



**ASCOT UNDERWRITING GROUP LIMITED**

Submitted by: Appleby Global Listing Services (Bermuda) Limited

# **Ascot Underwriting Group Limited**

## **INTERIM MANAGEMENT ACCOUNTS 30 JUNE 2024**

**Date: 6 August 2024**

**For Immediate Release**

THE COMPANY announces its interim management accounts made up to 30 June 2024.

**Further information:**

Angus Banks

Deputy Company Secretary

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**About the Company**

[www.ascotgroup.com](http://www.ascotgroup.com)

# Ascot Underwriting Group Limited (AUGL) Management Accounts June 2024

## **Notable events:**

- A dividend of £2.5m was declared to parent company AUG on 27 March 2024 from subsidiary Ascot Underwriting Holdings Limited (AUHL).
- The \$150m principal loan notes on a \$200m drawdown facility with Ascot Bermuda Limited (ABL) was renewed in November 2021 at a 3.35% (previously 4%) interest rate, until the term end in November 2026.
- Subsidiary Ascot MGA Limited is currently in the process of being wound down.

# Ascot Underwriting Group Limited (AUGL)

## Statement of Comprehensive Income for the period ended June 2024

	Jun 2024 \$	Jun 2023 \$	Dec 2023 \$
Administrative expenses	(369,998)	(533,769)	(11,048,836)
<b>Operating (loss)</b>	<b>(369,998)</b>	<b>(533,769)</b>	<b>(11,048,836)</b>
Dividends received	3,159,725	6,918,762	6,918,762
Interest receivable and similar income	145,980	111,286	247,430
Interest payable and similar charges	(2,776,772)	(2,831,620)	(5,632,177)
<b>Profit / (loss) before taxation</b>	<b>158,935</b>	<b>3,664,659</b>	<b>(9,514,821)</b>
Taxation	751,157	936,332	1,587,059
<b>Profit / (loss) after taxation</b>	<b>910,092</b>	<b>4,600,991</b>	<b>(7,927,762)</b>
<b>KPIs</b>			
Effective tax rate	472.6%	25.6%	(16.7)%
<b>Other information:</b>			
Foreign exchange gains/(losses)	1,807	589,849	589,390

- Administrative expenses consists primarily of six month's worth of recharged expenses (\$330k) and the associated mark up (\$21.8k). In addition, there were direct costs which included external audit (\$13.9k), and professional fees (\$6.3k). The majority of allocations (\$311k) are inwards allocation costs from Ascot Bermuda and US in respect of Group Executive, IT security, and Group Finance costs.
- This is offset by foreign exchange gains of \$1.8k..
- Interest income represents interest on cash balances held by the Company. This has increased by \$34.7k from this time last year due to higher average levels of cash held by AUGL throughout 2024.
- Interest payable consists of \$150m loan notes held by Ascot Bermuda Limited (ABL) of which interest is only being charged on the principle \$150m at 3.35% p.a, and US treasury income bonds. This is combined with \$0.2m of year to date loan discount expense.
- AUG's effective tax rate is 472.62% which is higher than the standard rate of 25%. This high effective tax rate is being driven by the dividend payment which is a disallowable item.
- A total of \$3.2m in dividends have been declared in 2024 (2023: \$6.9m) from subsidiary AUH.

Date declared	Oanda Rate	Currency Code	Transaction Amount		Cnv GBP	Cnv USD
			USD	GBP		
27/03/2024	1.26389	AUH to AUG	1,263,890	1,500,000	2,500,000	3,159,725
					<b>2,500,000</b>	<b>3,159,725</b>

# Ascot Underwriting Group Limited (AUGL)

## Statement of Financial Position as at June 2024

	Jun 2024	Dec 2023
	\$	\$
Investments in subsidiaries	495,886,967	495,886,967
<b>Non-current assets</b>	<b>495,886,967</b>	<b>495,886,967</b>
Investments	5,877,828	5,430,988
Cash	39,240	145,475
Debtors	14,173,552	14,149,140
Deferred tax asset	4,314,128	3,562,971
<b>Current assets</b>	<b>24,404,748</b>	<b>23,288,574</b>
Creditors due within one year	(40,736)	(71,010)
<b>Net current assets</b>	<b>24,364,012</b>	<b>23,217,564</b>
<b>Total assets less current liabilities</b>	<b>520,250,979</b>	<b>519,104,531</b>
Creditors due after more than one year	(149,525,145)	(149,288,789)
<b>Net assets</b>	<b>370,725,834</b>	<b>369,815,742</b>
Share capital	(305,993)	(305,993)
Share premium	(355,684,982)	(355,684,982)
Retained earnings brought forwards	(13,824,767)	(21,752,529)
Current period result	(910,092)	7,927,762
<b>Total equity and reserves</b>	<b>(370,725,834)</b>	<b>(369,815,742)</b>

- Investment in subsidiaries balance relates to AUGL's shareholding in Ascot Corporate Name Limited (ACN), Ascot Underwriting Holdings Limited (AUH), Ascot Underwriting Limited (AUL) and Ascot MGA Limited (MGA). Management assess investments annually for indicators of impairment.
- Cash at bank/ short term investments has increased by \$0.3m. This is predominately due receipt of dividends from AUH (\$3.2m) and interest income received over the year (\$0.1m). This is offset by 6 months worth of interest settlements on the intercompany loan arrangement with ABL (\$2.5m) and allocated expense payments to AUH (\$0.4m).
- Debtors balance is primarily from intercompany balances of \$14.1m with subsidiary ACNL.
- Deferred Tax Asset has increased by \$0.8m due to taxable losses being deferred for future offset.
- Creditors due within one year relates to accruals (\$40.5k). The decrease from December is primarily due to timing of intercompany settlements with the UK group service company.
- Creditors due after one year comprise of the intercompany loan arrangement with ABL.
  - \$150m principal loan notes on a \$200m drawdown facility with ABL.
  - The loan was renewed at 3.35% commencing November 2021 until November 2026.
  - The loan has been discounted to present value (\$0.5m discount).
- Share capital and share premium have remained constant within the period.