDS HELD BY CEDING REINSURERS	7,382,699	6,886,422
13.	SUNDRY ASSETS		
(a)	Derivative instruments	-	-
(b)	Segregated accounts - Long-Term business - variable annuities	-	-
(c)	Segregated accounts - Long-Term business - other	-	-
(d)	Segregated accounts - General business	-	-
(e)	Deposit assets	-	-
(f)	Deferred acquisition costs	-	-
(g)	Net receivable for investments sold	-	-
(h)	Prepayment	-	14,181
(i)	Other sundry assets 2	-	-
(j)	Other sundry assets 3	-	-
(k)	Total sundry assets	-	14,181
14.	LETTERS OF CREDIT, GUARANTEES AND OTHER INSTRUMENTS		
(a)	Letters of credit	-	-
(b)	Guarantees	-	-
(c)	Other instruments	-	-
(d)	Total letters of credit, guarantees and other instruments	-	-
15.	TOTAL	31,708,486	35,957,548

CONDENSED BALANCE SHEET

As at 31 March 2022
(Expressed in Sterling)

TOTAL INSURANCE RESERVES, OTHER LIABILITIES AND CAPITAL AND SURPLUS		
LINE No.	2022 GBP	2021 GBP
16. UNEARNED PREMIUM RESERVE		
(a) Gross unearned premium reserves	961,238	2,619,135
(b) Less: ceded unearned premium reserve		
(i) Foreign affiliates	-	-
(ii) Domestic affiliates	-	-
(iii) Pools & associations	-	-
(iv) All other reinsurers	322,536	944,597
(c) Total ceded unearned premium reserves	322,536	944,597
(d) Net unearned premium reserves	638,702	1,674,538
17. LOSS AND LOSS EXPENSES PROVISIONS		
(a) Gross loss and loss expense provisions	4,405,118	9,884,613
(b) Less: Reinsurance recoverable balance		
(i) Foreign affiliates	-	-
(ii) Domestic affiliates	-	-
(iii) Pools & associations	-	-
(iv) All other reinsurers	1,294,142	3,187,755
(c) Total reinsurance recoverable balance	1,294,142	3,187,755
(d) Net loss and loss expense provisions	3,110,976	6,696,858
18. OTHER GENERAL BUSINESS INSURANCE RESERVES	50,452	557,172
19. TOTAL GENERAL BUSINESS INSURANCE RESERVES	3,800,130	8,928,567
OTHER LIABILITIES		
28. INSURANCE AND REINSURANCE BALANCES PAYABLE	6,065,950	6,304,865
29. COMMISSION, EXPENSES, FEES AND TAXES PAYABLE	-	-
30. LOANS AND NOTES PAYABLE	-	-
31. (a) INCOME TAXES PAYABLE	-	-
(b) DEFERRED INCOME TAXES	-	-
32. AMOUNTS DUE TO AFFILIATES	-	-
33. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	1,169,868	249,574
34. FUNDS HELD UNDER REINSURANCE CONTRACTS	21,144,842	15,794,113
35. DIVIDENDS PAYABLE	-	-
36. SUNDRY LIABILITIES:		
(a) Derivative instruments	-	-
(b) Segregated accounts companies	-	-
(c) Deposit liabilities	-	-
(d) Net payable for investments purchased	-	-
(e) Other sundry liabilities 1	-	-
(f) Other sundry liabilities 2	-	-
(g) Other sundry liabilities 3	-	-
(h) Total sundry liabilities	-	-
37. LETTERS OF CREDIT, GUARANTEES AND OTHER INSTRUMENTS		
(a) Letters of credit	-	-
(b) Guarantees	-	-
(c) Other instruments	-	-
(d) Total letters of credit, guarantees and other instruments	-	-
38. TOTAL OTHER LIABILITIES	28,380,660	22,348,551
39. TOTAL INSURANCE RESERVES AND OTHER LIABILITIES	32,180,790	31,277,119
CAPITAL AND SURPLUS		
40. TOTAL CAPITAL AND SURPLUS	(472,304)	4,680,429
41. TOTAL	31,708,486	35,957,548

CONDENSED STATEMENT OF INCOME

As at 31 March 2022
(Expressed in Sterling)

LINE No.	2022 GBP	2021 GBP
GENERAL BUSINESS UNDERWRITING INCOME		
1. GROSS PREMIUMS WRITTEN		
(a) Direct gross premiums written	-	-
(b) Assumed gross premiums written	(3,982,194)	620,466
(c) Total gross premium written	(3,982,194)	620,466
2. REINSURANCE PREMIUMS CEDED	(576,142)	611,956
3. NET PREMIUMS WRITTEN	(3,406,052)	8,510
4. INCREASE/(DECREASE) IN UNEARNED PREMIUMS	1,035,836	3,507,719
5. NET PREMIUMS EARNED	(2,370,216)	3,516,229
6. OTHER INSURANCE INCOME	(141,324)	547,990
7. TOTAL GENERAL BUSINESS UNDERWRITING INCOME	(2,511,540)	4,064,218
GENERAL BUSINESS UNDERWRITING EXPENSES		
8. NET LOSS INCURRED AND NET LOSS EXPENSE INCURRED	1,529,272	5,117,986
9. COMMISSIONS AND BROKERAGE	7,431	107,784
10. TOTAL GENERAL BUSINESS UNDERWRITING EXPENSES	1,536,703	5,225,770
11. NET UNDERWRITING INCOME/(LOSS) - GENERAL BUSINESS	(4,048,243)	(1,161,552)
UNDERNOTED ITEMS		
30. OPERATING EXPENSE		
(a) General and administration	1,277,703	593,086
(b) Personnel cost	-	-
(c) Other	-	-
(d) Total operating expenses	1,277,703	593,086
31. INVESTMENT INCOME - NET	188,823	262,856
32. OTHER INCOME	(6,265)	(28,561)
33. INCOME/(LOSS) BEFORE TAXES	(5,143,388)	(1,520,343)
34. INCOME TAXES (IF APPLICABLE)		
(a) Current	-	-
(b) Deferred	-	-
(c) Total	-	-
35. INCOME/(LOSS) BEFORE REALIZED GAINS (LOSSES)	(5,143,388)	(1,520,343)
36. REALIZED GAINS (LOSSES)	(3,047)	683
37. INTEREST CHARGES	-	-
38. NET INCOME/(LOSS)	(5,146,435)	(1,519,659)

CONDENSED STATEMENT OF CAPITAL AND SURPLUS

As at 31 March 2022
(Expressed in Sterling)

LINE No.	2022 GBP	2021 GBP
1. CAPITAL		
(a) Capital Stock		
(i) Common Shares: Authorized shares of par value each issued and fully paid shares	84,507	84,507
(ii)		
(A) Preferred Shares: Authorized shares of par value each issued and fully paid shares	-	-
(B) Preferred shares issued by a subsidiary: Authorised shares of par value each issued and fully paid shares	-	-
(iii) Treasury shares Repurchased shares of par value each issued and fully paid	-	-
(b) Contributed surplus	<u>37,717,538</u>	<u>37,717,538</u>
(c) Any other fixed capital		
(i) Hybrid capital instruments	-	-
(ii) Guarantees and others	-	-
(iii) Total any other fixed capital	<u>-</u>	<u>-</u>
(d) Total Capital	<u>37,802,045</u>	<u>37,802,045</u>
2. DEFICIT:		
(a) Deficit - Beginning of Year	(33,121,616)	(31,601,957)
(b) Add: Income(Loss) for the year	(5,146,435)	(1,519,659)
(c) Less: Dividends paid and payable	-	-
(d) Add (Deduct) change in unrealized appreciation (depreciation) of investments	-	-
(e) Add (Deduct) change in any other surplus	<u>(6,298)</u>	<u>-</u>
(f) Deficit - End of Year	<u>(38,274,349)</u>	<u>(33,121,616)</u>
3. MINORITY INTEREST	<u>-</u>	<u>-</u>
4. TOTAL CAPITAL AND SURPLUS / (DEFICIT)	<u>(472,304)</u>	<u>4,680,429</u>

NOTES TO CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS

Matters to be set forth in Notes to the Financial Statements

1. Surestone Reinsurance Limited (the "Company") is a wholly-owned subsidiary of Surestone Insurance Holdings Limited and ultimately owned by Primary Group Holdings 1 Limited, a company incorporated in Bermuda. In the opinion of the directors, the ultimate controlling party at 31 March 2022 is Mr P W H James.
2. The Company provides quota share reinsurance protection for risks located in the UK and Ireland. The Company entered into run off from 1 April 2019.
3. The Company's condensed general purpose financial statements have been prepared in conformity with the financial reporting provisions of the Insurance Act 1978, amendments thereto and the Insurance Account Rules 2016 with respect to Condensed General Purpose Financial Statements (the "Legislation"). The condensed general purpose financial statements are based upon accounting principles generally accepted in the United States ("US GAAP") but are in accordance with the reporting requirements of the Legislation, which varies in certain respects from the US GAAP. The more significant variances are as follows:
 - A statement of cash flow is not included;
 - A statement of comprehensive income is not included;
 - The presentation and classification of financial statement line items is in accordance with Schedules IX and XI of the Insurance Account Rules 2016 and differ from the expected presentation and classification under the US GAAP; and
 - The notes included in the condensed general purpose financial statements have been prepared in accordance with Schedule X of the Insurance Account Rules 2016 and exclude certain information required under US GAAP.

The condensed general purpose financial statements have been prepared on a going concern basis.

The Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. In forming this view, the Directors have reviewed the forecasts for the next 24 months, which take account of reasonably foreseeable changes in key risks facing the business and along with its capital projections and letter of support from Surestone Insurance Holdings Limited (the "immediate Parent") confirming its intentions to provide financial support in order to enable SRL to meet its liabilities as they fall due for the 12 months subsequent to the release of these condensed financial statements.

The Directors have concluded that there are no material uncertainties that cast significant doubt over the Company's ability to continue as a going concern.

4. The significant accounting policies of the Company are as set out below:

Premiums

Premiums written relate to business incepted during the financial year, in conjunction with any differences between booked premiums for prior years and those previously accrued. Premiums written include estimates of premiums due but not received or notified, less an allowance for cancellations. Premiums are accredited to earnings on a pro rata basis over the term of the related policy, with the exception of those contracts where the period of risk differs significantly from the contract period. In these circumstances, premiums are recognised over the period of risk in proportion to the amount of insurance protection provided. Premiums are shown net of commission, premium taxes and other levies on premiums.

Unearned premiums

The proportion of written premiums that relate to unexpired terms of policies in force at the balance sheet date is deferred as a provision for unearned premiums, generally calculated on a time apportioned basis, however, some are driven by non-linear earnings patterns. The movement in the provision is taken to the statement of income in order that revenue is recognised over the period of the risk.

Loss and loss expense incurred

Loss and loss expense incurred comprise of claims and claims handling costs paid in the year and changes in the provisions for outstanding claims. This includes provisions for claims incurred but not

NOTES TO CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

Matters to be set forth in Notes to the Financial Statements – Continued

reported and related expenses; together with any adjustments to claims from prior years. Claims handling costs are mainly those external costs related to the negotiations and settlement of claims.

Loss and loss expense provision

Loss and loss expense provision represent the estimated ultimate cost of settling all claims (including direct and indirect claims settlement costs) arising from events which have occurred up to the balance sheet date. This includes provision for claims incurred but not reported, less any amounts paid in respect of those claims. It is not the policy of the Company to discount its liabilities for unpaid claims.

In the event that an incurred but not reported (IBNR) loss can be reasonably estimated and it is probable that a claim will be asserted, the expense and liability should be recognised. IBNR is largely an estimate of loss and claim adjustment expenses associated with future likely claims activity based on historical actual results that establish a reliable pattern. This pattern is used to estimate IBNR amounts and the timing of those amounts for financial statement purposes.

Premium Deficiency

A premium deficiency occurs if the sum of anticipated losses and loss adjustment expenses, deferred acquisition costs and anticipated investment income exceed unearned premiums. A premium deficiency is recorded by charging any deferred acquisition costs to expense to the extent required in order to eliminate the deficiency. If the premium deficiency exceeds deferred acquisition costs, then a liability is accrued for the excess deficiency.

Reinsurance

The Company enters into reinsurance contracts in the normal course of business in order to limit the potential for losses arising from certain exposures. Outwards reinsurance premiums are accounted for in the same period as the related premiums for the direct or inwards business being reinsured. Reinsurance liabilities comprise premiums payable for outwards reinsurance contracts and are recognised as an expense when due.

Reinsurance assets include balances due from reinsurance companies for incurred losses. Reinsurance assets are measured consistently with the amounts associated with the underlying insurance contract and in accordance with the terms of the reinsurance contract. Reinsurance reserves are recorded as an asset unless a right of set-off exists, in which case the associated liabilities are reduced to take account of the reinsurers' share.

Reinsurance assets are subject to impairment testing and the carrying amount is reduced to its recoverable amount. The impairment loss is recognised as an expense in the condensed statement of income. The asset is impaired if objective evidence is available to suggest that it is probable that the Company will not be able to collect the amounts due from reinsurers.

Commission income

The Company enters into a quota share reinsurance contract that contains commission adjustment features for the binder years of 2016, 2017 and 2018. The provisional commissions paid for each binder year are subject to sliding scale adjustments. Any adjusted amounts to the provisional commission for each binder year are part of premium written.

Investment income

Investment income represents interest earned from cash in bank and lending made to a fellow group company.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

5. The bases for premium recognition and investment income are set out in note 4 above.
6. Monetary assets and liabilities in foreign currencies are expressed in Sterling at exchange rates ruling at the balance sheet date. Non-monetary assets and liabilities are translated into Sterling at historical rates of exchange. Income and expenses in foreign currencies are translated into Sterling at either rates of exchange ruling at the date on which the transactions occur or at a fixed rate and translated

NOTES TO CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

Matters to be set forth in Notes to the Financial Statements – Continued

at the year-end to reflect an average rate. Any exchange differences arising on transactions in foreign currencies during the year are included in the condensed statement of income.

7. There are no foreign exchange control restrictions affecting the assets of the Company.
8. There are no material contingencies or commitments at the balance sheet date.
9. The Company did not issue any securities or enter any credit agreements during the financial year.
10. The Company does not have any preferred cumulative shares.
11. There was no loan made by the Company to any director or officer of the Company outside the ordinary course of business during the financial year.
12. The Company has no employee during this financial year.
13. The Company has no open investment positions that are fair valued as at 31 March 2022.
14. Not applicable.
15. The Company is a wholly-owned subsidiary of Surestone Insurance Holdings Limited and ultimately owned by Primary Group Holdings 1 Limited.

The Company utilise the services provided by Surestone Insurance DAC for its day-to-day financial and risk management functions.

A number of transactions are entered into with related parties in the normal course of business. These include receivables and payables.

The Company has a receivable due from its immediate parent company, Surestone Insurance Holdings Limited. As at 31 March 2022 the balance was £9,191,497 (2021: £9,098,164). The Company earned £169,640 (2021: Nil) interest from the Intercompany receivable balance.

The operating expenses incurred during the year amounts to £1,269,738 (2021: £593,086). The balance primarily consists of £870k legal fees related to arbitration, £200k professional services fees and £90k service fee to SureStone Insurance dac.

16. The Company entered into two separate commutation agreements at post year end with Munich Re and Sinosafe General Insurance Company which generated losses of £3.7m and £1.28m, they were recorded in this financial statements in gross written premium and incurred losses respectively.
17. At 31 March 2022, the Company's available capital and surplus was insufficient to comply with the required minimum margin of solvency and the Company's liquidity ratio was also breached. PGL provided a deed of indemnity through SIHL for the additional insurance liabilities that arose from the commutation with Munich Re on 30 November 2022, which duly remediated these technical deficiency. As at the date of the approval of these financial statements, the Company is in a solvent position.

The Company is aware that the BMA will impose late filing fees. The Company has accrued 23.1k to cover for late filing fees for the year ended March 31, 2022. As of the date of the of these statements, the BMA has not requested payment for this fees.

NOTES TO CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS – CONTINUED

Matters to be set forth in Notes to the Statement of Capital and Surplus

- 1(a) Authorized, issued and fully paid 120,000 common shares at par value US\$1 each. The total US dollar value is translated into £84,507 by using the historical GBP/USD exchange rate of 1.42.
- 1(b) Contributed surplus of nil (2021: £2.1m) was received from the Parent company during the year.
- 2(c) No dividend has been paid or is proposed for the year.

NOTES TO CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS – CONTINUED

Matters to be set forth in Notes to the Balance Sheet

- 1-3. Not applicable.
4. Refer to Note 15 under Notes to Financial Statements section.
- 5-8. Not applicable.
9. Other assets of £432,824 (2021: £412,114) relating to accrued interest from 2% margin due to the Company from the reinsurance contract and £169,640 (2021: Nil) relates to the accrued interest from the Intercompany receivable balance.
10. Not applicable.
11. All reinsurance balances receivables are not collateralised.
12. The deposit assets primarily consist of £5,760,982 (2021: £5,264,704) funds receivable from the retrocessionaire, £1,000,000 (2021: £1,000,000) and £490,000 (2021: £490,000) float account balances with UK General Insurance Limited and One Commercial Limited respectively.
- 13-14. Not applicable.
16. Refer to Note 4 under Notes to Financial Statements section.
- 17(a). Movement in the loss and loss expense provisions for the current year can be seen in the table below:

	2022	2021
Gross loss and loss expense provisions at beginning of year	9,884,613	14,102,347
Less: Reinsurance recoverable at beginning of year	(3,187,755)	(4,257,913)
Net loss and loss expense provisions at beginning of year	6,696,858	9,844,434
Net losses incurred and net loss expenses incurred related to:		
Current year	0	0
Prior years	1,529,272	5,117,986
Total net incurred losses & loss expenses	1,529,272	5,117,986
Net losses and loss expenses paid or payable related to:		
Current year	-	-
Prior years	(5,115,154)	(8,265,562)
Total losses and loss expenses paid or payable	(5,115,154)	(8,265,562)
Net loss and loss expense provisions at end of year	3,110,976	6,696,858
Add: Reinsurance recoverable at end of year	1,294,142	3,187,755
Gross loss and loss expense provisions at end of year	4,405,118	9,884,613

- 17(b). The reduction in net losses incurred is primarily due to (1) improvements on event cancellation and wedding related to Covid 19; (2) the continued run off of the book; and (3) loss incurred from entering into Sinofair commutation agreement.

No additional premiums or return premiums have been accrued as a result of prior year effects.

- 17(c). The entire amount of the gross loss and loss expense provision of £4,405,118 (2021: £9,884,613) is unsecured.

NOTES TO CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

Matters to be set forth in Notes to the Balance Sheet – Continued

- 20. Refer to Note 4 under Notes to Financial Statements section.
- 21. Refer to Note 4 under Notes to Financial Statements section.
- 22-27. Not applicable.
- 28. There are no balances payable to the Company's affiliates.
- 29. No unearned commission as they are netted off with unearned premium.
- 30-32. Not applicable.
- 33. The accrued liability of £1,169,868 (2021: £249,574) is split into general accrual of £1,025,593 and interest credit due to the company's retrocessionaire of £144,275.
- 34. This is the funds held payable to the cedant of £21,144,842 (2021: negative balance £15,794,113).
- 35-37. Not applicable.

NOTES TO CONDENSED GENERAL PURPOSE FINANCIAL STATEMENTS – CONTINUED

Matters to be set forth in Notes to the Statement of Income

- 6. This balance is the loss recognised from a full and final settlement of a legacy balance with a cedent. Prior year comparison is the gain recognised from Parent borne expense for the catastrophe excess of loss reinsurance cover.
- 15. Not applicable.
- 32. This balance is the interest expense payable to the company's retrocessionaire.
- 36. The Company had a foreign exchange loss of £3,047 (2021: gain of £683) for the financial year.