Registered number: 07889205

PRECISION UNDERWRITING (UK) LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2018

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DIRECTORS' RESPONSIBILITIES STATEMENT
FOR THE YEAR ENDED 31 MARCH 2018

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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- 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 to 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.

PRECISION UNDERWRITING (UK) LIMITED
REGISTERED NUMBER: 07889205

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2018

	Note		2018 £		2017 £
Fixed assets					
Intangible assets	4		-		27,935
Tangible assets	5		-		950
			-		28,885
Current assets					
Debtors: amounts falling due within one year	6	77,249		89,008	
Cash at bank and in hand	7	193,498		243,757	
		270,747		332,765	
Creditors: amounts falling due within one year	8	(1,436,522)		(1,091,610)	
Net current liabilities			(1,165,775)		(758,845)
Total assets less current liabilities			(1,165,775)		(729,960)
Net liabilities			(1,165,775)		(729,960)
Capital and reserves					
Called up share capital			1,000		1,000
Share premium account			5,927		5,927
Other reserves			928,750		928,750
Profit and loss account			(2,101,452)		(1,665,637)
			(1,165,775)		(729,960)

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 14th December 2018

G M Aguilar-Millan
Director

PRECISION UNDERWRITING (UK) LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2018

	Called up share capital	Share premium account	Other reserves	Profit and loss account	Total equity
	£	£	£	£	£
At 1 April 2017	1,000	5,927	928,750	(1,665,637)	(729,960)
Comprehensive income for the year					
Loss for the year	-	-	-	(435,815)	(435,815)
Total comprehensive income for the year	-	-	-	(435,815)	(435,815)
At 31 March 2018	1,000	5,927	928,750	(2,101,452)	(1,165,775)

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2017

	Called up share capital	Share premium account	Other reserves	Profit and loss account	Total equity
	£	£	£	£	£
At 1 April 2016	1,000	5,927	928,750	(1,239,530)	(303,853)
Comprehensive income for the year					
Loss for the year	-	-	-	(426,107)	(426,107)
Total comprehensive income for the year	-	-	-	(426,107)	(426,107)
At 31 March 2017	1,000	5,927	928,750	(1,665,637)	(729,960)

The notes on pages 4 to 7 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

1. General information

Precision Underwriting (UK) Limited is a private limited company limited by shares and is incorporated and domiciled in England and Wales. The address of its registered office is Epsilon House, Epsilon Terrace, West Road, Ipswich, IP3 9FJ.

The financial statements are presented in pounds sterling which is the functional currency of the company.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Going concern

The Directors have prepared a forecast for the period to 31st March 2020, which indicates that the company is not expected to be trading profitably by the end of this period. The Company will continue to look at ways in which it can increase its revenue and maintain prudent control of its costs. However, it is likely that the Company's ability to continue as a going concern will be dependant on the continuing financial support of the Directors and a related trade creditor to enable it to meet its liabilities as and when they fall due. The Directors and related trade creditor have committed to providing this support, for a period of at least 12 months from the signing of these Financial Statements, and as such the financial statements have been prepared on a going concern basis.

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

2.4 Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

2.5 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

2. Accounting policies (continued)

2.5 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Computer equipment	-	25%

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of comprehensive income.

2.6 Interest income

Interest income is recognised in the Statement of comprehensive income using the effective interest method.

2.7 Insurance debtors, creditors and cash

The Company acts as an agent in underwriting the insurable risks of its clients and is generally not liable as a principle for premiums due to underwriters, or for claims payable to clients. In recognition of this relationship, the Company does not include debtors or creditors on its own balance sheet, except to the extent that the creditors are matched by cash help in insurer trust bank accounts, on which the Company earns investment income.

3. Employees

The average monthly number of employees, including the directors, during the year was as follows:

	2018	*2017*
	No.	*No.*
Underwriting	**5**	*5*

4. Intangible assets

	Computer software £
Cost	
At 1 April 2017	**567,752**
At 31 March 2018	**567,752**
Amortisation	
At 1 April 2017	**539,817**
On disposals	**27,935**
At 31 March 2018	**567,752**
Net book value	
At 31 March 2018	**-**
At 31 March 2017	*27,935*

5. Tangible fixed assets

	Computer equipment £
Cost or valuation	
At 1 April 2017	**2,144**
At 31 March 2018	**2,144**
Depreciation	
At 1 April 2017	**1,194**
Charge for the year on owned assets	**950**
At 31 March 2018	**2,144**
Net book value	
At 31 March 2018	**-**
At 31 March 2017	*950*

6. Debtors

	2018 £	2017 £
Other debtors	-	1,149
Accrued income	77,249	87,859
	77,249	89,008

7. Cash and cash equivalents

	2018 £	2017 £
Bank current accounts	14,442	14,551
Cash held in Insurer Trust bank account	179,056	229,206
	193,498	243,757

8. Creditors: Amounts falling due within one year

	2018 £	2017 £
Trade creditors	187,130	359,306
Amounts owed to group undertakings	1,199,040	557,640
Other taxation and social security	26,461	67,233
Other creditors	3,026	92,692
Accruals and deferred income	20,865	14,739
	1,436,522	1,091,610

9. Related party transactions

During the year the company entered into the following transactions with related parties:

Precision Support Services Ltd
During the year the Company was charged management fees of £279,192 (2017:£279,192) by Precision Support Services Limited ('Precision'). At 31 March 2018 the company owed Precision £1,199,040 (2017:£557,640). Precision is a related party because T J Smyth is the controlling shareholder of both companies.

10. Controlling party

Precision Partnership Limited owns 100% of the share capital of Precision Underwriting (UK) Limited. The ultimate controlling party is Mr T J Smyth due to his majority shareholding.