

**Company No 03385161**

**BEAZLEY SOLUTIONS LIMITED**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**31 DECEMBER 2022**

# **Beazley Solutions Limited**

## **Company information**

### **Directors**

I Fantozzi  
E J McGivney  
S M Lake  
C Tolle

### **Secretary**

Hampden Legal plc  
Hampden House  
Great Hampden  
Buckinghamshire  
HP16 9RD

### **Company number**

03385161

### **Registered office**

22 Bishopsgate  
London  
EC2N 4BQ

### **Auditor**

Ernst & Young LLP  
25 Churchill Place  
Canary Wharf  
London  
E14 5EY

### **Banker**

Deutsche Bank AG  
Winchester House  
1 Great Winchester Street  
London  
EC2N 2DB

# **Beazley Solutions Limited**

## **Strategic report**

### **Business review, principal activity and future plans**

The principal activity of Beazley Solutions Limited ('the company') is that of an appointed representative of Beazley Furlonge Limited and coverholder for insurance underwritten by Beazley syndicates 623/2623 at Lloyd's ('the syndicates'). The company is primarily located in the UK. Following a reorganisation of Beazley plc's activities after Brexit the company has branches in France, Germany and Spain that are no longer writing new business. However, the company continues to write business through its UK branch. As a result of these changes the company's turnover has reduced significantly.

All costs are recharged to the syndicates on a cost + 6% mark-up basis. The company's results are mainly driven by the cost + 6% mark-up model and gains or losses from foreign exchange.

### **Significant changes in state of affairs**

#### **Going concern**

The financial statements have been prepared on a going concern basis, as the directors are of the opinion that the company will be able to pay its debts as and when they fall due. The company is expected to continue to be in profit making and net asset positions. The period of assessment is for the 12 months to 26 May 2024.

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.

#### **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 11 to 18. Commission earned is the most relevant KPI and this, along with overall financial and operational performance, is monitored by the board.

#### **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 (the 'Group'), and its ultimate shareholder is Beazley plc. The 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.

The Company's principal activity is set out on above, and the Board has identified that its key stakeholders are:

- Beazley Furlonge Limited ('BFL') and syndicates 623/2623
- Regulators and Lloyd's of London
- Customers
- Broker partners

The Company relies on BFL to monitor returns for syndicate 623/2623 to Lloyd's and to provide the Lloyd's annual solvency statement. Engagement with Lloyd's is supported by the Group's compliance function, and any significant matters are reported to the boards of BFL or Beazley

## Beazley Solutions Limited

### Strategic report (continued)

plc. Engagement with ultimate customers and with broker partners is a key focus of the Group, with a 'closer to the client' initiative focusing on ultimate clients of the Group and our Broker

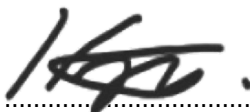
Relations team facilitating engagement with our Broker partners. The Company no longer has any employees and relies on employees of a fellow subsidiary of the Group.

The Company relies on the Group for matters concerned with its impact on the environment and community. More information on the Group's responsible business strategy is included in the Beazley plc 2022 annual report, which is available on the Group's website ([www.beazley.com](http://www.beazley.com))

The board meets at least twice annually to oversee the Company's activities and receives reports in relation to the Company's operations, performance against its KPIs, financial performance, risk management, including conduct risk, and compliance. During 2022, the main activities of the board were oversight of the Company's financial position, performance against its KPIs, and overseeing the operations of the Company including the transition of business to BSIL and its branches. These activities were carried out with due regard to the Company's stakeholders. The Board reviewed the impact on the Company of the consumer duty requirements introduced by the Financial Conduct Authority. They assured themselves that there were appropriate processes in place to ensure that the Company could comply with the requirements and meet its obligations to its customers.

The principal decisions of the board during 2022 included the approval of the 2021 annual report and accounts and the approval of the appointed representative agreement between the Company and BFL. When taking these decisions, the board considered the matters set out in section 172 of the Companies Act 2006 and its stakeholders.

Signed on behalf of the board



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I Fantozzi  
Director

26 May 2023

22 Bishopsgate  
London  
EC2N 4BQ

# **Beazley Solutions Limited**

## **Directors' report**

The directors present their report for the company (Beazley Solutions Limited, registered number: 03385161) that accompanies the audited financial statements for the year ended 31 December 2022.

### **Business review**

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

### **Results and dividends**

The result for the period is shown in the profit or loss account and other comprehensive income on page 11. No dividend was declared or paid in 2022 (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 at 31 December 2022, who served during the year and to the date of this report, were as follows:

I Fantozzi  
E J McGivney  
S M Lake  
C Tolle

### **Directors' shareholdings**

No director has any beneficial interest in the shares of the company. The interests of the directors of the ultimate parent company, Beazley plc ("the group"), in the share capital of the ultimate parent company are disclosed in that company's accounts. Copies of those accounts can be obtained from the website [www.beazley.com](http://www.beazley.com).

### **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 he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

### **Social, environmental and ethical (SEE) 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.

### **Risk Management**

Given the limited scope of the company's activities, the risks to which it is exposed are not considered significant. The principle financial risk relates to non-collection of amounts due from the group companies, syndicate 623 and Lloyd's Brussels although risk is mitigated by the common identity of the shareholders in each group company.

# **Beazley Solutions Limited**

## **Directors' report (continued)**

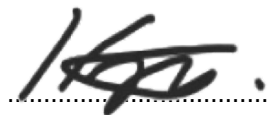
### **Future Developments**

The future developments of the company are disclosed within the strategic report.

### **Auditor**

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, Ernst and Young LLP will be deemed to be reappointed for the next financial year.

Signed on behalf of the board



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I Fantozzi  
Director

26 May 2023

22 Bishopsgate  
London  
EC2N 4BQ

## Beazley Solutions 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 UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

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 applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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 responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and 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.



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S Lake  
Director

26 May 2023

# **Beazley Solutions Limited**

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BEAZLEY SOLUTIONS LIMITED**

### **Opinion**

We have audited the financial statements of Beazley Solutions Limited for the year ended 31 December 2022 which comprise the primary statements such as the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and the related notes 1 to 10, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

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 profit 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.

### **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.

### **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



## **Beazley Solutions Limited**

### **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BEAZLEY SOLUTIONS LIMITED (continued)**

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 6, 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.

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.

## Beazley Solutions Limited

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

#### ***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. Our considerations to other laws that may have a material effect on the financial statements included permissions and

- We understood how Beazley Solutions Limited is complying with those frameworks by making enquiries of management, internal audit and those responsible for the legal and compliance matters. We also reviewed minutes of the Board and gained 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. We also considered areas of significant judgement, including complex transactions, performance targets, external pressures and the impact these have on the control environment and their potential to influence management to manage earnings or influence the perceptions of investors and stakeholders. Additionally, we tested year-end adjustments i.e. early close topside adjustments and manual journals, to provide reasonable assurance that the financial statements were free from fraud or error.
- 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 and 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 and inspecting significant correspondence with the FCA.

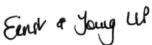
A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

# Beazley Solutions Limited

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BEAZLEY SOLUTIONS 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:  
  
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*Niamh Byrne (Senior statutory auditor)  
for and on behalf of Ernst & Young LLP, Statutory Auditor  
London  
26 May 2023*

## Beazley Solutions Limited

### Statement of Comprehensive Income For the financial year ended 31 December 2022

	Note	2022 £'000	2021 £'000
Turnover		863	4,690
Admin expenses	2	(218)	(4,425)
Foreign exchange gain		<u>1,222</u>	<u>1,055</u>
<b>Operating profit</b>		<b>1,867</b>	<b>1,320</b>
<b>Profit on ordinary activities before taxation</b>	2	<b>1,867</b>	<b>1,320</b>
Taxation Charges	3	(286)	(322)
<b>Profit for the financial year</b>		<b><u>1,581</u></b>	<b><u>998</u></b>
<b>Other comprehensive income</b>			
Foreign exchange translation differences		<u>61</u>	<u>(147)</u>
<b>Other comprehensive income / (loss) for the year, net of income tax</b>		<b>61</b>	<b>(147)</b>
<b>Total comprehensive income for the year</b>		<b><u>1,642</u></b>	<b><u>851</u></b>

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

The notes on pages 14 to 18 form part of these financial statements.

# Beazley Solutions Limited

## Statement of Financial Position As at 31 December 2022

	Note	2022 £'000	2021 £'000
<b>Current assets</b>			
Debtors	4	65,580	42,017
Cash at bank and in hand	6	38,517	75,619
<b>Total assets</b>		<b>104,097</b>	<b>117,636</b>
<b>Capital and reserves</b>			
Share capital	7	1	1
Retained earnings		11,238	9,657
Foreign currency translation reserve		161	100
<b>Shareholder's funds</b>		<b>11,400</b>	<b>9,758</b>
<b>Current liabilities</b>			
Creditors	5	92,697	107,878
<b>Total liabilities, capital and reserves</b>		<b>104,097</b>	<b>117,636</b>

The notes on pages 14 to 18 form part of these financial statements.

These financial statements were approved by the board on 26 May 2023. The company's registered number is 03385161.

Signed on behalf of the board of directors by



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S Lake  
Director

# Beazley Solutions Limited

## Statement of Changes in Equity

	Called up share capital £'000	Foreign currency translation reserve £'000	Retained earnings £'000	Total equity £'000
<b>Balance at 1 January 2021</b>	<u>1</u>	<u>247</u>	<u>8,659</u>	<u>8,907</u>
Total comprehensive income for the period	-	(147)	998	851
<b>Balance at 31 December 2021</b>	<u>1</u>	<u>100</u>	<u>9,657</u>	<u>9,758</u>
<b>Balance at 1 January 2022</b>	<u>1</u>	<u>100</u>	<u>9,657</u>	<u>9,758</u>
Total comprehensive income for the period	-	61	1,581	1,642
<b>Balance at 31 December 2022</b>	<u>1</u>	<u>161</u>	<u>11,238</u>	<u>11,400</u>

# Beazley Solutions Limited

## Notes to the financial statements

### 1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

#### Statement of compliance

Beazley Solutions Limited is a limited liability company incorporated in England. The Registered office is 22 Bishopsgate, London, EC2N 4BQ.

The financial statements for the year ending 31 December 2022 have been prepared in accordance with the applicable Accounting Standards in the United Kingdom, Financial Reporting Standard 102 ('FRS 102'). The company has applied FRS 102, issued in January 2022.

#### Basis of preparation

The financial statements of Beazley Solutions Limited were authorised for issue by the board of directors on 26 May 2023. The Financial statements have been prepared in accordance with applicable accounting standards. The financial statements are presented in pounds sterling, being the functional currency of the company, and rounded to the nearest thousand unless otherwise stated.

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

#### Exemptions for qualifying entities under FRS 102

FRS 102 allows a qualifying entity certain disclosure exemptions, subject to certain conditions. These conditions have been complied with as the results of the company are consolidated into the financial statements of those headed by Beazley plc (note 8).

The company has taken advantage of the following exemptions:

- (i) from preparing a reconciliation of the number of shares outstanding at the beginning and at the end of the period;
- (ii) from preparing a statement of cash flows, on the basis that it is a qualifying entity and the consolidated statement of cash flows, included in the group's consolidated financial statements, includes the company's cash flows;
- (iii) from disclosing the company key management personnel compensation, as required by FRS 102; and
- (iv) from disclosing transactions entered into between related parties within a group.

#### Going concern

The financial statements of the Company have been prepared on a going concern basis. The Company's business activities, together with the factors likely to affect its future development, performance and position, are set out in the Strategic Report. In addition, the Strategic Report includes the entity's risk management objectives and the entity's objectives, policies and processes for managing its capital.

In assessing the Company's going concern position as at 31 December 2022, the directors have considered a number of factors, including the current balance sheet and the Company's strategic and financial plan. The assessment concluded that, for the foreseeable

# Beazley Solutions Limited

## Notes to the financial statements (continued)

future, the Company has sufficient capital and liquidity for the twelve months from the date the financial statements are authorised for issue.

Due to the nature of the Company's activities, BFHL, the immediate parent company, has provided the Company with a letter of support to cover a twelve month period from the date the report and accounts for the year ended 31 December 2022 were 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 financial statements.

### Foreign currency translation

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 or loss account and other comprehensive income.

Each branch of the company has its own functional currency. Foreign exchange differences arising on translation to the company's presentation currency are recognised in the profit or loss account and other comprehensive income.

### Turnover

#### *Over-rider commission*

Over-rider commission is recognised when services are rendered.

#### *Interest income*

Interest income is recognised on an accrual basis.

### Taxation

The charge for taxation is based on the profit for the year, as adjusted for tax allowable/disallowable items, at current rates of tax and takes into account deferred taxation.

### Insurance broking debtors and creditors

The company acts as an agent in insurance mediation activities of its clients and is not liable as an agent for premiums due to underwriters or for claims payable to clients. Other than commission due to the company, no recognition of the insurance transaction occurs until the company receives cash in respect of premium or claims, at which time a corresponding liability is established in favour of the insurer. Notwithstanding the company's legal relationship with clients and underwriters, the company shows the cash and premiums payable relating to insurance business as assets and liabilities of the company itself. This recognises that the agent is entitled to retain the investment income on any cash flows arising from these transactions.



# Beazley Solutions Limited

## Notes to the financial statements (continued)

### Cash

Cash consists of cash at bank and in hand and deposits held at call with banks. Cash held in premium accounts are not available for own use as they relate to monies held on behalf of clients and insurers.

### 2 Profit on ordinary activities before taxation

	<b>2022</b> <b>£'000</b>	<b>2021</b> <b>£'000</b>
Profit on ordinary activities before taxation is stated after charging;		
Depreciation	-	7
Write off income	(500)	-

The average number of employees for the company was nil (2021: 22)

The company has no registered employees, with all Beazley plc UK staff employed by Beazley Management Limited

The table below details a breakdown of direct employee staff costs.

	<b>2022</b> <b>£'000</b>	<b>2021</b> <b>£'000</b>
<b>Staff Costs</b>		
Salaries and wages	-	208
Social security	-	40
Pension	-	-
<b>Total staff costs</b>	<u>-</u>	<u>248</u>

The audit fee in the current financial year was £8,000 (2021: £8,000) and was borne by Beazley Management Limited.

Amounts receivable by the company's auditor and its associates in respect of services to the company and its associates, other than the audit of the company's financial statements, have not been disclosed as the information is disclosed on a consolidated basis in the consolidated financial statements of the company's ultimate parent, Beazley plc.

The directors of the company are employed and paid by Beazley Management Limited and Beazley Insurance dac. Directors who are also directors of the ultimate parent receive fees from that company and their full remuneration is disclosed in the Beazley plc annual accounts.

### 3 Taxation

	<b>2022</b> <b>£'000</b>	<b>2021</b> <b>£'000</b>
Current tax:		
Corporation tax on profit / (loss) for the year	276	253
Adjustment in respect of prior period	<u>10</u>	<u>69</u>
	286	322
Deferred tax:		
Origination of and reversal of timing differences	-	-
Impact of change in the UK tax rate	<u>-</u>	<u>-</u>
Income tax charge	<u>286</u>	<u>322</u>

# Beazley Solutions Limited

## Notes to the financial statements (continued)

### *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% (2021: 19%), due to the differences explained below.

	<b>2022</b> <b>£'000</b>	<b>2021</b> <b>£'000</b>
Profit on ordinary activities before tax	<u>1,867</u>	<u>1,320</u>
Tax on ordinary activities at the standard rate of corporation tax in the UK of 19% (2021: 19%)	355	251
Effect of:		
Tax rates in foreign jurisdictions	-	2
Permanent differences	-79	-
Over provision from prior years	<u>10</u>	<u>69</u>
Tax charge for the year	<u>286</u>	<u>322</u>

The company has unrecognised deferred tax in relation to losses in its branches of £22k.

#### **4 Debtors**

	<b>2022</b> <b>£'000</b>	<b>2021</b> <b>£'000</b>
Amounts due from group companies	42,681	33,126
Amounts due from syndicate 623	22,859	8,891
Other	<u>40</u>	<u>0</u>
	<u>65,580</u>	<u>42,017</u>

All amounts are due within one year.

#### **5 Creditors**

	<b>2022</b> <b>£'000</b>	<b>2021</b> <b>£'000</b>
Amounts due to group companies	70,907	89,093
Current tax payable	266	214
Amounts due to Lloyd's Brussels	21,509	18,570
Other creditors	<u>15</u>	<u>1</u>
	<u>92,697</u>	<u>107,878</u>

All amounts are payable within one year.

#### **6 Cash**

	<b>2022</b> <b>£'000</b>	<b>2021</b> <b>£'000</b>
Operating accounts	290	285
Premium accounts	<u>38,227</u>	<u>75,334</u>
	<u>38,517</u>	<u>75,619</u>

# Beazley Solutions Limited

## Notes to the financial statements (continued)

### 7 Called up share capital

	2022		2021	
	No. of shares	£'000	No. of shares	£'000
<b>Ordinary Shares of £1 each</b>				
Issued and fully paid	1,000	1	1,000	1
<b>Balance at 1 January and 31 December</b>	<b>1,000</b>	<b>1</b>	<b>1,000</b>	<b>1</b>

### 8 Ultimate controlling company

The company's ultimate controlling company is Beazley plc incorporated in the UK. The immediate controlling company is Beazley Furlonge Holdings Limited incorporated in the UK.

The largest and the smallest groups in which the results of the company are consolidated are those headed by Beazley plc.

The consolidated financial statements of the ultimate controlling company, Beazley plc, can be obtained from the website [www.beazley.com](http://www.beazley.com).

### 9 Related Parties

For amounts due to and from group companies, please refer to notes 4 and 5.

Syndicate 623 is managed by Beazley Furlonge Limited, a wholly-owned subsidiary of Beazley plc. The company acts as a coverholder for syndicate 623 which has given rise to related party transactions. During the year, the company has charged commissions of £0.1m to syndicate 623 (2021: £0.8m). Amounts due from syndicate 623 are disclosed in note 4.

### 10 Post Balance Sheet Events

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