

Company Registration No. 04582221 (England and Wales)

HARRISON BEAUMONT INSURANCE SERVICES LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016



HARRISON BEAUMONT INSURANCE SERVICES LIMITED

COMPANY INFORMATION

Directors	Mr R A Proudman Mr R Williams	(Appointed 30 December 2016) (Appointed 1 May 2017)
Company number	04582221	
Registered office	Globe House Turret Lane Ipswich Suffolk IP4 1DL	
Auditor	Ensors Accountants LLP Cardinal House 46 St Nicholas Street Ipswich Suffolk IP1 1TT	
Business address	Globe House Turret Lane Ipswich Suffolk IP4 1DL	
Bankers	Bank of Scotland 35 Princes Street Ipswich Suffolk IP1 1AE	

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

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HARRISON BEAUMONT INSURANCE SERVICES LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2016

The directors present their annual report and financial statements for the year ended 31 December 2016.

Principal activities

Harrison Beaumont Insurance Services Limited is an insurance broker to customers in the charity, NGO and volunteer sector in the UK and abroad. It also provides insurance brokerage services to the UK based sports and leisure sector, as well as providing operational fulfilment for other Group business in return for a commission share.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr R A Proudman	(Resigned 31 October 2016 and reappointed 30 December 2016)
Mr R Williams	(Resigned 11 November 2016 and reappointed 1 May 2017)
Mr I D Cordwell	(Resigned 30 December 2016)
Mr S A J Mann	(Resigned 30 December 2016)

Auditor

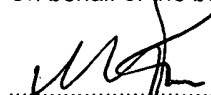
Ensors were appointed auditors to the company and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting.

Statement of disclosure to auditor

So far as the directors are aware, there is no relevant audit information of which the Company's auditor 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 information.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board



Mr R A Proudman

Director
13/1/17

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2016

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 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 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 transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF HARRISON BEAUMONT INSURANCE SERVICES LIMITED

We have audited the financial statements of Harrison Beaumont Insurance Services Limited for the year ended 31 December 2016 set out on pages 5 to 12. 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 2, 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 annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 2016 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit, the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements, and the Directors' Report has been prepared in accordance with applicable legal requirements.

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

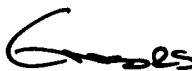
TO THE MEMBERS OF HARRISON BEAUMONT INSURANCE SERVICES LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Directors' Report and take advantage of the small companies exemption from the requirement to prepare a Strategic Report.

 **Ensors Accountants LLP**

Barry Gostling (Senior Statutory Auditor)
for and on behalf of Ensors Accountants LLP

15 September 2017

Chartered Accountants
Statutory Auditor

Cardinal House
46 St Nicholas Street
Ipswich
Suffolk
IP1 1TT

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

INCOME STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2016

	Notes	2016 £	2015 £
Turnover		1,015,907	1,121,679
Cost of sales		(299,030)	(309,351)
Gross profit		<u>716,877</u>	<u>812,328</u>
Administrative expenses		(642,996)	(1,062,249)
Operating profit/(loss)		<u>73,881</u>	<u>(249,921)</u>
Interest receivable and similar income		1,487	1,946
Amounts written off loans	3	(493,666)	-
Loss before taxation		<u>(418,298)</u>	<u>(247,975)</u>
Taxation	4	-	-
Loss for the financial year		<u><u>(418,298)</u></u>	<u><u>(247,975)</u></u>

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

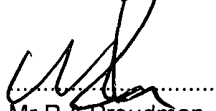
STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2016

	Notes	2016 £	£	2015 £	£
Current assets					
Debtors	5	60,873		2,020,684	
Cash at bank and in hand		815,351		763,499	
		<u>876,224</u>		<u>2,784,183</u>	
Creditors: amounts falling due within one year	6	(849,177)		(2,191,424)	
Net current assets			<u>27,047</u>		<u>592,759</u>
Capital and reserves					
Called up share capital	7		2		2
Capital redemption reserve			-		385,000
Profit and loss reserves			27,045		207,757
Total equity			<u>27,047</u>		<u>592,759</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the board of directors and authorised for issue on 6/9/17 and are signed on its behalf by:



 Mr R A Proudman
 Director

Company Registration No. 04582221

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2016

	Notes	Share capital £	Capital redemption reserve £	Profit and loss reserves £	Total £
Balance at 1 January 2015		2	385,000	455,732	840,734
Year ended 31 December 2015:					
Loss and total comprehensive income for the year		-	-	(247,975)	(247,975)
Balance at 31 December 2015		2	385,000	207,757	592,759
Year ended 31 December 2016:					
Loss and total comprehensive income for the year		-	-	(418,298)	(418,298)
Bonus issue of shares	7	385,000	-	(385,000)	-
Dividends		-	-	(147,414)	(147,414)
Reduction of shares	7	(385,000)	-	385,000	-
Transfer	7	-	(385,000)	385,000	-
Balance at 31 December 2016		2	-	27,045	27,047

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies

Company information

Harrison Beaumont Insurance Services Limited is a private company limited by shares incorporated in England and Wales. The registered office is Globe House, Turret Lane, Ipswich, Suffolk, IP4 1DL.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Turnover

Brokerage commission on the sale of general insurance is recognised at the date of inception or renewal of the policy. Under the Company's current business terms, there are no contractual obligations to provide post placement services at a cost to the Company, therefore no provision has been made for the deferral of revenue under post placement activities.

Commission on other financial services and other similar revenue streams is recognised on an accruals basis, in the month to which it relates.

1.4 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.5 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies

(Continued)

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.6 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.7 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies

(Continued)

1.8 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.9 Insurance broking assets and liabilities

The Company's insurance debtors and creditors are presented net as the Company has in place formal arrangements to net settle with its insurance companies.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 4 (2015 - 6).

3 Amounts written off loans

Harrison Beaumont Insurance Services Limited was sold as part of the R3: Financial Services Group on 30 December 2016. A £485,368 expense has been recognised in the income statement in respect of a loan debtor balance with the Police Mutual Group of companies, which was written off as part of the group reorganisation on sale. This has been disclosed as amounts written off loans.

4 Taxation

The actual charge for the year can be reconciled to the expected credit for the year based on the profit or loss and the standard rate of tax as follows:

	2016 £	2015 £
Loss before taxation	(418,298)	(247,975)
Expected tax credit based on the standard rate of corporation tax in the UK of 20.00% (2015: 20.25%)	(83,660)	(50,215)
Tax effect of expenses that are not deductible in determining taxable profit	98,733	-
Group relief	(15,073)	48,738
Permanent capital allowances in excess of depreciation	-	1,477
Taxation charge for the year	-	-

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2016

5 Debtors

	2016	2015
	£	£
Amounts falling due within one year:		
Amounts due from group undertakings	-	1,844,649
Other debtors	60,873	176,035
	<u>60,873</u>	<u>2,020,684</u>

6 Creditors: amounts falling due within one year

	2016	2015
	£	£
Trade creditors	684,329	835,174
Amounts due to group undertakings	147,339	1,777
Other creditors	17,509	1,354,473
	<u>849,177</u>	<u>2,191,424</u>

7 Called up share capital

	2016	2015
	£	£
Ordinary share capital		
Issued and fully paid		
2 Ordinary Shares of £1 each	<u>2</u>	<u>2</u>

Reconciliation of movements during the year:

	Ordinary Number
At 1 January 2016	2
Bonus issue of shares	385,000
Reduction of shares	(385,000)
At 31 December 2016	<u>2</u>

A bonus issue and subsequent reduction of ordinary share capital was made during the year in order to release the non-distributable capital redemption reserve balance brought forward. The reduction of share capital was supported by a solvency statement from the directors.

8 Related party transactions

As a wholly owned subsidiary, the Company has taken advantage of the exemption contained in Financial Reporting Standard 102 Section 33 "Related Party Disclosures" not to disclose transactions with other related parties within the R3: Financial Services Group Limited Group.



HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

9 Parent company

The immediate parent undertaking is R3: Financial Services Group Limited, a company incorporated in the United Kingdom. R3: Financial Services Group Limited is the parent undertaking of the largest group of undertakings to consolidate these financial statements at 31 December 2016.

Until 30 December 2016 the ultimate parent undertaking and controlling party was Police Mutual Assurance Society Limited, a friendly society incorporated in the United Kingdom. From 31 December 2016, the company is under the control of the director.