

BEAZLEY GROUP LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

31 DECEMBER 2022

Beazley Group Limited

Directors and advisors

Directors

E McGivney
C P Oldridge
R E Turk

Secretary

Hampden Legal Plc
Hampden House
Great Hampden
Buckinghamshire
HP16 9RD

Registered office

22 Bishopsgate
London
EC2N 4BQ

Registered Number

04082477

Auditor

Ernst & Young LLP
25 Churchill Place
London
E14 5EY

Banker

Deutsche Bank AG
6 Bishopsgate
London
EC2N 4DA

Beazley Group Limited

Strategic report

The directors present their strategic report for Beazley Group Limited ('the Company'), that accompanies the audited financial statements for the year ended 31 December 2022.

Business review and principal activity

The Company is the parent company of Beazley Furlonge Holdings Limited ('BFHL'), which is the intermediate holding company for the majority of the subsidiaries of the Beazley group.

Streamlined Energy and Carbon Reporting (SECR)

The Company has taken the exemption not to report in line with SECR requirements as the Company is a subsidiary of Beazley plc who report on behalf of the group for the financial year to 31 December 2022.

Going concern

The financial statements of the Company have been prepared on a going concern basis. In assessing the Company's going concern position as at 31 December 2022, the directors have considered a number of factors, including the current statement of financial position, the Company's strategic plan, taking account of possible changes in trading performance. The assessment concluded that, for the foreseeable future, the Company has sufficient capital and liquidity for twelve months from the date the financial statements are authorised for issue.

As a result of the assessment, the directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future and therefore believe that the Company is well placed to manage its business risks successfully. Accordingly, they continue to adopt the going concern basis in preparing the Company's financial statements.

Key performance indicators ('KPIs')

The Company's directors are of the opinion that the KPIs for the Company are best represented by the financial statements and related notes set out on pages 13 to 23. In particular, notes 6 (Investment in subsidiaries) and 11 (Related party disclosures) give further information on the Company's subsidiaries and related entities.

Beazley Group Limited

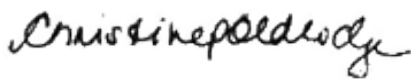
Section 172 statement

The board of directors confirm that during the year ended 31 December 2022 they have discharged their duties to act in a way they believe promotes the long-term success of the company for the benefit of its members as a whole, whilst having regard to the matters set out in section 172 of the Companies Act 2006.

The Company is part of the Beazley plc group, and its ultimate shareholder is Beazley plc. The Beazley plc group's governance arrangements ensure that when making decisions, the board has overall regard to the interests of the group and its stakeholders, while acting in the interests of its own stakeholders and promoting the long-term success of the Company. Further information about the Group's approach to the matters set out in section 172 of the Companies Act 2006 are included in Beazley plc's 2022 annual report.

The Company's stakeholders are its immediate shareholder, Beazley Ireland Holdings plc, and the wider Group. During 2022, the main activity of the board was oversight of the Company's financial position, considering its position as a going concern, and monitoring its KPIs, including its investment in subsidiaries. The principal decision of the board was to approve the 2022 annual report and accounts. The board considered the long-term success of the Company for the benefit of its sole member and the Group when reviewing and approving the 2022 accounts, as well as the desirability of maintaining the Company's and the Group's reputation for high business standards.

Signed on behalf of the board



C P Oldridge
Director

19 May 2023

22 Bishopsgate
London
EC2N 4BQ

Beazley Group Limited

Directors' report

Business review

A review of the Company's activities is included in the strategic report.

Results and dividends

The results of the Company for the year are shown in the statement of profit or loss on page 10. The Company paid no dividends during the year (2021: nil).

Donations

No charitable or political donations were made by the Company in either the current or prior reporting year.

Directors

The directors of the Company who served during the year and to the date of this report, were as follows:

E McGivney
C P Oldridge
R E Turk

Disclosure of information to auditor

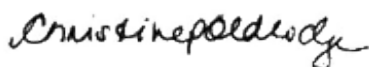
The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditor is unaware; and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Social, environmental and ethical risks

Social, environmental and ethical risks are managed on a group basis. More information can be obtained on how the group manages these risks from the financial statements of Beazley plc.

Auditor

During the year Ernst & Young LLP ('EY') was appointed as external auditor of the Company in accordance with section 487 of the Companies Act 2006. In accordance with section 487(2) of the Companies Act 2006 and in the absence of notice proposing that the appointment be terminated at a general meeting, EY will be deemed to be reappointed for the next financial year.



Signed on behalf of the board

C P Oldridge
Director

19 May 2023

22 Bishopsgate
London EC2N 4BQ

Beazley Group Limited

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE STRATEGIC REPORT, THE DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS

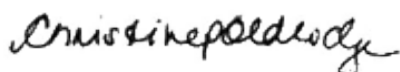
The directors are responsible for preparing the strategic report, the directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with IFRSs as required by the companies act 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 International accounting standards in conformity with the requirement of the Companies Act 2006; 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.



C P Oldridge
Director

19 May 2023

Beazley Group Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BEAZLEY GROUP LIMITED

Opinion

We have audited the financial statements of Beazley Group Limited for the year ended 31 December 2022 which comprise the primary statements such as the statement of profit or loss and other comprehensive income, statement of changes in equity, statement of financial position, statement of cash flows and the related notes 1 to 13, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and UK adopted international accounting standards.

In our opinion, the financial statements:

- give a true and fair view of the company's affairs as at 31 December 2022 and of its result for the year then ended;
- have been properly prepared in accordance with UK adopted international accounting standards; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for the going concern period of twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern.

Beazley Group Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BEAZLEY GROUP LIMITED (continued)

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and directors' report have been prepared in accordance with applicable legal requirements.

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 strategic report or directors' report.

We have nothing to report in respect of the following matters in relation to which 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.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 5, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Beazley Group Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BEAZLEY GROUP LIMITED (continued)

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the company and determined that the most significant are the relevant laws and regulations related to elements of company law, tax legislation and the financial reporting framework.
- We understood how Beazley Group Limited is complying with those frameworks by making enquiries of management, internal audit and those responsible for legal and compliance matters. We reviewed minutes of the Board to gain an understanding of the company's approach to governance demonstrated by the Board's approval of the company's governance framework.
- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur by considering the controls that the company has established to address risks identified by the entity, or that otherwise seek to prevent, deter or detect fraud.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved making enquiry of those charged with governance and senior management for their awareness of any non-compliance of laws or regulations; inquiring about the policies that have been established to prevent non-compliance with laws and regulations by officers and employees; inquiring about the company's methods of enforcing and monitoring compliance with such policies.

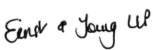
A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Beazley Group Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BEAZLEY GROUP LIMITED (continued)

Use of our report

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.

DocuSigned by:

679A5BA3F9AF494...

*Niamh Byrne (Senior statutory auditor)
for and on behalf of Ernst & Young LLP, Statutory Auditor
London
19 May 2023*

Beazley Group Limited

Statement of profit or loss and other comprehensive income for the year ended 31 December 2022

	Note	2022 \$m	2021 \$m
Revenue		-	1.5
Foreign exchange loss		(2.1)	(0.9)
		<hr/>	<hr/>
(Loss)/profit before income tax		(2.1)	0.6
Income tax credit/(expense)	5	<hr/> 0.4	<hr/> (0.3)
Total comprehensive (loss)/income for the financial year		<hr/> (1.7)	<hr/> 0.3

The Company's operating activities all relate to continuing operations.

The notes on pages 13 to 23 form part of these financial statements.

Beazley Group Limited

Statement of changes in equity for the year ended 31 December 2022

	Share capital	Foreign currency translation reserve	Retained earnings	Total
	\$m	\$m	\$m	\$m
Balance at 1 January 2021	-	(21.5)	231.1	209.6
Total comprehensive income for the year	-	-	0.3	0.3
Balance at 31 December 2021	-	(21.5)	231.4	209.9
Total comprehensive income for the year	-	-	(1.7)	(1.7)
Balance at 31 December 2022	-	(21.5)	229.7	208.2

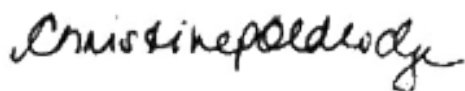
The Company's foreign exchange reserve relates primarily to the change in functional currency from sterling to US dollars in 2010.

Beazley Group Limited

Statement of financial position as at 31 December 2022

	Note	2022	2021
		\$m	\$m
Assets			
Investment in subsidiaries	6	191.1	191.1
Other receivables	7	20.5	20.0
Current tax asset		0.3	-
Cash and cash equivalents	8	0.1	1.5
Total assets		212.0	212.6
Equity			
Share capital	10	-	-
Foreign currency translation reserve		(21.5)	(21.5)
Retained earnings		229.7	231.4
Total equity		208.2	209.9
Liabilities			
Current tax liability		-	0.1
Other payables	9	3.8	2.6
Total liabilities		3.8	2.7
Total equity and liabilities		212.0	212.6

Signed on behalf of the board of directors



C P Oldridge
Director

The financial statements were approved by the board of directors on 19 May 2023.

The notes on pages 13 to 23 form part of these financial statements.

Beazley Group Limited

Statement of cash flows for the year ended 31 December 2022

	Note	2022 \$m	2021 \$m
Cash flow from operating activities			
Profit before income tax		(2.1)	0.6
Adjustments for:			
Increase / (decrease) in other payables	9	1.2	(16.2)
(Increase) / decrease in other receivables	7	(0.5)	15.8
Financial income		-	(1.5)
Foreign exchange on intra-group subordinated debt		-	0.9
		<u> </u>	<u> </u>
Net cash from operating activities		<u>(1.4)</u>	<u>(0.4)</u>
Net (decrease) in cash and cash equivalents		(1.4)	(0.4)
Cash and cash equivalents at beginning of year		1.5	1.6
Effect of exchange rate changes on cash and cash equivalents		-	0.3
		<u> </u>	<u> </u>
Cash and cash equivalents at end of year	8	<u>0.1</u>	<u>1.5</u>

Beazley Group Limited

Notes to the financial statements

1. Accounting policies

Beazley Group Limited (registered number 04082477) is a limited company incorporated in England and Wales. The company's registered address is 22 Bishopsgate, London, EC2N 4BQ, United Kingdom. The principal activity of Beazley Group Limited ("the Company") is to act as a holding company in the Beazley group of companies.

These financial statements have been prepared in accordance with UK adopted International Financial Reporting Standards (IFRS) and the requirements of the Companies Act 2006.

The financial statements are prepared using the historical cost convention. All amounts presented are stated in US dollars, as the company's functional and presentational currency, and millions, unless stated otherwise.

The Company is eligible to take advantage of the exemption contained in paragraph 4(a) of IFRS 10 ('Consolidated Financial Statements') as it is a wholly owned subsidiary of Beazley Ireland Holdings plc, its equity instruments are not traded in a public market and the consolidated financial statements, of its ultimate parent company, Beazley plc, are publicly available, include the results of the Company and comply with IFRS. The directors have thus elected to prepare separate financial statements only and therefore these are not consolidated financial statements. Details of the Company's ultimate parent can be found in note 12.

In the current year, the company has applied amendments to IFRS issued by the International Accounting Standards Board (IASB) and endorsed by the UK Endorsement Board (UKEB) that are mandatorily effective for an accounting period that begins on or after 1 January 2022. The new effective amendments are:

- Amendments to IAS 37 'Onerous contracts – Cost of Fulfilling a Contract' issued in May 2020;
- Annual Improvements to IFRS Standards 2018–2020 issued in May 2020;
- Amendments to IAS 16 'Property, Plant and Equipment – Proceeds before Intended Use' issued in May 2020; and
- Reference to the Conceptual Framework – Amendments to IFRS 3 'Business combinations' issued in May 2020.

None of the amendments issued by the IASB and endorsed by the UKEB have had a material impact to the Company.

A number of new standards and interpretations adopted by the UKEB which are not mandatorily effective, as well as standards and interpretations issued by the IASB but not yet adopted by the UKEB, have not been applied in preparing these financial statements. The Group does not plan to adopt these standards early; instead it expects to apply them from their effective dates as determined by their dates of UKEB endorsement. The Company does not expect any of the upcoming standards to have a material impact on its future financial statements.

Going concern

The directors have prepared these accounts on a going concern basis, as they are of the opinion that the Company will be able to pay its debts as and when they fall due. The assessment concluded that, for the foreseeable future, the Company has sufficient capital and liquidity for twelve months from the date the financial statements are authorised for issue.

As a wholly owned subsidiary of Beazley plc, the directors expect the Company to have adequate resources to remain in existence for the foreseeable future.

Beazley Group Limited

Notes to the financial statements (continued)

1. Accounting policies (continued)

Use of estimates and judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. In particular, information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are described in this statement of accounting policies.

Revenue

There was no revenue in the current period. In the prior year revenue consisted of dividend income paid by the company's subsidiaries recognised when dividend payments were received.

Dividends paid

Dividend distributions to the shareholder of the Company are recognised in the period in which the dividends are approved by the shareholders at the company's board meeting. Interim dividends are recognised in the period in which they are paid.

Investments in subsidiaries

Investments in subsidiary undertakings and associates are stated at cost less any impairment.

Income taxes

Income tax on the profit or loss for the period comprises current and deferred tax. Income tax is recognised in the statement of profit or loss except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year using tax rates enacted or substantively enacted at the reporting date and any adjustments to tax payable in respect of prior periods.

Deferred tax is provided, using the liability method, on temporary differences arising between the tax bases of assets and liability and their carrying amounts in the financial statements. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of the assets and liabilities, using tax rates enacted or substantively enacted at the reporting date.

Deferred tax assets are recognised in the statement of financial position to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Beazley Group Limited

Notes to the financial statements (continued)

1. Accounting policies (continued)

Foreign currencies

Transactions in foreign currencies are translated to the Company's functional currency at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are retranslated to the functional currency at the foreign exchange rate ruling at that date. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction. Non-monetary assets and liabilities denominated in foreign currencies that are stated at fair value are retranslated to the functional currency at foreign exchange rates ruling at the dates the fair value was determined. Foreign exchange differences arising on translation are recognised in the profit and loss account.

Translation differences relating to differences between, or changes to, functional currency and presentational currency are recorded through the foreign exchange reserve on the balance sheet.

2. Risk management

2.1 Foreign exchange risk

The functional currency of the Company is the US dollar and it is therefore exposed to fluctuations in exchange rates for non-dollar denominated transactions.

2.2 Interest rate risk

Some of the Company's financial instruments, including cash and cash equivalents and borrowings, are exposed to movements in market interest rates.

The table below shows the average duration of the financial instruments. Duration is a commonly used measure of volatility and gives a better indication than maturity of the likely sensitivity of our portfolio to changes in interest rates.

Duration

31 December 2022

	<1 yr \$m	Total \$m
Cash and cash equivalents	0.1	0.1
Total	<u>0.1</u>	<u>0.1</u>

31 December 2021

	<1 yr \$m	Total \$m
Cash and cash equivalents	1.5	1.5
Total	<u>1.5</u>	<u>1.5</u>

Beazley Group Limited

Notes to the financial statements (continued)

2. Risk management (continued)

2.3 Credit risk

Credit risk arises where counterparties fail to meet their financial obligations in full as they fall due.

The Company analyses and examines counterparties when assessing credit risk.

To assist in the understanding of credit risks, A.M. Best, Moody's and Standard & Poor's (S&P) ratings are used. These ratings have been categorised below as used for Lloyd's reporting:

	A.M. Best	Moody's	S&P
Tier 1	A++ to A-	Aaa to A3	AAA to A-
Tier 2	B++ to B-	Baa1 to Ba3	BBB+ to BB-
Tier 3	C++ to C-	B1 to Caa	B+ to CCC
Tier 4	D,E,F,S	Ca to C	R,(U,S) 3

The following tables summarise the company's concentrations of credit risk:

31 December 2022	Tier 1 \$m	Unrated \$m	Total \$m
Cash and cash equivalents	0.1	-	0.1
Other receivables	-	20.5	20.5
Total	0.1	20.5	20.6

The following tables summarise the company's concentrations of credit risk:

31 December 2021	Tier 1 \$m	Unrated \$m	Total \$m
Cash and cash equivalents	1.5	-	1.5
Other receivables	-	20.0	20.0
Total	1.5	20.0	21.5

All financial assets above are considered to have a low risk of default and no amounts past-due, and therefore are considered to be performing. There are no material differences between carrying amounts gross and net of loss allowances.

The other receivables in 2022 consist of amounts owed from other entities within the group. These are classified as unrated as they are unable to be classified under the tiers described above. The maximum exposure to credit risk has been assessed and is not expected to be material to the Company.

Beazley Group Limited

Notes to the financial statements (continued)

2. Risk management (continued)

2.4 Liquidity risk

Liquidity risk arises where cash may not be available to pay obligations when due at a reasonable cost. The Company is exposed to payments on servicing its borrowings.

The following table is an analysis of the net cash flows based on all the liabilities held at 31 December:

31 December 2022	Within 1 year \$m	Total \$m
Other payables	3.8	3.8
Total	<u>3.8</u>	<u>3.8</u>
31 December 2021	Within 1 year \$m	Total \$m
Other payables	2.6	2.6
Total	<u>2.6</u>	<u>2.6</u>

3. Profit or Loss on ordinary activities before taxation

The audit fee charged to the Company for the period was \$11,209. The audit fee in 2021 was \$12,391 and was borne by Beazley Management Limited.

All staff are employed by Beazley Management Limited.

All directors are employed by Beazley Management Limited except for E McGivney who is employed by Beazley Insurance dac.

4. Directors and employees

None of the directors of the Company, or employees of the group, received any remuneration in respect of services rendered to the Company. Details of the remuneration paid to the group's directors and employees for their services to the group are shown in the ultimate parent undertaking's accounts, Beazley plc, which can be found at www.beazley.com.

Beazley Group Limited

Notes to the financial statements (continued)

5. Taxation

	2022 \$m	2021 \$m
Current tax		
UK corporation tax at 19.0% (2021: 19.0%)	(0.4)	0.3
Taxation charge for the year	<u>(0.4)</u>	<u>0.3</u>

Factors affecting the tax charge for the current and prior years

The tax charge for the current year is higher (2021: higher) than the standard rate of corporation tax in the UK of 19.0% (2021: 19.0%) due to the differences explained below.

	2022 \$m	2021 \$m
<i>Corporation tax reconciliation</i>		
Profit / (loss) on ordinary activities before tax	(2.1)	0.6
Current tax at 19.0% (2021: 19%)	(0.4)	0.1
<i>Effects of:</i>		
Expenses not deductible for tax purposes	-	0.2
Taxation credit for the year	<u>(0.4)</u>	<u>0.3</u>

The Finance Act 2021, which provides for an increase in the UK corporation tax rate from 19% to 25% effective from 1 April 2023 received Royal Assent on 10 June 2021. This tax rate change to 25% will increase the company's future current tax charge.

6. Investment in subsidiaries

	2022 \$m	2021 \$m
Investment in Beazley Furlonge Holdings Limited	191.1	191.1
	<u>191.1</u>	<u>191.1</u>

7. Other receivables

	2022 \$m	2021 \$m
Amounts due from group companies	20.5	20.0
	<u>20.5</u>	<u>20.0</u>

All other receivables are due within one year of the reporting date.

Beazley Group Limited

Notes to the financial statements (continued)

8. Cash and cash equivalents

	2022 \$m	2021 \$m
Cash at bank and in hand	0.1	1.5
	<u>0.1</u>	<u>1.5</u>

9. Other payables

	2022 \$m	2021 \$m
Amounts due to other group companies	3.8	2.6
	<u>3.8</u>	<u>2.6</u>

All other payables are payable within one year of the reporting date and do not incur an interest charge. The carrying value approximates fair values.

10. Share capital

	2022		2021	
	No. of shares (m)	\$m	No. of shares (m)	\$m
Ordinary shares of 5p each				
Authorised	-	-	-	-
Issued and fully paid	-	-	-	-
Balance at 1 January and 31 December	-	-	-	-

With effect from 9 June 2009, under a scheme of arrangement involving a share exchange with the members of Beazley Group plc, Beazley plc (now Beazley Ireland Holdings plc) became the new holding company of the Beazley group of companies. This resulted in a share cancellation in Beazley Group plc, it de-listed and became Beazley Group Limited. Subsequently, Beazley plc (formerly Swift No.3 Limited), a UK incorporated company has become the holding company and parent of the Beazley group of companies.

For the purpose of the company's capital management, capital includes issued capital and all other equity reserves attributable to the equity holders of the company. The primary objective of the company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions. To maintain or adjust the capital structure, the company may adjust the dividend payment to shareholders, or shareholders or issue new shares, or raise additional capital through intercompany balances.

There were no changes to the company's approach to capital management during the year.

* After the scheme of arrangement mentioned above, the company was left with a minimal amount of 1 ordinary share and 20 deferred shares.

Beazley Group Limited

Notes to the financial statements (continued)

11. Related party disclosures

The Company has related party relationships with all subsidiaries and associates in the Beazley group. Details of transactions and contracts entered into by the Company with its directors are disclosed in note 4 to the financial statements.

Details of balances with the subsidiaries are as follows:

	2022	2021
	\$m	\$m
Balances due from/(to):		
Beazley Furlonge Holdings Limited	(3.5)	(2.1)
Beazley Management Limited	(0.2)	(0.4)
Beazley Underwriting Limited	(0.1)	(0.1)
Beazley Canada Limited	0.2	0.3
Beazley plc	0.7	0.4
Beazley Investments Limited	1.4	0.2
Beazley Ireland Holdings plc	18.2	19.1
	<u>16.7</u>	<u>17.4</u>
Amounts owed by group undertakings	20.5	20.0
Amounts owed to group undertakings	<u>(3.8)</u>	<u>(2.6)</u>
	<u>16.7</u>	<u>17.4</u>

Beazley Group Limited

Notes to the financial statements (continued)

11. Related party disclosures (continued)

The following is a list of subsidiary companies of the Company:

	Country of Incorporation
Beazley Furlonge Holdings Limited ¹	England
Beazley Furlonge Limited	England
Beazley Investments Limited	England
Beazley Underwriting Limited	England
Beazley Management Limited	England
Beazley Staff Underwriting Limited	England
Beazley Solutions Limited	England
Beazley Underwriting Services Limited	England
Beazley Corporate Member (No.2) Limited	England
Beazley Corporate Member (No.3) Limited	England
Beazley Corporate Member (No.6) Limited	England
Beazley Leviathan Limited~	England
Beazley Canada Limited	Canada
Beazley Solutions International Limited	Ireland
Beazley Underwriting Pty Limited	Australia
Beazley USA Services, Inc.*	USA
Beazley Holdings, Inc. *	USA
Beazley Holdings, Inc. Digital LLC*	USA
Beazley Group (USA) General Partnership**	USA
Beazley Insurance Company, Inc.***	USA
Beazley America Insurance Company, Inc. ***	USA
Lodestone Security LLC****	USA
Lodestone Security UK Limited	UK
Beazley Pte. Limited	Singapore
Beazley Labuan Limited	Malaysia
Beazley NewCo Captive Company, Inc. ***	USA

¹ Direct Holdings

The list provides related undertakings as defined in section 409 of the Companies Act 2006. The results of these subsidiary undertakings are included in Beazley plc's consolidated financial statements and Beazley group holds a 100% interest in these undertakings.

Beazley Group Limited

Notes to the financial statements (continued)

11. Related party disclosure (continued)

The following is a list of group office registered locations:

Address	City	Postcode	Country
Europe			
22 Bishopsgate	London	EC2N 4BQ	England
2 Northwood Avenue	Dublin	D09 X5N9	Ireland
22 Grenville Street	Saint Hellier	JE4 8PX	Jersey
C/O RSM UK Restructuring Advisory LLP, 25 Farringdon Street~	London	EC4A 4AB	England
North America			
1209 Orange Street*	Wilmington, Delaware	19801	USA
27111 Centerville Road, Suite 400**	Wilmington, Delaware	19808	USA
30 Batterson Park Road***	Farmington, Connecticut	06032	USA
160 Greentree Drive, Suite 101****	Dover, Delaware	19904	USA
First Canadian Place, 100 King Street West, P.O Box 328	Toronto, Ontario	M5X 1E1	Canada
Asia			
138 Market Street, 03-04 Capita Green	Singapore	048946	Singapore
Kensington Gardens, No. 11317, Lot 7616, Jalan Jumidar Buyong	Labuan	87000	Malaysia
Australia			
Level 15, 1 O'Connell Street	Sydney	NSW 2000	Australia

12. Parent undertakings

The ultimate parent undertaking is Beazley plc, incorporated in the UK. The Company's immediate parent is Beazley Ireland Holdings plc, incorporated in Jersey.

The largest and the smallest company in which the results of the Company are consolidated is that headed by Beazley plc. No other company financial statements include the results of the Company. The consolidated financial statements of Beazley plc can be obtained from the website www.beazley.com.

13. Subsequent events

There are no events that are material to the operations of the Company that have occurred since the reporting date.