REGISTERED NUMBER: 06445823 (England and Wales)

VERISK ADVISORY SERVICES LTD

REPORT OF THE DIRECTORS AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2012

VERISK ADVISORY SERVICES LTD (REGISTERED NUMBER: 06445823)

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FOR THE YEAR ENDED 31 DECEMBER 2012

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COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2012

DIRECTORS:	M Anquillare D Grover G McConnell K Thompson
SECRETARY:	K Thompson
REGISTERED OFFICE:	John Stow House 18 Bevis Marks London EC2A 7JB
REGISTERED NUMBER:	06445823 (England and Wales)
AUDITORS:	Clark Brownscombe Limited Chartered Accountants and Statutory Auditors 8 The Drive Hove East Sussex BN3 3JT

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2012

The directors present their report with the financial statements of the company for the year ended 31 December 2012.

CHANGE OF NAME

The company passed a special resolution on 12 June 2013 changing its name from Argus Information and Advisory Services Limited to Verisk Advisory Services Ltd.

The name of the company was changed following its acquisition by Verisk Analytics Inc. (Verisk), a public company quoted on the NASDAQ Global Select market.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of providing data search and management solutions.

DIRECTORS

The directors who have held office during the period from 1 January 2012 to the date of this report are as follows:

M Anquillare - appointed 31 August 2012
D Grover - appointed 31 August 2012
G McConnell - appointed 31 August 2012
K Thompson - appointed 31 August 2012
M Heller - appointed 1 August 2012 - resigned 31 August 2012
AIAS Holding Company - resigned 31 August 2012

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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;
- 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Clark Brownscombe Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2012

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

D Grover - Director

12 March 2014

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF VERISK ADVISORY SERVICES LTD

We have audited the financial statements of Verisk Advisory Services Ltd for the year ended 31 December 2012 on pages six to eleven. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, 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 Report of the Directors to identify material inconsistencies with the audited financial statements. 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 2012 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; 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 Report of the Directors 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 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 Report of the Directors.

N W H Ericsson (Senior Statutory Auditor)
for and on behalf of Clark Brownscombe Limited
Chartered Accountants
and Statutory Auditors
8 The Drive
Hove
East Sussex
BN3 3JT

12 March 2014

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

	Notes	2012 £	2011 £
TURNOVER	2	**1,631,630**	1,428,678
Administrative expenses		**1,326,330**	1,267,984
OPERATING PROFIT and PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	**305,300**	160,694
Tax on profit on ordinary activities	4	**66,463**	16,030
PROFIT FOR THE FINANCIAL YEAR		**238,837**	144,664

The notes form part of these financial statements

BALANCE SHEET
31 DECEMBER 2012

	Notes	2012 £	2012 £	2011 £	2011 £
FIXED ASSETS					
Tangible assets	5		**80,744**		100,937
CURRENT ASSETS					
Debtors	6	**643,977**		227,402	
Cash at bank		**45,598**		79,220	
		689,575		306,622	
CREDITORS					
Amounts falling due within one year	7	**398,172**		263,245	
NET CURRENT ASSETS			**291,403**		43,377
TOTAL ASSETS LESS CURRENT LIABILITIES			**372,147**		144,314
PROVISIONS FOR LIABILITIES	9		**-**		11,004
NET ASSETS			**372,147**		133,310
CAPITAL AND RESERVES					
Called up share capital	10		**1**		1
Profit and loss account	11		**372,146**		133,309
SHAREHOLDERS' FUNDS			**372,147**		133,310

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Directors on 12 March 2014 and were signed on its behalf by:

D Grover - Director

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover
Turnover represents net invoiced sales of services, excluding value added tax.

Turnover is recognised when a right to consideration has been obtained through performance under each contract and reflects the contract activity during the year having regard to the stage of completion of each contract and the relative uncertainty of predicting ultimate profitability on long term assignments. Stage of completion is measured by comparing actual contract costs to date with estimated total contract costs.

In respect of long term contracts and contracts for ongoing services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long term contracts and contracts for ongoing services are recognised by reference to the stage of completion.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Long leasehold	- Over the term of the lease
Fixtures and fittings	- 28.6% on reducing balance
Computer equipment	- 40% on reducing balance

Deferred tax
Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below:

	2012	2011
United Kingdom	**65.53%**	24.00%
United States of America	**34.47%**	76.00%
	100.00%	100.00%

3. OPERATING PROFIT

The operating profit is stated after charging:

	2012	2011
	£	£
Depreciation - owned assets	**20,193**	25,698
Auditors' remuneration	**10,330**	11,500
Foreign exchange differences	**-**	29,606

continued...

3. **OPERATING PROFIT - continued**

Directors' remuneration and other benefits etc	-	-

4. **TAXATION**

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2012	2011
	£	£
Current tax:		
UK corporation tax	77,467	41,301
Adjustments in respect of prior periods	-	(23,963)
Total current tax	77,467	17,338
Deferred tax	(11,004)	(1,308)
Tax on profit on ordinary activities	66,463	16,030

5. **TANGIBLE FIXED ASSETS**

	Long leasehold	Fixtures and fittings	Computer equipment	Totals
	£	£	£	£
COST				
At 1 January 2012 and 31 December 2012	124,648	30,825	48,185	203,658
DEPRECIATION				
At 1 January 2012	45,959	20,549	36,213	102,721
Charge for year	12,465	2,939	4,789	20,193
At 31 December 2012	58,424	23,488	41,002	122,914
NET BOOK VALUE				
At 31 December 2012	66,224	7,337	7,183	80,744
At 31 December 2011	78,689	10,276	11,972	100,937

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6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012	2011
	£	£
Trade debtors	**85,260**	151,886
Amounts owed by group undertakings	**243,813**	57
Other debtors	**314,904**	75,459
	643,977	227,402

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012	2011
	£	£
Amounts owed to group undertakings	**-**	142,198
Taxation and social security	**104,819**	49,928
Other creditors	**293,353**	71,119
	398,172	263,245

8. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	2012	2011
	£	£
Expiring:		
In more than five years	**156,455**	156,455

9. PROVISIONS FOR LIABILITIES

	2012	2011
	£	£
Deferred tax	**-**	11,004

	Deferred tax
	£
Balance at 1 January 2012	**11,004**
Credit to profit and loss account during year	**(11,004)**
Balance at 31 December 2012	**-**

continued...

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2012 £	2011 £
100	Ordinary	£0.01	1	1

11. RESERVES

	Profit and loss account £
At 1 January 2012	133,309
Profit for the year	238,837
At 31 December 2012	372,146

12. ULTIMATE PARENT COMPANY

Verisk Analytics Inc. (incorporated in United States of America) is regarded by the directors as being the company's ultimate parent company.

Verisk Analytics Inc. trades on the NASDAQ Global Select Market under the ticker symbol "VRSK".

13. RELATED PARTY DISCLOSURES

Verisk Analytics Inc.

Ultimate parent company

Sales of £320,288 were made to Verisk Analytics Inc. during the year and these remain due within the intercompany balance below.

	2012 £	2011 £
Amount due from related party at the balance sheet date	243,813	-

Argus Information and Advisory Services LLC

Fellow group company registered in the United States

The company's turnover for the year includes £755,152 (2011: £1,069,388) in respect of sales to the related party.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.