

Company registration number (England and Wales) 7382708

FIDENTIA 500 LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

WEDNESDAY



A13 *A4E5GWNS* 19/08/2015 #324
COMPANIES HOUSE

www.humph.co.uk

FIDENTIA 500 LIMITED

CONTENTS

	Page
Company information	1
Strategic report	2
Report of the directors	3
Independent auditors' report	4
Profit and loss account	5 - 6
Balance sheet	7 - 8
Cash flow statement	9
Accounting policies	10 - 12
Notes to the financial statements	13 - 21

FIDENTIA 500 LIMITED

COMPANY INFORMATION

COMPANY PERSONNEL

Directors	S A R Wharmby Fidentia Trustees Limited
Company Secretary	Fidentia Nominees Limited

COMPANY ADDRESSES

Registered office	3 Castlegate Grantham Lincolnshire NG31 6SF
Member's agent	Alpha Insurance Analysts Limited 107 Fenchurch Street London EC3M 5JF
Auditors	Humphrey & Co 7 - 9 The Avenue Eastbourne East Sussex BN21 3YA
Administrator	Fidentia Services LLP 3 Castlegate Grantham, Lincolnshire NG31 6SF

FIDENTIA 500 LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2014

The directors present their strategic report for the year ended 31 December 2014

Review of the business

The principal activity of the Company in the year under review was that of a corporate underwriting member of Lloyd's

The result for the year is in respect of the 2014 annual accounting year, which consists of movements in the 2012, 2013 and 2014 years of account as well as any 2011 and prior run-off years. Gross premiums written decreased from £598,247 to £583,445 compared to the previous year and the overall balance in the technical account increased from £56,182 to £72,161 as a result of the level of claims experienced.

The company has continued to underwrite on the 2015 underwriting account where the market conditions are considered favourable for a profitable outcome subject to the level of claims experienced.

The key business risks and uncertainties affecting the company are considered to relate to insurance risk, investment and currency risk and regulatory risk.

Financial risk management objectives and policies

The Company is principally exposed to financial risk through its participation on Lloyd's Syndicates. It has delegated sole management and control of its underwriting through each Syndicate to the Managing Agent of that Syndicate and it looks to the Managing Agent to implement appropriate policies, procedures and internal controls to manage each Syndicate's exposures to insurance risk, credit risk, market risk, liquidity risk and operational risk. The Company is also directly exposed to these risks, but they are not considered material for the assessment of the assets, liabilities, financial position and profit or loss of the Company.

Hedge accounting is not used by the Company.

Key performance indicators

The directors monitor the performance of the Company by reference to the following key performance indicators:

	2014	2013
Capacity	£ 728,375	£ 675,062
Gross premium written as a % of capacity	80 10%	88 62%
Combined ratio	87 49%	89 25%

The combined ratio is the ratio of net claims incurred, commissions and expenses to net premiums earned.

Approved by the Board on

7th August

2015 and signed on its behalf by

M. J. Argyle

M J Argyle for and on behalf of Fidentia Trustees Limited
Director

FIDENTIA 500 LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2014

The directors have pleasure in presenting their report together with the financial statements for the year ended 31 December 2014

Results and dividends

The profit for the year after taxation was £35,037 (2013 loss £23,189) Interim dividends of £Nil (2013 £Nil) were paid during the year The directors do not recommend the payment of a final dividend

Directors and directors' interests

The directors who held office at any time during the period are listed below

S A R Wharmby
Fidentia Trustees Limited

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 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 directors must not approve the financial statements unless they 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 transaction and disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006

The directors 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

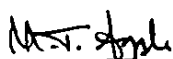
Auditors

The auditors, Humphrey & Co, are deemed to be reappointed under Section 487(2) of the Companies Act 2006

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that

Approved by the Board on 7th August 2015 and signed on its behalf by



M J Argyle for and on behalf of Fidentia Trustees Limited
Director

FIDENTIA 500 LIMITED

INDEPENDENT AUDITORS REPORT TO THE SHAREHOLDERS OF FIDENTIA 500 LIMITED

We have audited the financial statements of Fidentia 500 Limited for the year ended 31 December 2014 on pages 5 to 21. 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).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 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 a Report of the Auditors 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 the directors and auditors

As explained more fully in the Directors' Responsibilities Statement 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). 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 directors, and the overall presentation of the financial statements. In addition we read all the financial and non-financial information in the Strategic Report and the Directors' 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 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 31 December 2014 and of its profit 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 Directors' 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 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 remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.



Andrew Robinson (Senior Statutory Auditor)
for and on behalf of Humphrey & Co
Chartered Accountants
Statutory Auditor

Humphrey & Co
7 - 9 The Avenue
Eastbourne
East Sussex
BN21 3YA

Date *12th August* 2015

FIDENTIA 500 LIMITED**PROFIT AND LOSS ACCOUNT - TECHNICAL ACCOUNT (GENERAL BUSINESS)
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Note	2014 £	2013 £
Gross premiums written	2	583,445	598,247
Outward reinsurance premiums		(102,081)	(112,202)
Net premiums written		481,364	486,045
Change in the provision for unearned premiums			
Gross provision		(4,965)	(35,103)
Reinsurers' share		(2,317)	6,082
Net change in the provision for unearned premiums		(7,282)	(29,021)
Earned premiums net of reinsurance		474,082	457,024
Allocated investment income	4	14,254	8,764
Claims paid			
Gross amount		(266,943)	(222,929)
Reinsurers' share		54,914	44,287
Net claims paid		(212,029)	(178,642)
Change in provision for claims			
Gross amount		5,341	(30,609)
Reinsurers' share		(15,814)	(9,010)
Net change in provision for claims		(10,473)	(39,619)
Claims incurred net of reinsurance		(222,502)	(218,261)
Net operating expenses	5	(192,257)	(189,640)
Investment expenses and charges		(1,416)	(1,705)
Balance on technical account for general business		72,161	56,182

FIDENTIA 500 LIMITED

PROFIT AND LOSS ACCOUNT - NON TECHNICAL ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2014

	Note	2014 £	2013 £
Balance on the general business technical account		72,161	56,182
Investment income	6	3	1
Other income	7	-	-
Other charges		(36,656)	(78,818)
Profit/(Loss) on ordinary activities before taxation	8	35,508	(22,635)
Tax on profit/(loss) on ordinary activities	17	(471)	(554)
Profit/(Loss) for the financial year		35,037	(23,189)

The company has no recognised gains or losses other than the profit/(loss) for the financial years stated above

All amounts above relate to continuing operations

FIDENTIA 500 LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2014

Company registration number (England and Wales) 7382708

ASSETS	Note	Syndicate Participation £	Corporate £	2014 Total £	2013 Total £
Intangible assets					
Syndicate participation rights	9	-	34,169	34,169	48,764
Investments					
Financial investments	10	797,127	-	797,127	591,108
Deposits with ceding undertakings		259	-	259	286
Total investments		797,386	-	797,386	591,394
Reinsurers' share of technical provisions					
Provision for unearned premiums		33,947	-	33,947	35,594
Claims outstanding		79,021	-	79,021	70,091
Other technical provisions		85,058	-	85,058	69,924
Total reinsurers' share of technical provisions		198,026	-	198,026	175,609
Debtors					
Arising out of direct insurance operations	11				
Policyholders		242	-	242	396
Intermediaries		131,014	-	131,014	114,362
Arising out of reinsurance operations	11	11,878	-	11,878	9,882
Other debtors	12	109,389	-	109,389	76,086
Total debtors		252,523	-	252,523	200,726
Other assets					
Cash at bank	13	88,404	35,817	124,221	81,766
Other		405	-	405	4
Total other assets		88,809	35,817	124,626	81,770
Prepayments and accrued income					
Accrued interest		1,759	-	1,759	918
Deferred acquisition costs		64,895	-	64,895	62,319
Other prepayments and accrued income		2,183	-	2,183	1,353
Total prepayments and accrued income		68,837	-	68,837	64,590
Total assets		1,405,581	69,986	1,475,567	1,162,853

/continued

page seven

FIDENTIA 500 LIMITED**BALANCE SHEET (continued)
AS AT 31 DECEMBER 2014**

Company registration number (England and Wales) 7382708

	Note	Syndicate Participation £	Corporate £	2014 Total £	2013 Total £
LIABILITIES					
Capital and reserves					
Called-up share capital	14	-	100	100	100
Share premium account	15	-	-	-	-
Profit and loss account	15	91,951	(195,453)	(103,502)	(138,539)
Shareholder's funds attributable to equity interests	16	91,951	(195,353)	(103,402)	(138,439)
Technical provisions					
Provision for unearned premiums		264,647	-	264,647	252,854
Claims outstanding - gross amount		893,090	-	893,090	664,782
Total technical provisions		1,157,737	-	1,157,737	917,636
Provisions for other risks and charges					
Provision for taxation	17	-	-	-	-
Deposits received from reinsurers		145	-	145	186
Creditors					
Arising out of direct insurance operations		16,173	-	16,173	10,552
Arising out of reinsurance operations		72,195	-	72,195	60,466
Amounts due to credit institutions		-	-	-	-
Other creditors	18	58,689	265,339	324,028	303,238
Total creditors		147,057	265,339	412,396	374,256
Accruals and deferred income					
Other accruals and deferred income		8,691	-	8,691	9,214
Total liabilities		1,405,581	69,986	1,475,567	1,162,853

Approved by the Board on

7th August

2015 and signed on its behalf by

M. J. Argyle

M J Argyle for and on behalf of Fidentia Trustees Limited
Director

FIDENTIA 500 LIMITED**CASH FLOW STATEMENT****FOR THE YEAR ENDED 31 DECEMBER 2014**

	Note	2014 £	2013 £
Net cash inflow from operating activities	19	36,269	(566)
Returns on investments and servicing of finance			
Interest received		3	1
Interest paid		-	-
Dividends received		-	-
Dividends paid		-	-
Net cash inflow from returns on investments and servicing of finance		3	1
Taxation			
UK corporation tax paid		-	-
Foreign tax paid		(471)	(554)
Net cash (outflow) from taxation		(471)	(554)
Capital expenditure and financial investment			
Purchase of syndicate participation rights		(17,658)	(9,803)
Proceeds from sale of syndicate participation rights		-	-
Purchase of investments		-	-
Proceeds from sale of investments		-	-
Net cash (outflow) from capital expenditure and financial investment		(17,658)	(9,803)
Net cash inflow before financing		18,143	(10,922)
Financing			
Funds lent to the company by the company's shareholders		17,673	10,874
Issue of share capital		-	-
Net cash inflow from financing		17,673	10,874
Increase in cash		35,816	(48)
Net funds at 1 January		1	49
Increase in cash in the year		35,816	(48)
Net funds at 31 December		35,817	1

The Company has no control over the disposition of assets and liabilities at Lloyd's. Consequently, the Cash Flow Statement is prepared reflecting only the movement in corporate funds, which includes transfers to and from the Syndicates at Lloyd's

FIDENTIA 500 LIMITED

NOTES TO THE ACCOUNTS - ACCOUNTING POLICIES FOR THE YEAR ENDED 31 DECEMBER 2014

1 Accounting policies

1.1 Basis of preparation

The Financial Statements have been prepared in accordance with the Companies Act 2006 and Regulation 6 of Schedule 3 to the Large and Medium Sized Companies And Groups (Accounts and Reports) Regulations 2008 and the recommendations of the Statement of Recommended Practice on Accounting for Insurance Business issued by the Association of British Insurers in 2005. They are prepared under the historical cost basis of accounting modified to include the revaluation of investments, and comply with applicable accounting standards.

Basis of accounting

The technical account has been prepared on an annual basis of accounting, whereby the incurred cost of claims, commission and related expenses are charged against the earned proportion of premiums net of re-insurance. Amounts reported in the technical account relate to movements in the period in respect of all relevant years of account of the Syndicates on which the company participates.

Accounting information in respect of the Syndicate participations has been provided by the Syndicate managing agents through an information exchange facility operated by Lloyd's and has been reported on by the Syndicate auditors.

Assets and liabilities arising as a result of the underwriting activities are mainly controlled by the Syndicates' managing agents and are shown separately on the Balance Sheet as "Syndicate Assets" and "Syndicate Liabilities". The assets are held subject to trust deeds for the benefit of the Syndicates' insurance creditors.

In continuing to apply the going concern basis to this Company's Financial Statements the following factors have been taken into account: the likely timing of any underwriting and non-underwriting cash flows, any Funds at Lloyd's supporting the Company's underwriting and not reflected in the Company's Balance Sheet and the continued support of the Directors and Shareholders including the potential deferral of balances due to them.

General business

i Premiums

Gross premiums are accounted for in the period in which the risk commences, together with adjustments to premiums written in previous accounting periods. Future premiums relating to risks commencing in the period are based upon estimates made by the Syndicates' management. Other adjustments are accounted for as arising.

ii Unearned premiums

Written premium is earned according to the risk profile of the policy. Unearned premiums represent the proportion of premiums written in the year that relate to unexpired terms of policies in force at the balance sheet date, calculated on a time apportionment basis having regard where appropriate, to the incidence of risk. The specific basis adopted by each Syndicate is determined by the relevant managing agent.

iii Deferred acquisition costs

Acquisition costs, which represent commission and other related expenses, are deferred over the period in which the related premiums are earned.

iv Reinsurance premiums

Reinsurance premium costs are allocated by the Managing Agent of each Syndicate to reflect the protection arranged in respect of the business written and earned.

FIDENTIA 500 LIMITED

NOTES TO THE ACCOUNTS - ACCOUNTING POLICIES (continued) FOR THE YEAR ENDED 31 DECEMBER 2014

v Claims

Provision is made for the estimated cost of claims outstanding at the end of the year, including those incurred but not reported at that date, and for the related cost of settlement. Claims incurred comprise amounts paid or provided in respect of claims occurring during the current year, together with the amount by which settlement or reassessment of claims from previous years differs from the provision at the beginning of the year.

The claims provision determined by the managing agent will have been based on information that was currently available at the time. However, the ultimate liability will vary as a result of subsequent information and events and this may result in significant adjustments to the amounts provided and will be reflected in the financial statements for the period in which the adjustment is made.

vi Closed years of account

At the end of the third year, the underwriting account is normally closed by reinsurance into the following year of account. The amount of the reinsurance to close premium payable is determined by the managing agent, generally by estimating the cost of claims notified but not settled at 31 December, together with the estimated cost of claims incurred but not reported at that date, and an estimate of future claims handling costs.

Any subsequent variation in the ultimate liabilities of the closed year of account is borne by the underwriting year into which it is reinsured.

The payment of a reinsurance to close premium does not eliminate the liability of the closed year for outstanding claims. If the reinsuring Syndicate was unable to meet its obligations, and the other elements of Lloyd's chain of security were to fail, then the closed underwriting account would have to settle outstanding claims.

The Directors consider that the likelihood of such a failure of the reinsurance to close is extremely remote, and consequently the reinsurance to close has been deemed to settle the liabilities outstanding at the closure of an underwriting account. The company has included its share of the reinsurance to close premiums payable as technical provisions at the end of the current period, and no further provision is made for any potential variation in the ultimate liability of that year of account.

vii Run-off years of account

Where an underwriting year of account is not closed at the end of the third year (a "run-off" year of account) a provision is made for the estimated cost of all known and unknown outstanding liabilities of that year. The provision is determined initially by the managing agent on a similar basis to the reinsurance to close. However, any subsequent variation in the ultimate liabilities for that year remains with the corporate member participating therein. As a result any run-off year will continue to report movements in its results after the third year until such time as it secures a reinsurance to close.

viii Investments and allocated investment income

In accordance with Lloyd's current accounting practice, investments are stated at market value, including accrued interest at the Balance Sheet date. Investment income is included in the General Business Technical Account reflecting that earned on the investment portfolio managed by the Syndicates. The allocated investment income therefore comprises income received and investment profits and losses arising in the calendar year including appreciation/depreciation and accrued interest consequent upon the revaluation of investments at 31 December. All gains and losses on investments are treated as realised at the Balance Sheet date.

FIDENTIA 500 LIMITED

NOTES TO THE ACCOUNTS - ACCOUNTING POLICIES (continued) FOR THE YEAR ENDED 31 DECEMBER 2014

ix Basis of currency translation

Syndicates maintain separate funds in Sterling, United States and Canadian dollars, and may also do so in certain other currencies. All transactions where separate currencies are maintained are translated into Sterling at the rates of exchange ruling at the Balance Sheet date. Transactions during the period in other overseas currencies are expressed in Sterling at the rates ruling at the transaction date.

x Debtors/creditors arising from insurance/reinsurance operations

The amounts shown in the Balance Sheet include the totals of all the Syndicates outstanding debit and credit transactions. No account has been taken of any offsets which may be applicable in calculating the net amounts due between the Syndicates and each of their counterparty insureds, reinsurers or intermediaries as appropriate.

xi Distribution of profits and collection of losses

Lloyd's operates a detailed set of regulations regarding solvency and the distribution of profits and payment of losses between Syndicates and their members. Lloyd's continues to require membership of Syndicates to be on an underwriting year of account basis and profits and losses belong to members according to their membership of a year of account. Normally profits and losses are transferred between the Syndicate and members after results for a year of account are finalised after 36 months. This period may be extended if a year of account goes into run-off. The Syndicate may make earlier on account distributions or cash calls according to the cash flow of a particular year of account and subject to Lloyd's requirements.

1.2 Deferred Taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities have not been discounted.

1.3 Intangible assets

Costs incurred by the Company in the Corporation of Lloyd's auctions in order to acquire rights to participate on Syndicates' underwriting years are included within intangible assets and amortised over a 3 year period beginning with the respective year of Syndicate participation.

1.4 Investments

Investments held directly by the company, by trustees of the Premium Trust Fund, or as the Lloyd's Deposit, are stated at market value.

FIDENTIA 500 LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

2	Class of business	Gross written premiums	Gross premiums earned	Gross claims incurred	Operating expenses	Reinsurance balance
		£	£	£	£	£
	2014					
	Direct					
	Accident and health	29,720	28,959	(12,014)	(12,834)	(1,347)
	Motor - third party liability	1,745	1,884	(744)	(678)	(98)
	Motor - other classes	37,125	36,377	(24,858)	(12,699)	508
	Marine, aviation and transport	83,595	82,349	(38,353)	(29,037)	(5,439)
	Fire and other damage to property	161,614	157,414	(58,488)	(53,499)	(24,954)
	Third party liability	121,735	117,599	(74,521)	(40,538)	(2,004)
	Credit and suretyship	10,611	10,172	(6,886)	(2,412)	(420)
	Other	7,715	7,527	(2,284)	(3,558)	(905)
	Total direct	453,860	442,281	(218,148)	(155,255)	(34,659)
	Reinsurance business					
	Reinsurance balance	129,585	136,199	(43,454)	(37,002)	(30,639)
	Total	583,445	578,480	(261,602)	(192,257)	(65,298)
	2013	£	£	£	£	£
	Direct					
	Accident and health	27,647	24,714	(12,185)	(10,759)	(1,197)
	Motor - third party liability	1,926	1,731	(1,012)	(691)	63
	Motor - other classes	34,004	35,123	(24,321)	(12,908)	(311)
	Marine, aviation and transport	85,665	79,727	(33,350)	(26,918)	(7,273)
	Fire and other damage to property	161,076	148,502	(59,162)	(52,487)	(22,995)
	Third party liability	115,974	102,275	(67,163)	(38,710)	(248)
	Credit and suretyship	13,933	12,056	(3,455)	(4,395)	(1,610)
	Other	3,164	2,917	(1,450)	(1,479)	(1)
	Total direct	443,389	407,045	(202,098)	(148,347)	(33,572)
	Reinsurance business					
	Reinsurance balance	154,858	156,099	(51,440)	(41,293)	(37,271)
	Total	598,247	563,144	(253,538)	(189,640)	(70,843)

Any open year loss provisions, stop loss premiums and stop loss recoveries have been allocated across the classes of business by reference to the gross premiums written

FIDENTIA 500 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2014

3	Geographical analysis	2014	2013
		£	£
	Direct gross premiums written in.		
	United Kingdom	363,821	359,954
	Other EU member states	5,968	6,003
	The rest of the world	84,071	77,432
	Total	453,860	443,389
4	Allocated investment income	2014	2013
		£	£
	Investment income	13,993	11,079
	Realised gain/(loss) on investments	261	(2,315)
	Total	14,254	8,764
5	Net operating expenses	2014	2013
		£	£
	Acquisition costs	134,533	124,438
	Administrative expenses	63,597	55,165
	(Profit)/Loss on exchange	(5,873)	10,037
	Total	192,257	189,640

FIDENTIA 500 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2014

6	Investment income	2014 £	2013 £
	Income from other investments (including interest receivable)	3	1
	Realised gain from other investments	-	-
	Unrealised gain from other investments	-	-
	Total	3	1

7	Other income	2014 £	2013 £
	Profit on sale of syndicate participation rights	-	-
	Other	-	-
	Total	-	-

8	Profit/(Loss) on ordinary activities before taxation	2014 £	2013 £
	This is stated after charging		
	Auditor's remuneration - audit	654	810
	Amortisation of syndicate capacity	32,253	73,955

The company has no employees

FIDENTIA 500 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2014

9	Intangible assets	Syndicate Participation Rights £
	Cost	
	At 1 January 2014	231,669
	Additions	17,658
	Disposals	-
	At 31 December 2014	249,327
	Amortisation	
	At 1 January 2014	182,905
	Charge for the period	32,253
	Impairment losses	-
	Disposals	-
	At 31 December 2014	215,158
	Net book value	
	At 31 December 2014	34,169
	At 31 December 2013	48,764

10	Investments: Financial investments	Syndicate £	Corporate £	2014 Total £	2013 Total £
	At market value				
	Shares and other variable yield securities	72,154	-	72,154	41,399
	Debt securities and other fixed income securities	685,238	-	685,238	503,880
	Participation in investment pools	15,597	-	15,597	34,112
	Loans guaranteed by mortgage	1,111	-	1,111	1,675
	Other loans	6,639	-	6,639	548
	Deposits with credit institutions	1,707	-	1,707	656
	Other	14,681	-	14,681	8,838
	Total	797,127	-	797,127	591,108

The corporate investments held include £Nil (2013 £Nil) at market value in respect of Lloyd's deposits that are held in accordance with the constraints detailed in note 20

FIDENTIA 500 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2014

10 Investments. Financial investments (continued)

	Syndicate	Corporate	2014 Total	2013 Total
	£	£	£	£
At cost				
Shares and other variable yield securities	69,174	-	69,174	40,718
Debt securities and other fixed income securities	685,356	-	685,356	507,227
Participation in investment pools	13,171	-	13,171	32,432
Loans guaranteed by mortgage	1,107	-	1,107	1,658
Other loans	6,639	-	6,639	548
Deposits with credit institutions	1,707	-	1,707	656
Other	12,769	-	12,769	12,292
Total	789,923	-	789,923	595,531

11 Debtors arising out of direct insurance and reinsurance operations

	Syndicate	Corporate	2014 Total	2013 Total
	£	£	£	£
The following amounts are due after one year				
Direct insurance operations	461	-	461	662
Reinsurance operations	458	-	458	1,979
Total	919	-	919	2,641

12 Other debtors

	Syndicate	Corporate	2014 Total	2013 Total
	£	£	£	£
Deferred tax	-	-	-	-
Other	109,389	-	109,389	76,086
Total	109,389	-	109,389	76,086

Corporate other debtors includes £Nil (2013 £Nil) due to the company after more than one year
 Syndicate other debtors includes £11,025 (2013 £Nil) due to the company after more than one year

13 Cash at bank

	Syndicate	Corporate	2014 Total	2013 Total
	£	£	£	£
Lloyd's deposit	37,425	-	37,425	24,386
Cash at bank and in hand	50,979	35,817	86,796	57,380
Total	88,404	35,817	124,221	81,766

Any Lloyd's deposit is held in accordance with the constraints detailed in note 20

FIDENTIA 500 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2014

14 Share capital	2014	2013
	£	£
<i>Allotted, issued and fully paid</i>		
100 Ordinary shares of £1 00	100	100

15 Statement of movements on reserves	Share premium account	Profit and loss account
	£	£
At 1 January 2014	-	(138,539)
Premium on shares issued during the period	-	-
Profit during the period	-	35,037
Dividends	-	-
At 31 December 2014	-	(103,502)

16 Reconciliation of movements in shareholders' funds	2014	2013
	£	£
Retained profit/(loss) for the financial period	35,037	(23,189)
Proceeds from the issue of shares	-	-
Net addition to/(depletion in) shareholders' funds	35,037	(23,189)
Opening shareholders' funds	(138,439)	(115,250)
Closing shareholders' funds	(103,402)	(138,439)

17 Taxation	2014	2013
	£	£
<i>Analysis of charge in period</i>		
<i>Current tax</i>		
UK Corporation Tax on profits of the period	-	-
Adjustments in respect of prior years	-	-
Foreign tax	471	554
Total current tax	471	554

FIDENTIA 500 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2014

17 Taxation (continued)	2014 £	2013 £
<i>Analysis of charge in period</i>		
<i>Deferred tax</i>		
Origination and reversal of timing differences	-	-
Changes in tax rates	-	-
Other items	-	-
Total deferred tax	-	-
Tax on profit/(loss) on ordinary activities	471	554

Factors affecting tax charge for the period

The tax assessed for the period is different than the standard rate of Corporation Tax in the UK of 20.00%.
The differences are explained below

	2014 £	2013 £
Profit/(Loss) on ordinary activities before taxation	35,508	(22,635)
Profit/(Loss) on ordinary activities before taxation multiplied by the standard rate of Corporation Tax in the UK of 20.00%	7,102	(4,527)
<i>Effects of</i>		
(Income)/Expenses not (taxable)/deductible	328	-
Timing differences arising from the taxation of the underwriting results	(9,102)	(11,236)
Timing differences arising from the taxation of syndicate participation movements	-	-
Tax losses carried forward and/or available for group relief	1,672	15,763
Adjustments to tax charge in respect of prior periods	-	-
Other adjustments	471	554
Current tax charge for the year	471	554

Factors that may affect future tax charges

The company has trading losses of £204,985 (2013 - £196,635) available for carry forward against future trading profits

FIDENTIA 500 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2014

17 Taxation (continued)	2014	2013
	£	£
<i>Provision for deferred tax</i>		
At 1 January	-	-
Charge to the profit and loss account	-	-
Released or utilised in the period	-	-
At 31 December	-	-

Full provision has been made for all timing differences apart from the recovery of taxation losses against future trading profits, which cannot be prudently anticipated at this time

The deferred tax asset not provided for in respect of Corporation Tax losses, and deferred tax losses not yet assessable to Corporation Tax, amounted to £19,558 (2013 - £27,907)

18 Other creditors	Syndicate	Corporate	2014	2013
	£	£	£	£
Other creditors	58,689	5,772	64,461	61,344
Corporation tax	-	-	-	-
Shareholders' loan account	-	259,567	259,567	241,894
	58,689	265,339	324,028	303,238

19 Reconciliation of operating profit/(loss) before interest to net cash inflow/(outflow) from operating activities	2014	2013
	£	£
Operating profit/(loss) before interest	35,505	(22,636)
Prior year result distributable in year	40,657	-
Loss on sale of syndicate participation rights	-	-
Decrease in creditors	(31,489)	4,297
Increase in debtors	(40,657)	(56,182)
Amortisation and impairment of syndicate participation rights	32,253	73,955
Net cash inflow/(outflow) from operating activities	36,269	(566)

Note that the current year technical profit of £72,161, which has not been distributed in the period, is included within the increase in debtors line above

FIDENTIA 500 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2014

20 Funds at Lloyd's

Cash balances of £Nil (2013 - £Nil) detailed in note 13 and investments of £Nil (2013 - £Nil) detailed in note 10 are held within the company's Lloyd's deposit. These balances exclude any amounts held via the syndicates.

The Lloyd's deposit represents funds deposited with the Corporation of Lloyd's (Lloyd's) to support the company's underwriting activities as described in the accounting policies. The company has entered into a legal agreement with Lloyd's which gives the Corporation the right to apply these funds in settlement of any claims arising from the company's participation on Lloyd's Syndicates. These funds can only be released from the provision of this deed with Lloyd's express permission and only in circumstances where the amounts are either replaced by an equivalent asset or after the expiration of the company's liabilities in respect of its underwriting.

In addition to these amounts, the shareholders of the company have also made available to Lloyd's assets amounting to approximately £406,036 (2013 £374,065) that are also used by the company to support its Lloyd's underwriting.

21 Related party transactions

During the period, Mr S A R Wharmby provided funding of £17,673 (2013 £10,874). Included within creditors at 31 December 2014 is £259,657 (2013 £241,894), which is due to Mr S A R Wharmby. The amount is shown separately in note 18 under shareholders' loan account. No interest is chargeable on the amount outstanding.

22 Ultimate controlling party

The ultimate controlling party is Mr S A R Wharmby.