

Nexus Executive Risks Limited

Directors' Report and Unaudited

Financial Statements

Year Ended

31 December 2019

Company Number 07055310



Nexus Executive Risks Limited

Company Information

Directors	A C Ford C W Thompson
Registered number	07055310
Registered office	52-56 Leadenhall Street London EC3A 2EB
Accountants	BDO LLP 150 Aldersgate Street London EC1A 4AB

Nexus Executive Risks Limited

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Nexus Executive Risks Limited

Directors' Report For the Year Ended 31 December 2019

The directors present their report and the unaudited financial statements for the year ended 31 December 2019.

Directors' responsibilities statement

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 unaudited 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 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; and
- prepare the unaudited 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 unaudited 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.

Principal activity

The Company did not trade in the year.

Directors

The directors who served during the year were:

A C Ford
C W Thompson
H J C Morland (resigned 8 May 2019)

Nexus Executive Risks Limited

Directors' Report (continued)
For the Year Ended 31 December 2019

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf.



A C Ford
Director

Date: 22 May 2020

Nexus Executive Risks Limited

Chartered Accountants' Report to the Board of Directors on the Unaudited Financial Statements of Nexus Executive Risks Limited

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Nexus Executive Risks Limited for the year ended 31 December 2019 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and the related notes from the Company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

It is your duty to ensure that Nexus Executive Risks Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and result of Nexus Executive Risks Limited. You consider that Nexus Executive Risks Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Nexus Executive Risks Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Use of our report

This report is made solely to the board of directors of Nexus Executive Risks Limited, as a body, in accordance with the terms of our engagement letter dated 20 May 2020. Our work has been undertaken solely to prepare for your approval the accounts of Nexus Executive Risks Limited and state those matters that we have agreed to state to the board of directors of Nexus Executive Risks Limited, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Nexus Executive Risks Limited and its board of directors as a body for our work or for this report.

BDO LLP

BDO LLP
150 Aldersgate Street
London
EC1A 4AB

Date: 31 May 2020

Nexus Executive Risks Limited

Statement of Comprehensive Income For the Year Ended 31 December 2019

The Company has not traded during the year or the preceding financial year. During these years, the Company received no income and incurred no expenditure and therefore made neither profit or loss.

Nexus Executive Risks Limited

Registered number:07055310

Statement of Financial Position As at 31 December 2019

	Note	2019 £	2018 £
Current assets			
Debtors	6	37,316	37,226
Cash at bank and in hand		258	348
		<u>37,574</u>	<u>37,574</u>
Creditors: amounts falling due within one year	7	(53,624)	(53,624)
Net liabilities		<u>(16,050)</u>	<u>(16,050)</u>
Capital and reserves			
Called up share capital	8	10,000	10,000
Merger reserve	9	57,553	57,553
Profit and loss account	9	(83,603)	(83,603)
		<u>(16,050)</u>	<u>(16,050)</u>

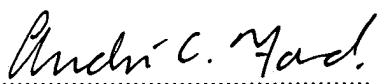
For the year ended 31 December 2019 the Company was entitled to exemption from audit under section 480 of the Companies Act 2006.

Members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the 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 were approved and authorised for issue by the board and were signed on its behalf on 22 May 2020.



A C Ford
Director

The notes on pages 6 to 9 form part of these financial statements.

Nexus Executive Risks Limited

Notes to the Financial Statements For the Year Ended 31 December 2019

1. General information

These financial statements are presented in Pounds Sterling (GBP), as that is the currency in which the majority of the Company's transactions are denominated. They comprise the financial statements of the Company for the year ended 31 December 2019 and are presented to the nearest pound.

The Company is a private company, limited by shares, incorporated in England and Wales under the Companies Act 2006. The address of its registered office is 52-56 Leadenhall Street, London, EC3A 2EB.

2. Summary of significant accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention 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 preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.3 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

2.4 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Comprehensive Income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the reporting date.

Nexus Executive Risks Limited

Notes to the Financial Statements For the Year Ended 31 December 2019

2. Summary of significant accounting policies (continued)

2.5 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

3. Judgments in applying accounting policies and key sources of estimation uncertainty

In preparing the financial statements, management is required to make estimates and assumptions which affect reported income, expenses, assets and liabilities. Use of available information and application of judgement are inherent in the formation of estimates, together with past experience and expectations of future events that are believed to be reasonable under the circumstances. Actual results in the future could differ from such estimates.

4. Employees

The Company has no employees other than the directors, who did not receive any remuneration (2018: £Nil).

5. Tangible fixed assets

	Office equipment £
Cost	
At 1 January 2019	5,504
At 31 December 2019	5,504
Depreciation	
At 1 January 2019	5,504
At 31 December 2019	5,504
Net book value	
At 31 December 2019	-
At 31 December 2018	-

Nexus Executive Risks Limited

Notes to the Financial Statements For the Year Ended 31 December 2019

6. Debtors

	2019 £	2018 £
Amounts owed by group undertakings	<u>37,316</u>	<u>37,226</u>

7. Creditors: amounts falling due within one year

	2019 £	2018 £
Trade creditors	53,590	53,590
Accruals and deferred income	34	34
	<u>53,624</u>	<u>53,624</u>

8. Share capital

	2019 £	2018 £
Allotted, called up and fully paid 10,000 ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

9. Reserves

The reserves of the Company are as follows:

Capital contribution

This represents capital contributed by the owners of the Company.

Profit and loss account

This represents cumulative profits or losses, net of dividends paid and other adjustments.

Nexus Executive Risks Limited

Notes to the Financial Statements For the Year Ended 31 December 2019

10. Charges and guarantees

On the 10th July 2017, the Company and certain of its fellow group undertakings acceded to a debenture between Nexus Underwriting Management Limited, Wilmington Trust (London) Limited (the Agent) and CSL Fund (PB) Lux S.a.r.l. II (the lender) and provided a guarantee and charged their assets by way of fixed and floating charges as security for the obligations under the debenture.

On the same date, the Company and certain of its fellow group undertakings acceded to a loan agreement between Nexus Underwriting Management Limited and B.P. Marsh & Company Limited, and provided a guarantee by the way of fixed and floating charges as security under the loan agreement. The charge is subordinated to the interests of the above.

On the 26th March 2019, the Company and certain of its fellow group undertakings acceded to a new £14m facility between Nexus Underwriting Management Limited, Wilmington Trust (London) Limited (the Agent) and CSL Fund (PB) Lux S.a.r.l. II (the lender).

On the same date, the Company and certain of its fellow group undertakings acceded to a short term revolving facility of £2m between Nexus Underwriting Management Limited and B.P. Marsh & Company Limited and all amounts borrowed under the facility will be secured by the way of the debenture granted by Nexus in favour of B.P. Marsh & Company Limited.

The outstanding amount under the debenture as at 31 December 2019 was £31,809,348.

The outstanding amount under the loan agreement and the short term revolving facility as at 31 December 2019 was £6,073,054.

11. Related party transactions

The Company has taken advantage of the exemption available under paragraph 33.1A of the Financial Reporting Standard 102 not to disclose related party transactions with other wholly owned members of the group.

12. Controlling party

The ultimate controlling party is Nexus Underwriting Management Limited by virtue of its majority shareholding in the Company.

The consolidated accounts for the group are available from 52-56 Leadenhall Street, London, EC3A 2EB.