



**GUERNSEY INTERNATIONAL INSURANCE
ASSOCIATION**

Annual Report and Financial Statements

For the year ended 30 June 2018

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GUERNSEY INTERNATIONAL INSURANCE ASSOCIATION

OFFICERS & COMMITTEE

The following individuals, representing the officers and members of the Committee of the Association, served during the year:

Officers

Derek Maddison – Chairman

Mark Elliott - Deputy Chairman

Ian Drillot – Treasurer

Committee

Richard Bates

Peter Child

Mike Johns

Francis Kehoe

Clair Le Poidevin

Richard Le Tocq

Paul Sykes

Nigel Winkett (appointed 6 February 2018)

Vanessa Pipe – Representing the Category B Members

Steve Hogg - Representing the Category C Members

Permanent Secretary

Lorraine Allen

GUERNSEY INTERNATIONAL INSURANCE ASSOCIATION

STATEMENT OF TREASURER'S RESPONSIBILITIES

In accordance with Rule 45 of the Rules of the Guernsey International Insurance Association ("the Association") the Treasurer is responsible for the preparation of financial statements which give a true and fair view and comply with the Rules of the Association and United Kingdom Accounting Standards (principally FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS102") and Section 1A Small Entities thereof).

In preparing the financial statements, the Treasurer is required to select suitable accounting policies and then apply them consistently, make judgements and estimates that are reasonable and prudent, and to prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Association will continue in business. The Treasurer is also responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities. It is the responsibility of the Committee of the Association to approve the financial statements.

The Officers and Committee are responsible for the maintenance and integrity of the financial information included on the Association's website. Legislation in the Guernsey governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE GUERNSEY INTERNATIONAL INSURANCE ASSOCIATION

Opinion

We have audited the financial statements of the Guernsey International Insurance Association (the "Association") for the year ended 30 June 2018 which comprise the Statement of Comprehensive Income and Retained Earnings, the Statement of Financial Position and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is the Rules of the Association and United Kingdom Accounting Standards ("United Kingdom Generally Accepted Accounting Practice").

In our opinion, the financial statements:

- give a true and fair view of the state of the Association's affairs as at 30 June 2018 and of its surplus for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

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 Association in accordance with the ethical requirements 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Treasurer's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Treasurer has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Association's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The Treasurer is responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE GUERNSEY INTERNATIONAL INSURANCE ASSOCIATION (CONTINUED)

Responsibilities of the Treasurer

As explained more fully in the Statement of Treasurer's Responsibilities, the Treasurer is 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 Treasurer determines 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 Treasurer is responsible for assessing the Association'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 Committee either intends to liquidate the Association or to cease operations, or has 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.

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

Use of our report

This report is made solely to the Association's members, as a body. Our audit work has been undertaken so that we might state to the Association'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 Association's members as a body, for our audit work, for this report, or for the opinions we have formed.

Chartered Accountants
Place du Pré
Rue du Pré
St Peter Port
Guernsey

2019

GUERNSEY INTERNATIONAL INSURANCE ASSOCIATION

STATEMENT OF COMPREHENSIVE INCOME AND RETAINED EARNINGS For the year ended 30 June 2018

	2018	2017
	£	£
INCOME		
Annual subscriptions	32,075	18,050
Income relating to Annual GIIA Dinner	12,784	14,465
	<u>44,859</u>	<u>32,515</u>
EXPENDITURE		
Consultancy fees	11,450	25,750
Data protection fees	50	50
Expenses relating to Annual GIIA Dinner	14,388	15,852
Function costs	1,973	2,297
GIBA membership	9,500	9,500
Insurance	380	380
Marketing and Newsletter	220	550
Permanent Secretary fees	2,440	2,680
Sundries	297	214
Website costs	348	348
	<u>41,046</u>	<u>57,621</u>
SURPLUS/(DEFICIT) FOR THE YEAR	<u>3,813</u>	<u>(25,106)</u>

	2018	2017
	£	£
STATEMENT OF RETAINED EARNINGS		
Retained earnings at 1 July	78,685	103,791
Surplus/(deficit) for the year	3,813	(25,106)
	<u>82,498</u>	<u>78,685</u>

The notes on pages 7 to 9 form an integral part of these audited financial statements.

GUERNSEY INTERNATIONAL INSURANCE ASSOCIATION

STATEMENT OF FINANCIAL POSITION As at 30 June 2018

	Note	2018 £	2017 £
CURRENT ASSETS			
Debtors and prepayments	3	7,128	1,530
Cash and cash equivalents		84,584	83,380
		<u>91,712</u>	<u>84,910</u>
CREDITORS: amounts falling due within one year			
Creditors and accruals	4	(9,214)	(6,225)
		<u>82,498</u>	<u>78,685</u>
NET CURRENT ASSETS			
		<u>82,498</u>	<u>78,685</u>
RETAINED EARNINGS		<u>82,498</u>	<u>78,685</u>

These financial statements were approved and authorised for issue by the Committee on 26 February 2019.

Signed on behalf of the Committee:

Derek Maddison

Chairman

The notes on pages 7 to 9 form an integral part of these audited financial statements.

GUERNSEY INTERNATIONAL INSURANCE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2018

1. SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

The Association is a non profit organisation based in Guernsey representing the combined interests of both Guernsey insurers and Guernsey insurance managers. The principal place of operations for the Association is currently St. Martin's House, Le Bordage, St Peter Port, Guernsey, GY1 4AU.

These financial statements have been prepared in accordance with FRS102 adopting section 1A. The preparation of the financial statements in compliance with FRS102 section 1A required management to exercise judgement in applying the Association's accounting policies. In the opinion of the Committee members, there are no significant judgements included within these financial statements.

Functional and presentation currency

Items included in the financial statements are measured in sterling which is the currency of the economic environment in which the Association operates. The financial statements are also presented in sterling which is the Association's functional and presentation currency.

Going concern

The financial statements have been prepared on a going concern basis. The Committee continues to believe that this basis of preparation is appropriate as the Association maintains a significant net current asset position and is expected to continue in operation for the foreseeable future.

Annual subscriptions

The subscription year runs from 1 July to 30 June. These financial statements contain amounts due from members up to and including 30 June 2018.

Financial instruments

Financial assets

Basic financial instruments, including debtors and cash and cash equivalents, are initially recognised at transaction price, and are subsequently carried at amortised cost.

At the end of each reporting period, financial assets measured at amortised cost are assessed for objective evidence of impairment. None of the financial assets at the year end are deemed to be impaired.

Financial assets are de-recognised when (a) the contractual rights to the cash flows from the asset expire or are settled, or (b) substantially all the risks and rewards of ownership of the asset are transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

GUERNSEY INTERNATIONAL INSURANCE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2018 (continued)

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial instruments (continued)

Financial liabilities

All financial liabilities, including creditors, are initially recognised at transaction price and are subsequently carried at amortised cost.

Financial liabilities are de-recognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

Income and expenses

All income and expenses are accounted for on an accruals basis.

2. TAXATION

The Association is subject to tax at the standard rate of 0%.

3. DEBTORS

	2018 £	2017 £
Subscriptions receivable	1,725	1,150
Dinner receipts due	5,000	-
Insurance prepayment	403	380
	<hr/> 7,128	<hr/> 1,530

4. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Charitable monies awaiting presentation of cheques	2,100	-
Accrued GIBA membership	2,375	2,375
Permanent Secretary fees payable	1,080	630
Consultancy fees payable	2,750	2,800
Subscriptions received in advance	675	-
Sundry accruals	234	420
	<hr/> 9,214	<hr/> 6,225

GUERNSEY INTERNATIONAL INSURANCE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2018 (continued)

5. CONTROLLING PARTIES AND RELATED PARTY TRANSACTIONS

The Association has no ultimate controlling party as it is controlled by its members, each of whom has one vote at general meetings, with the exception of Category AM members, each of whom has ten votes.

The Association considers all Committee Members to be related parties. All Committee Members are either primarily employed by a Corporate Member of the Association or are an individual member of the Association.

According to the Rules of the Association, upon dissolution the remaining assets of the Association will be realised and after discharge of all liabilities shall be paid to the Chartered Insurance Institute Benevolent Fund or such other charitable purpose benefiting or supporting the education of persons in the insurance industry.