Registered Number: 1282939

Directors' Report and Accounts 2016

Pet Plan Limited



Directors:	S C McGinn
	M J Churchlow
	G E Davess
	J M Dye
Secretary:	R C Jack-Kee
Registered Office:	57 Ladymead, Guildford, Surrey, GU1 1DB
Registered No:	1282939

Strategic Report

The Directors present their Strategic Report for the year ended December 31, 2016.

Principal activity and review of the business

The principal activity of the Company is introducing sales for pet and related insurance in the main underwritten by Allianz Insurance plc. The Company is an FCA authorised intermediary. The Company is paid a fixed fee for the business it introduces to Allianz Insurance plc. No changes to the principal activity are anticipated in the foreseeable future. The business introduced to Allianz Insurance plc continues to grow strongly and deliver attractive returns for that company.

The results for the year are set out in the Income Statement on page 6. The profit for the year amounted to £25,000 (2015: £57,000 loss). The Company's turnover maintained similar levels in 2016 as 2015. This position is expected to be maintained in 2017.

At the year end, the Company had net assets of £96.9m (2015: £96.9m).

The Company is a wholly owned subsidiary of Allianz Holdings plc, whose Directors manage the Allianz Holdings plc Group's operations on a divisional basis. For this reason the Company's Directors believe that analysis using key performance indicators for the Company is not necessary or appropriate for an understanding of the development, performance, or position of the business of the Company. The performance of the Group's business operations, which includes the Company, is discussed in the Group's annual report, which does not form part of this Report.

Principal risks and uncertainties

The principal risk facing the Company is conduct risk related to its regulated activity. This risk is discussed in the Group's annual report.

A secondary risk is that Allianz Insurance plc no longer requires the Company to introduce sales of pet and related insurance. This risk is not expected to materialise as the Company is a wholly owned subsidiary of Allianz Insurance plc delivering attractive returns for that company.

As a wholly owned subsidiary of Allianz Holdings plc, the Company's management of risk is set at Group level rather than at subsidiary company level. For this reason the Company's Directors believe that a discussion of the Group's risks would not be appropriate for an understanding of the development, performance or position of the Company's business. The principal risks and uncertainties of the Allianz Holdings plc Group, which include those of the Company, are discussed in the Group's annual report, which does not form part of this Report.

By order of the Board

M J Churchlow
Director

March 13, 2017

Directors' Report

The Directors present their Directors' report and the audited financial statements for the year ended December 31, 2016.

Results and dividends

The results for the year are shown in the Income Statement on page 6. A review of the Company's business activities and any likely future developments can be found in the Strategic Report.

The Directors do not recommend the payment of a dividend for the year ended December 31, 2016 (2015: £nil).

Directors

The names of the current Directors are shown on page 1. All served throughout this period save for S C McGinn who served from his appointment on October 17, 2016. N B Brettell resigned as a Director on April 30, 2016.

Directors' responsibility to the auditors

So far as the Directors are aware, there is no relevant audit information of which the Company's auditor is unaware. The Directors have taken all steps that they ought to have taken as Directors to make themselves aware of any relevant audit information and to establish that the Company's Auditors are aware of that information.

Auditors

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

By order of the Board

R C Jack-Kee
Secretary

March 13, 2017

Statement of Directors' responsibilities in respect of the Strategic Report, Directors' Report and the Financial Statements

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

Company law requires the Directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union (EU) and applicable law.

Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether they have been prepared in accordance with IFRSs as adopted by the EU; 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

Independent auditor's report
to the members of Pet Plan Limited

We have audited the financial statements of Pet Plan Limited for the year ended December 31, 2016 set out on pages 6 to 13. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the EU.

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 an auditor's report 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 directors and auditor

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

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

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 December 31, 2016, and of its profit for the year ended;
- have been properly prepared in accordance with IFRSs as adopted by the EU; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters 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.

Based solely on the work required to be undertaken in the course of audit of the financial statements and from reading the Strategic report and the Directors' report:

- we have not identified material misstatements in those reports; and
- in our opinion, those reports have been prepared in accordance with the Companies Act 2006.

Independent auditor's report
to the members of Pet Plan Limited

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 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; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Salim Tharani (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
15 Canada Square
London
E14 5GL

March 13, 2017

Income statement
for the year ended December 31, 2016

	Notes	2016 £'000	2015 £'000
Continuing operations			
Revenue	2	200	200
Administrative expenses		–	–
Profit from continuing operations before taxation	6	200	200
Tax expense	6	(175)	(257)
Profit/(loss) for the year and total comprehensive income wholly attributable to the equity holders		25	(57)

There has been no other comprehensive income in the year ended December 31, 2016.

Statement of changes in equity
for the year ended December 31, 2016

	Share capital £'000	Retained earnings £'000	Total £'000
Balance as at January 1, 2015	20	96,922	96,942
Loss for the year and total comprehensive income	–	(57)	(57)
Balance as at December 31, 2015	20	96,865	96,885
Profit for the year and total comprehensive income	–	25	25
Balance as at December 31, 2016	20	96,890	96,910

The notes on pages 9 to 13 are an integral part of these financial statements.

Balance sheet
as at December 31, 2016

	Notes	2016 £'000	2015 £'000
Current assets			
Debtors and other receivables	7	95,995	89,901
Cash at bank	8	1,110	7,241
Total assets		97,105	97,142
Current liabilities			
Accruals and other payables	9	195	257
Total liabilities		195	257
Net assets		96,910	96,885
Issued capital and reserves attributable to equity holders of the parent			
Equity share capital	10	20	20
Retained earnings		96,890	96,865
Total equity		96,910	96,885

These financial statements were approved by the Board of Directors on March 13, 2017 and signed on its behalf by:

M J Churchlow
Director

The notes on pages 9 to 13 are an integral part of these financial statements.

Statement of cash flows
For the year ended December 31, 2016

	Notes	2016 £'000	2015 £'000
Operating activities			
Profit before tax		200	200
Adjustments to reconcile operating profit to net cash inflows from operating activities			
(Increase)/decrease in debtors		(6,094)	1,603
Cash generated from operations		(5,894)	1,803
Income taxes paid	6(b)	(237)	(239)
Net cash flow from operating activities		(6,131)	1,564
Decrease in cash and cash equivalents		(6,131)	1,564
Cash and cash equivalents at the beginning of the year	8	7,241	5,677
Cash and cash equivalents at the year end	8	1,110	7,241

The notes on pages 9 to 13 are an integral part of these financial statements

Notes to the financial statements
For the year ended December 31, 2016

1. Accounting policies

Company and its operations
The financial statements of Pet Plan Limited (the 'Company') for the year ended December 31, 2016 were authorised for issue by the Board of Directors on March 13, 2017 and the balance sheet was signed on the Board's behalf by M J Churchlow. Pet Plan Limited is a private limited company incorporated and domiciled in England & Wales.

Statement of compliance

The financial statements of Pet Plan Limited have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (EU) and have been consistently applied.

Basis of preparation
The financial statements have been prepared on the historical cost basis and are compiled on a going concern basis.

Cash and cash equivalents
Cash and short-term deposits in the balance sheet comprise cash at banks and in hand and short-term deposits with an original maturity of three months or less.
For the purpose of the cash flow statement, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

Trade and other receivables
Trade and other receivables are stated at their costs less impairment losses.

Trade and other payables
Trade and other payables are stated at their costs.

Revenue
Revenue represents commission income and fees receivable for the introduction of pet and related insurance rendered during the year.

Pensions
Pension contributions payable by the Company are borne by Allianz Management Services Limited, a fellow group undertaking. These contributions are invested separately from the Company's assets.

Income taxes
Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted by the balance sheet date.

Deferred income tax assets and liabilities are measured on an undiscounted basis at the tax rates that are expected to apply when the related asset is realised or liability is settled, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Income tax is charged or credited directly to equity if it relates to items that are credited or charged to equity. Otherwise income tax is recognised in the income statement.

Notes to the financial statements
For the year ended December 31, 2016

2. Revenue

Revenue disclosed in the income statement is analysed as follows:

	2016	*2015*
	£'000	*£'000*
Commission income and fees receivable	200	200
	200	200

3. Auditors' Remuneration

The Company's audit fees are borne by its immediate parent company. The audit fee for 2016 was £1,000 (2015: £1,000) which was wholly attributable to the Company's auditors, KPMG LLP.

4. Staff costs and Directors' emoluments

No staff are employed directly by the Company.
No Directors received emoluments from the Company during 2016 (2015: £nil).

5. Pension costs

The Company operates a defined contribution scheme for certain employees who were transferred to Allianz Management Services Limited, a fellow group undertaking. The assets of the scheme are held separately from those of the Company in an independently administered fund.

The contributions payable by the Company to the scheme amounting to £89,512 (2015: £88,004) were borne by Allianz Management Services Limited, a fellow group undertaking.

Notes to the financial statements
For the year ended December 31, 2016

6. Income taxes relating to continuing operations

(a) Income tax recognised in profit or loss

	2016	*2015*
	£'000	*£'000*
Current income tax:		
In respect of the current year	195	257
In respect of prior years	(20)	–
Total current income tax expense recognised in the current year relating to continuing operations	175	257

The income tax expense for the year can be reconciled to the accounting profit as follows:

	2016	*2015*
	£'000	*£'000*
Profit before tax from continuing operations	200	200
Income tax expense calculated at 20% (2015: 20.25.%)	40	41
Effect of imputed transfer pricing adjustments	155	216
Adjustments recognised in the current year in relation to the current tax of prior years	(20)	–
Income tax expense recognised in profit or loss relating to continuing operations	175	257

The tax rates used for the 2016 and 2015 reconciliations above is the corporate tax rate payable by corporate entities in the UK on taxable profits under tax law in that jurisdiction. The standard rate of UK corporation tax will be 19% for 2017.

(b) Tax paid for cash flow purposes

	2016	*2015*
	£'000	*£'000*
Current tax payable at January 1	257	239
Amounts charged to the income statement	175	257
Tax paid during the year	(237)	(239)
Current tax payable at December 31	195	257

(c) Current tax assets and liabilities

	2016	*2015*
	£'000	*£'000*
Current tax liabilities	195	257

Notes to the financial statements
For the year ended December 31, 2016

7. Debtors and other receivables

	2016 £'000	2015 £'000
Amounts owed by group undertakings	95,995	89,901
	95,995	89,901

Debtors and other receivables approximate to fair value. The maximum exposure is limited with reference to the Group counterparty exposure limits. All of the Company debtors and other receivables are due within 12 months of the balance sheet date. The Company's maximum exposure to credit risk is the value of debtors and other receivables and cash.

8. Cash and cash equivalents

	2016 £'000	2015 £'000
Cash at bank and in hand	1,110	7,241

9. Accruals and other payables

	2016 £'000	2015 £'000
Corporation tax	195	257
	195	257

Accruals and other payables approximate to fair value. The Company manages its liquidity risk to ensure, as far as possible that it will always have sufficient liquidity to settle its liabilities as they fall due. All of the liabilities are payable within 12 months of the balance sheet date.

10. Share capital

	2016 £'000	2015 £'000
Allotted, called up and fully paid		
20,000 Ordinary shares of £1 each	20	20

11. Ultimate parent undertaking

The immediate parent undertaking is Allianz Insurance plc, a company registered in England and Wales.

The ultimate parent undertaking, Allianz Societas Europaea, is incorporated in Germany and is the parent of the largest group of undertakings for which group accounts are drawn up and of which the Company is a member. Copies of the group accounts are available on request from Allianz Societas Europaea, Königinstrasse 28, 80802 München, Germany.

Allianz Holdings plc is the parent undertaking of the smallest group of undertakings of which the Company is a member and for which group accounts are drawn up. Allianz Holdings plc is incorporated in England and Wales and group accounts are available from the Company Secretary, 57 Ladymead, Guildford, Surrey GU1 1DB.

Notes to the financial statements
For the year ended December 31, 2016

12. Other related party transactions

During the year the Company entered into transactions, in the ordinary course of business, with other related parties. Transactions entered into, and trading balances outstanding at December 31 with other related parties, are as follows:

	2016	*2015*
	£'000	*£'000*
Transactions entered into with related parties		
Sales and administration services provided to parent company	200	200
Amounts owed by related parties – fellow subsidiary company		
As at January 1,	89,901	91,504
Increase/(decrease) during the year	6,094	(1,603)
As at December 31,	95,995	89,901