

THE PRUDENTIAL ASSURANCE COMPANY LIMITED

(INCORPORATED IN ENGLAND.)



Chief Office: HOLBORN BARS, LONDON, E.C. 1.

One Hundred and Fourth
Annual Report
and
Statement of Accounts
Year ending 31st December, 1952.

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THE PRUDENTIAL ASSURANCE COMPANY LIMITED.

Directors :

SIR GEORGE LEWIS BARSTOW, K.C.B., *Chairman.*
 EDWARD JOSEPH WILLIAM BORRAJO, M.B.E., A.I.A., *Deputy Chairman.*
 PERCY CHARLES CRUMP, O.B.E., F.I.A. SIR JOHN SEROCOLD PAGET MELLOR, BART., M.P.
 SIR NIGEL GEORGE DAVIDSON, C.B.E. SIR FRANK WILLIAM MORGAN, M.C.
 SIR JOHN DONALD BALFOUR FERGUSON, G.C.B.
 RT. HON. SIR PERCY JAMES GRIGG, K.C.B., K.C.S.I. COLONEL PERCY LESTER REID, C.B.E., D.L.
 HUBERT SAMUEL LANE, M.C. SIR WILLIAM PATRICK SPENS, K.B.E., Q.C., M.P.

Joint Secretaries :

C. W. A. RAY. L. BROWN, F.I.A.

Assistant Secretaries :

H. G. CLARKE, B.Sc., F.I.A. A. F. MURRAY, M.A., F.I.A.
 C. E. PUCKRIDGE, F.I.A.

Actuary :

F. M. REDINGTON, M.A., F.I.A.

Assistant Actuaries :

H. J. BRISCOE, F.I.A. J. EDEY, F.I.A.
 W. E. H. HICKOX, F.I.A.

Assistant General Managers :

G. J. GOULD, A.C.I.I. F. J. H. HILL, A.C.I.I.
 H. C. HARVEY. R. E. MONTGOMERY, A.C.I.I.
 F. W. HICKINBOTTOM. R. H. OWEN, F.I.A.

Deputy General Managers :

R. S. THORP. K. A. USHERWOOD, M.A., F.I.A.

General Manager :

W. F. GARDNER, F.I.A.

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THE PRUDENTIAL ASSURANCE COMPANY LIMITED.

ART., M.P.

D.L.
M.P.

NOTICE IS HEREBY GIVEN that the ANNUAL GENERAL MEETING of this Company will be held at 142, HOLBORN BARS, LONDON, E.C.1, on THURSDAY, the 21st May, 1953, at 2 o'clock in the afternoon precisely for receiving the Report of the Directors and Statement of Accounts for the year ending 31st December, 1952, for re-electing and electing Directors, for fixing the remuneration of the Auditors and for the transaction of any other business proper to be transacted at such Meeting.

By Order of the Board of Directors,

C. W. A. RAY,

L. BROWN,

Joint Secretaries.

28th April, 1953.

A member entitled to attend and vote at the above-mentioned meeting is entitled to appoint a proxy or proxies to attend and vote instead of him. A proxy need not be a member of the Company.

The attention of those shareholders concerned is drawn to the following Extract from the Articles of Association :—

A holder of less than 250 B Shares shall not in respect of those shares be entitled to receive notice of or to attend or vote at any meeting of the Company.

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THE PRUDENTIAL ASSURANCE COMPANY LIMITED.

ONE HUNDRED AND FOURTH ANNUAL REPORT

Year ending 31st December, 1952.

THE DIRECTORS have the honour to submit their Report and Accounts for 1952.

The reserve position in the Life branches has been reviewed in the light of the continuation of the higher general level of interest rates, and upon the advice of the Actuary changes have been made which present both liabilities and assets in closer conformity with current conditions. The rates of interest used in the valuation of the liabilities have been increased in the Ordinary Branch from 2 per cent. to 2½ per cent. for assurances issued in the United Kingdom and in the Industrial Branch from 2½ per cent. to 2¾ per cent. Changes have also been made in the valuation bases for assurances issued in overseas territories and for annuities. Sums of £9,750,000 in the Ordinary Branch and £9,500,000 in the Industrial Branch have been released from the liabilities as at 1st January, 1952. These amounts have been transferred directly to the investment reserve accounts of the respective Branches and have accordingly been applied in reduction of the Balance Sheet values of the assets. In each Branch the value of the assets at 31st December, 1952, is in the aggregate in excess of the amount at which they are stated in the Balance Sheet. These changes, having been made as at 1st January, 1952, have not materially affected the surpluses for the year as set out below.

The **Assets** of the Company amount to **£664,873,741**, as compared with **£645,529,034** at 31st December, 1951.

The **Income** from all sources during 1952 was **£120,337,389**, as compared with **£111,946,953** in 1951.

ORDINARY BRANCH.

The number of life assurance policies (including new group life assurances) issued during the year was **140,929** assuring the sum of **£112,022,630** and producing an annual premium income of **£4,191,240**. These figures include, in respect of overseas business, **44,353** policies assuring the sum of **£45,927,679** and producing an annual premium income of **£1,516,183**. In addition, increases under existing group life assurances amounted to **£7,098,795** sums assured, of which **£614,995** was overseas business.

The number of life assurance policies in force on 31st December, 1952, was **1,440,779** assuring with bonus **£829,170,255**, and producing an annual premium income of **£32,103,644**. The immediate annuities payable were **17,552** in number and amounted to **£1,335,698** per annum. In addition there were **368,366** deferred and contingent annuities securing **£13,189,829** per annum and producing an annual premium income of **£7,130,993**.

The revenue premiums for the year were **£38,449,150**, including over **£9,300,000** in respect of overseas business. The consideration for immediate annuities granted was **£264,563**. The claims for the year amounted to **£13,011,235**. There were death claims for sums assured, including bonuses, of **£3,937,798** and matured endowments for sums assured, including bonuses, of **£9,073,437**.

The surplus for the year is **£7,656,737** which, together with **£498,078**, brought forward from last year, amounts to **£8,154,815**. This has been allocated as follows:—

| | £ |
|--|-----------|
| To Ordinary Branch contingency fund | 1,250,000 |
| To bonus to participating policyholders | 5,718,785 |
| To Profit and loss account | 594,172 |
| To be carried forward | 591,858 |

The Directors have declared, for participating policies, bonuses in respect of the year 1952 as follows:—

ASSURANCES.

- (1) Reversionary bonuses for policies of classes issued in the United Kingdom **£1 14s.** per **£100** sum assured.
- (2) Reversionary bonuses for policies of the undermentioned overseas classes
 - (a) Australia and New Zealand **£1 6s.** per **£100** sum assured.
 - (b) Canada **£1 10s.** per **£100** sum assured.
 - (c) South Africa, the Rhodesias and Nyasaland **£2 0s.** per **£100** sum assured.
 - (d) East Africa **£1 18s.** per **£100** sum assured.
 - (e) India and Malaya **£1 2s.** per **£100** sum assured.
 - (f) Cyprus and Malta **£1 14s.** per **£100** sum assured.
 - (g) Other overseas territories **£1 0s.** per **£100** sum assured.

GROUP PENSION CONTRACTS.

- (1) Compound reversionary bonus on deferred pensions **£1 10s.** pension per **£100** deferred pension.
- (2) Special final bonus on pensions (as increased by any existing bonus) commencing in 1953:
 - (a) Males **£9 0s.** pension per **£100** pension.
 - (b) Females **£11 0s.** pension per **£100** pension.

INDUSTRIAL BRANCH.

The number of policies issued during the year was 1,384,073 assuring the sum of £78,379,859 and producing an annual premium income of £5,163,812.

The number of policies in force on 31st December, 1952, including 5,894,817 free policies, was 30,918,140 under which the maximum sum assured, together with declared bonus, was £976,008,775. These policies produce an annual premium income of £44,344,902.

The revenue premiums for the year were £43,028,875. The claims for the year amounted to £22,677,228. There were death claims for sums assured, including bonuses, of £10,876,012, and matured endowments for sums assured, including bonuses, of £11,801,216.

The surplus for the year is £10,578,376 which, together with £1,015,376 brought forward from last year, amounts to £11,593,752. This has been allocated as follows:—

| | £ |
|--|-----------|
| To Industrial Branch contingency fund | 2,100,000 |
| To bonus to participating policyholders | 7,595,522 |
| To Profit and loss account | 789,162 |
| To be carried forward | 1,109,068 |

The total expenses in this Branch, including the Outdoor Staff bonus, were 29.50 per cent. of the premiums.

The Directors have declared, for participating policies, a reversionary bonus in respect of the year 1952 at the rate of 1s. per £100 sum assured. The bonus is added as on 1st January, 1953, except for policies issued in 1952, where it is added on completion of payment of one year's premiums.

Since the initiation of the profit sharing scheme, the total cash amount which has been allotted for provision of bonuses to the Industrial Branch policyholders is £114,349,360.

GENERAL BRANCH.

The total revenue premiums for the year, after deduction of reinsurances, were £11,045,971, including over £5,700,000 in respect of overseas business. These figures do not include the premiums of £1,692,877 written by the Company's American subsidiary, The Prudential Insurance Company of Great Britain located in New York, the accounts of which appear on page fifteen.

The number of sinking fund policies in force on 31st December, 1952, was 139 insuring capital sums of £4,952,058 and producing an annual premium income of £54,647.

The amount of debentures, debenture stocks and estates for which the Company acts as trustee exceeded £81,000,000 at the end of the year.

The surplus for the year is £447,739 which, together with £198,160 brought forward from last year, amounts to £645,899. This has been allocated as follows:—

| | £ |
|---|---------|
| To Additional reserve fund | 100,000 |
| To General Branch contingency fund | 200,000 |
| To dividends to holders of A shares and B shares | 133,333 |
| To be carried forward | 212,566 |

A sum of £500,000 has been transferred from the General Branch contingency fund to the General Branch investment reserve account; the General Branch contingency fund has, therefore, been decreased by a net amount of £300,000 and now stands at £300,000.

The valuation of the contracts in all branches has been made by Mr. F. M. Redington, M.A., F.I.A., upon the revised bases set out in his Valuation Report.

The policyholders' allocations from the profits of the Life branches amount to £13,314,307 or approximately 90.6 per cent. of the distributable profits of each of these branches. The shareholders' allocations from these branches amount to £1,333,334 or approximately 9.4 per cent.

The Directors have declared in respect of the year 1952 a dividend on the A shares of 21s. per share, of which 13s. 6d. is payable on 21st May, 1953, to the shareholders on the Register at that date and 7s. 6d. is payable on 12th November, 1953, to the shareholders then on the Register. Of the total dividend on the A shares, 6.4d. is derived from the profits of the General Branch and 20s. 5.6d. from the profits of the Life branches. The sum of £104,167 has been placed to the Dividend Reserve fund.

The Directors have also declared a dividend out of the General Branch profits of 2s. per B share payable on 21st May, 1953, to the shareholders then on the Register.

The dividends on both the A and B shares are payable free of income tax.

The resignation on 2nd October, 1952, of Sir George Stuart Robertson, Q.C., who was appointed a Director in 1937, was accepted with regret. The vacancy was filled by the appointment of Sir John Donald Balfour Fergusson, G.C.B., who now offers himself for election.

The Directors retiring by rotation are Sir Nigel George Davidson, C.B.E., Mr. Percy Charles Crump, O.B.E., F.I.A. and Sir Frank William Morgan, M.C. Sir Frank Morgan offers himself for re-election but Sir Nigel Davidson and Mr. Crump do not seek re-election and their decisions are accepted with regret. Sir Nigel Davidson was appointed to the Board in 1936. Mr. Crump entered the service of the Company in 1895, was appointed Joint Secretary in 1931 and joined the Board in 1942. The Directors recommend the shareholders to elect Sir Thomas James Barnes, G.C.B., C.B.E. and Mr. Maurice Petherick, M.A. to fill the vacancies.

Messrs. Deloitte, Plender, Griffiths & Co., the present Auditors of the Company, have signified their willingness to continue in office.

HOLBORN BARS,
7th April, 1953.

GEORGE L. BARSTOW,
Chairman.

ORDINARY BRANCH REVENUE ACCOUNT

for the year ending 31st December, 1952.

LIFE ASSURANCE BUSINESS.

| 1951 £ | £ | 1951 £ | £ |
|--------------|--|--------------|---|
| | Amount of life assurance fund at the beginning of the year | | Claims under policies paid and outstanding— |
| 224,882,377 | £245,282,788 | 3,855,102 | By death |
| | Deduct release from liabilities (due to change of valuation basis) transferred to Investment reserve account ... | 9,013,534 | By maturity |
| | 9,750,000 | 12,868,636 | |
| 224,882,377 | 235,532,788 | 2,667,450 | Surrenders |
| 473,995 | 148,870 | 94,673 | Bonuses surrendered for cash |
| 225,356,372 | 235,681,658 | 1,258,943 | Annuities |
| | | 1,995,898 | Commission |
| 35,448,153 | 38,449,150 | 3,397,862 | Expenses of management |
| 168,813 | 264,563 | 560,000 | Profits tax |
| 9,694,381 | 11,093,170 | 330,000 | Transfer to Investment reserve account ... |
| 901,502 | 1,497,754 | 750,000 | Transfer to Branch contingency fund ... |
| 8,792,879 | 9,595,416 | 559,967 | Transfer to Profit and loss account ... |
| | | 245,282,788 | Amount of life assurance fund at the end of the year |
| | | | 257,678,517 |
| £269,766,217 | £283,990,787 | £269,766,217 | £283,990,787 |

At 31st December, 1951, reserves for Profits tax were made on the basis then ruling and the charge in the current year is after deduction of £141,000 no longer required.

The assurance funds include surpluses undivided between policyholders and shareholders, amounting to £498,078, at the beginning of the year and £591,858 at the end of the year.

The number of policies issued during the year was 140,929, assuring a sum of £112,022,680 and producing an annual premium income of £4,191,240. The amount received in single premiums was £95,993.

INDUSTRIAL BRANCH REVENUE ACCOUNT

for the year ending 31st December, 1952.

INDUSTRIAL ASSURANCE BUSINESS.

| 1951 £ | £ | 1951 £ | £ |
|--------------|--|--------------|---|
| | Amount of Industrial assurance fund at the beginning of the year | | Claims under policies paid and outstanding— |
| 334,107,443 | £347,438,371 | 11,910,423 | By death |
| | Deduct release from liabilities (due to change of valuation basis) transferred to Investment reserve account ... | 10,329,294 | By maturity |
| | 9,500,000 | 22,239,717 | |
| 41,898,632 | 337,938,371 | 4,244,671 | Surrenders |
| | 43,028,875 | 12,403,183 | Expenses of management |
| 14,325,992 | 15,805,758 | 710,000 | Profits tax |
| 538,162 | 872,908 | 470,000 | Transfer to Investment reserve account... |
| 13,787,830 | 14,732,850 | 1,500,000 | Transfer to Branch contingency fund ... |
| | | 787,963 | Transfer to Profit and loss account ... |
| | | 347,438,371 | Amount of Industrial assurance fund at the end of the year |
| | | | 352,256,517 |
| £389,793,905 | £395,700,096 | £389,793,905 | £395,700,096 |

At 31st December, 1951, reserves for Profits tax were made on the basis then ruling and the charge in the current year is after deduction of £170,000 no longer required.

The assurance funds include surpluses undivided between policyholders and shareholders amounting to £1,015,376 at the beginning of the year and £1,109,068 at the end of the year.

The number of policies issued during the year was 1,384,073, assuring a sum of £78,379,859 and producing an annual premium income of £5,163,612.

1,3
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£5,7

1

24

46

1

10

83

84

70

70

£1,550

191
£

764

29

793

+7

801

2,245

34

£3,081

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GENERAL BRANCH REVENUE ACCOUNTS

for the year ending 31st December, 1952.

FIRE INSURANCE BUSINESS.

| 1951 | | 1951 | |
|-----------|---|------------|--|
| £ | £ | £ | £ |
| | Amount of fire insurance fund at the beginning of the year— | 1,783,151 | Claims under policies paid and outstanding |
| | Provision for unexpired risks | 886,567 | Commission |
| 1,732,539 | Premiums | 787,211 | Expenses of management |
| 4,055,691 | | 25,913 | Contributions to fire brigades and fire prevention |
| | | 9,973 | Exchange depreciation on currency assets held against currency liabilities |
| 3,937,798 | | 391,958 | Transfer to Profit and loss account |
| 9,073,437 | | | Amount of fire insurance fund at the end of the year— |
| 3,011,235 | | 1,903,757 | Provision for unexpired risks, which amounts to 40.6 per cent. (46.9 per cent. for 1951) of the premium income for the current year |
| 3,665,324 | | £5,788,530 | |
| 121,091 | | | |
| 1,316,895 | | £6,471,883 | |
| 2,048,473 | | | |
| 3,870,080 | | | |
| 15,000 | | | |
| 420,000 | | | |
| 1,250,000 | | | |
| 594,172 | | | |
| 1,678,517 | | | |

SICKNESS AND ACCIDENT INSURANCE BUSINESS.

| 1951 | | 1951 | |
|------------|---|------------|---|
| £ | £ | £ | £ |
| | Amount of sickness and accident insurance fund at the beginning of the year— | 258,615 | Payments under policies, including medical and legal expenses in connection therewith |
| 244,529 | Provision for unexpired accident and disability risks | 94,143 | Commission |
| | Further provision for renewable accident and disability risks | 186,292 | Expenses of management |
| 464,228 | Provision for permanent sickness risks | 100,103 | Transfer to Profit and loss account |
| 17,978 | Total estimated liability in respect of outstanding accident and disability claims | | Amount of sickness and accident insurance fund at the end of the year— |
| 109,824 | | 281,538 | Provision for unexpired accident and disability risks, which amounts to 40 per cent. of the premium income for the current year |
| 836,539 | Add adjustment in exchange | 495,000 | Further provision for renewable accident and disability risks |
| 5,478 | | 18,674 | Provision for permanent sickness risks |
| 842,037 | | 115,752 | Total estimated liability in respect of outstanding accident and disability claims |
| 703,844 | Premiums— | 910,964 | |
| 3,592 | Accident and disability | 914,645 | |
| 707,436 | Permanent sickness | 820,983 | |
| 649 | Interest on permanent sickness provision | 693 | |
| £1,550,122 | | £1,736,321 | |

MOTOR VEHICLE INSURANCE BUSINESS.

| 1951 | | 1951 | |
|------------|--|------------|--|
| £ | £ | £ | £ |
| | Amount of motor vehicle insurance fund at the beginning of the year— | 1,353,243 | Claims under policies paid and outstanding |
| 764,591 | Provision for unexpired risks | 314,857 | Commission |
| 29,313 | Provision for motor vehicles laid up | 490,353 | Expenses of management |
| 793,904 | | | Amount of motor vehicle insurance fund at the end of the year— |
| +7,344 | Deduct adjustment in exchange | 898,378 | Provision for unexpired risks, which amounts to 40 per cent. of the premium income for the current year |
| 801,248 | | 25,000 | Provision for motor vehicles laid up |
| 2,245,946 | Premiums | 923,378 | |
| 34,637 | Transfer from Profit and loss account | | |
| £3,081,831 | | £3,673,763 | |

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GENERAL BRANCH REVENUE ACCOUNTS—continued.

MISCELLANEOUS INSURANCE BUSINESS.

| 1951 | | 1951 | | 1951 | | 1951 | |
|-------------------|--|-------------------|-----------|-------------------|---|-------------------|--|
| £ | | £ | | £ | | £ | |
| | Amount of miscellaneous insurance fund at the beginning of the year— | | | 904,738 | Claims under policies paid and outstanding | 1,133,74 | |
| 680,405 | Provision for unexpired risks | £888,828 | | 385,727 | Commission | 441,36 | |
| | Deduct adjustment in exchange | 7,211 | | 455,741 | Expenses of management | 513,61 | |
| +6,921 | | | | 215,528 | Transfer to Profit and loss account | 217,50 | |
| | | | | | Amount of miscellaneous insurance fund at the end of the year— | | |
| 687,326 | | | 881,617 | | Provision for unexpired risks, which amounts to 41.6 per cent. (41.6 per cent. for 1951) of the premium income for the current year | 996,16 | |
| 2,136,734 | Premiums | | 2,394,077 | 888,828 | | | |
| 26,602 | Trustee and executor fees | | 27,004 | | | | |
| <u>£2,850,562</u> | | <u>£3,302,698</u> | | <u>£2,850,562</u> | | <u>£3,302,698</u> | |

SINKING FUND INSURANCE BUSINESS.

| 1951 | | 1951 | | 1951 | | 1951 | |
|-------------------|--|-------------------|--|-------------------|--|-------------------|--|
| £ | | £ | | £ | | £ | |
| | Amount of sinking fund insurance fund at the beginning of the year | | | 189,081 | Claims under policies paid and outstanding | 10,568 | |
| 2,093,952 | | 2,020,465 | | 427 | Surrenders | — | |
| 55,052 | Premiums | 54,776 | | 1,101 | Commission | — | |
| 70,650 | Interest and dividends | 72,187 | | 8,480 | Expenses of management | 1,096 | |
| | | | | | Transfer to Profit and loss account | 12,523 | |
| | | | | | Amount of sinking fund insurance fund at the end of the year | 2,123,240 | |
| <u>£2,219,554</u> | | <u>£2,147,428</u> | | <u>£2,219,554</u> | | <u>£2,147,428</u> | |

MARINE, AVIATION AND TRANSIT INSURANCE BUSINESS.

| Total 1951 | Current Year. | Last Preceding Year | Previous Years. | Total. | Total 1951 | Current Year. | Last Preceding Year. | Previous Years. | Total. |
|-------------------|--|---------------------|-------------------|-------------------|---|---------------|----------------------|-----------------|------------------|
| £ | £ | £ | £ | £ | £ | £ | £ | £ | £ |
| | Amount of marine, aviation and transit insurance fund at the beginning of the year | | | | Claims paid (less salvages, refunds and reinsurance recoveries)—risks other than aviation hull risks... | 117,827 | 166,402 | 79,633 | 363,862 |
| 724,730 | | 295,294 | 522,031 | 817,325 | 11 Enemy debts written off | — | — | — | — |
| | Premiums (less brokerage, discount, commission, returns and reinsurances)—risks other than aviation hull risks | | | | Expenses of management | 16,120 | 977 | — | 17,097 |
| 430,834 | | 44,769 | 2,663 | 473,040 | 10,858 Agency expenses | 12,418 | 588 | 31 | 13,037 |
| | | | | | Agents' and other profit commissions | — | 1,970 | 13,994 | 15,964 |
| | | | | | 1,777 Loss on exchange | 2,890 | -21 | 29 | 2,898 |
| | | | | | 70,000 Transfer to Profit and loss account | — | — | 40,000 | 40,000 |
| | | | | | Amount of marine, aviation and transit insurance fund at the end of the year | 276,353 | 170,147 | 391,007 | 837,507 |
| <u>£1,155,564</u> | | | <u>£1,290,365</u> | <u>£1,155,564</u> | | | | | <u>£2,125,89</u> |

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PROFIT AND LOSS ACCOUNT
for the year ending 31st December, 1952.

ORDINARY AND INDUSTRIAL BRANCHES.

| 1951 £ | Transfers from Revenue accounts— | £ | 1951 £ | Transfer to Appropriation account | £ |
|-------------------|----------------------------------|-------------------|-------------------|-----------------------------------|-------------------|
| 559,967 | Ordinary branch | 594,172 | 1,347,930 | ... | 1,383,334 |
| 787,963 | Industrial branch | 789,162 | | | |
| <u>£1,347,930</u> | | <u>£1,383,334</u> | <u>£1,347,930</u> | | <u>£1,383,334</u> |

133,740
41,347
13,611
17,837

96,163
02,669

GENERAL BRANCH.

| 1951 £ | Transfers from Revenue accounts— | £ | 1951 £ | Taxation— | £ |
|-------------------|---|-------------------|-------------------|--|-------------------|
| 391,958 | Fire | £356,932 | 125,000 | Overseas taxes | 132,000 |
| 100,103 | Sickness and accident | 73,674 | 190,000 | Profits tax | 61,000 |
| 215,528 | Miscellaneous | 217,837 | 394,000 | Income tax | 474,000 |
| 8,480 | Sinking fund | 12,523 | 15,000 | Transfer to Investment reserve account | 15,000 |
| 70,000 | Marine | 40,000 | 413,713 | Transfer to Appropriation account | 447,739 |
| 785,069 | | 700,966 | | | |
| 34,637 | Less Transfer to Motor vehicle Revenue account | 20,320 | | | |
| 751,432 | | 680,646 | | | |
| 386,281 | Interest and dividends not carried to other accounts | 449,093 | | | |
| <u>£1,137,713</u> | | <u>£1,129,739</u> | <u>£1,137,713</u> | | <u>£1,129,739</u> |

£
1,569
098
523
240
428

APPROPRIATION ACCOUNT

for the year ending 31st December, 1952.

| Ordinary and Industrial Branches 1951. | General Branch 1951. | | Ordinary and Industrial Branches. | General Branch. | Ordinary and Industrial Branches 1951. | General Branch 1951. | | Ordinary and Industrial Branches. | General Branch. |
|--|----------------------|---|-----------------------------------|-----------------|--|----------------------|---|-----------------------------------|-----------------|
| £ | £ | | £ | £ | £ | £ | | £ | £ |
| — | 201,114 | Balance brought forward from previous year— | — | 198,160 | | | Provision for special dividends (free of income tax) to holders of A shares paid 4th January and 7th March, 1952 | — | — |
| 322,963 | — | General branch | — | — | 777,968 | — | Transfer to Additional reserve fund | — | 100,000 |
| 455,005 | — | Transfer from Special dividend reserve fund— | — | — | — | 200,000 | *Transfer to Branch contingency fund | — | 200,000 |
| | | Ordinary branch | — | — | 127,097 | — | Transfer to Dividend reserve fund (A shares) | 104,167 | — |
| | | Industrial branch | — | — | | | Provision for dividends (free of income tax) in respect of 1952 to holders of— | | |
| 1,347,930 | 413,713 | Transfers from Profit and loss account | 1,383,334 | 447,739 | | | A shares | 1,279,167 | 33,333 |
| | | | | | 1,220,833 | 29,167 | B shares | — | 100,000 |
| | | | | | — | 87,500 | Balance carried to Balance sheet— | | |
| | | | | | — | 198,160 | General branch | — | 212,566 |
| <u>£2,125,898</u> | <u>614,827</u> | | <u>£1,383,334</u> | <u>645,899</u> | <u>£2,125,898</u> | <u>614,827</u> | | <u>£1,383,334</u> | <u>645,899</u> |

* A sum of £500,000 has been transferred from the General branch contingency fund to the General branch investment reserve account; the General branch contingency fund has, therefore, been decreased by a net amount of £300,000 and now stands at £300,000.

P00002978

0997-009

COMMON CONTINGENCY FUND ACCOUNT

for the year ending 31st December, 1952.

| 1951 £ | | £ | 1951 £ | | £ |
|-------------------|---|-------------------|-------------------|---|-------------------|
| 3,441,286 | Amount of Common contingency fund at the beginning of the year | 3,495,937 | 10,815 | Taxation— Profits tax | 2,840 |
| 110,189 | Interest and dividends | 108,978 | 44,723 | Income tax | 51,763 |
| | | | 3,495,937 | Amount of Common contingency fund at the end of the year | 3,550,312 |
| <u>£3,551,475</u> | | <u>£3,604,915</u> | <u>£3,551,475</u> | | <u>£3,604,915</u> |

SPECIAL CONTINGENCY FUND ACCOUNT

for the year ending 31st December, 1952.

| 1951 £ | | £ | 1951 £ | | £ |
|-------------------|--|-------------------|-------------------|--|-------------------|
| 5,989,768 | Amount of Special contingency fund at the beginning of the year | 5,654,154 | 16,274 | Taxation— Profits tax | 4,778 |
| 185,118 | Interest and dividends | 191,142 | 54,458 | Income tax | 90,980 |
| | | | 450,000 | Amount written off investments | — |
| | | | 5,654,154 | Amount of Special contingency fund at the end of the year | 5,749,538 |
| <u>£6,174,886</u> | | <u>£5,845,296</u> | <u>£6,174,886</u> | | <u>£5,845,296</u> |

DIVIDEND RESERVE FUND ACCOUNT

(A Shares)

for the year ending 31st December, 1952.

| 1951 £ | | £ | 1951 £ | | £ |
|-----------------|---|-----------------|-----------------|---|-----------------|
| — | Amount of Dividend reserve fund at the beginning of the year | 127,097 | — | Taxation— Profits tax | 46 |
| 127,097 | Transfer from Appropriation account | 104,167 | — | Income tax | 382 |
| — | Interest and dividends | 805 | 127,097 | Amount of Dividend reserve fund at the end of the year | 231,641 |
| <u>£127,097</u> | | <u>£232,069</u> | <u>£127,097</u> | | <u>£232,069</u> |

COMMON CONTINGENCY FUND

BALANCE SHEET

31st December, 1952.

| LIABILITIES. | | | | ASSETS. | | | |
|--------------|-------------------|-------------------------------------|-------------------|-------------------|---|-------------------|--|
| £ | 1951 £ | | £ | 1951 £ | | £ | |
| 2,840 | 3,495,937 | Common contingency fund | 3,550,312 | 2,853,786 | Investments— | 2,825,387 | |
| 51,763 | | Current liabilities and provisions— | | 231,440 | British Government securities | 230,000 | |
| | 10,980 | Profits tax | 4,208 | 171,667 | Municipal and county securities, United Kingdom | 171,667 | |
| 550,312 | — | Income tax | 23,108 | 40,000 | Public Board securities | 40,000 | |
| | | | | 48,000 | Other Commonwealth Government securities | 48,000 | |
| 604,915 | | | | 102,948 | Debentures and debenture stocks home and foreign | 100,947 | |
| | | | | | Current assets— | | |
| | | | | 10,571 | Estimated tax recoverable... .. | — | |
| | | | | | Balance at Bankers— | | |
| | | | | — | On deposit in the United Kingdom | 150,000 | |
| | | | | 48,506 | On current account in the United Kingdom | 11,627 | |
| | | | | | | | |
| | <u>£3,506,917</u> | | <u>£3,577,628</u> | <u>£3,506,917</u> | | <u>£3,577,628</u> | |

SPECIAL CONTINGENCY FUND

BALANCE SHEET

31st December, 1952.

| LIABILITIES. | | | | ASSETS. | | | |
|--------------|-------------------|-------------------------------------|-------------------|-------------------|---|-------------------|--|
| £ | 1951 £ | | £ | 1951 £ | | £ | |
| 4,778 | 5,664,154 | Special contingency fund | 5,749,538 | 3,725,612 | Investments— | 4,319,796 | |
| 3,980 | | Current liabilities and provisions— | | 623,589 | British Government securities | 501,850 | |
| | 16,588 | Profits tax | 2,577 | 400,000 | British Government guaranteed securities | | |
| 1,538 | | | | | Debenture in a subsidiary guaranteed under Trade Facilities Acts, not dealt with in group accounts | — | |
| | | | | 311,085 | Municipal and county securities, United Kingdom | 311,085 | |
| | | | | 219,452 | Other Commonwealth Government securities | 325,791 | |
| | | | | 70,000 | Debentures and debenture stocks home and foreign | 69,000 | |
| | | | | | Current assets— | | |
| | | | | 162,945 | Sundry brokers for investments sold | — | |
| | | | | 151,689 | Estimated tax recoverable | 44,435 | |
| | | | | | Balance at Bankers— | | |
| | | | | — | On deposit in the United Kingdom | 170,000 | |
| | | | | 1,360 | On current account in the United Kingdom | 10,158 | |
| | <u>£5,870,742</u> | | <u>£5,762,115</u> | <u>£5,670,742</u> | | <u>£5,762,115</u> | |

DIVIDEND RESERVE FUND

(A Shares)

BALANCE SHEET

31st December, 1952.

| LIABILITIES. | | | | ASSETS. | | | |
|--------------|-----------------|-------------------------------------|-----------------|-----------------|---|-----------------|--|
| £ | 1951 £ | | £ | 1951 £ | | £ | |
| 16 | 127,097 | Dividend reserve fund | 231,641 | — | Investments— | 108,462 | |
| 32 | | Current liabilities and provisions— | | — | British Government Securities | | |
| | — | Profits tax | 46 | | Other Commonwealth Government Securities | 17,500 | |
| 11 | | | | | Current Assets— | | |
| | | | | | Balance at Bankers— | | |
| | | | | 127,097 | On current account in the United Kingdom | 105,725 | |
| | <u>£127,097</u> | | <u>£231,687</u> | <u>£127,097</u> | | <u>£231,687</u> | |

The Prudential Assurance Company Limited.

BALANCE

SH

| Ordinary Branch 1951. | Industrial Branch 1951. | General Branch 1951. | Total 1951. | LIABILITIES. | Ordinary Branch. | Industrial Branch. | General Branch. | Total. | Ordin Bran 1951. |
|-----------------------|-------------------------|----------------------|--------------|---|------------------|--------------------|-----------------|-------------|------------------|
| £ | £ | £ | £ | | £ | £ | £ | £ | £ |
| — | 1,250,000 | — | 1,250,000 | Authorized and Issued Capital— | — | 1,250,000 | — | 1,250,000 | 6,643 |
| — | — | 200,000 | 200,000 | 1,250,000 A shares of £1 each, fully paid ... | — | — | — | 200,000 | 5,082 |
| 5,750,000 | 9,900,000 | 600,000 | 16,250,000 | 1,000,000 B shares of £1 each, 4s. paid... .. | — | — | 200,000 | 200,000 | |
| — | — | 198,160 | 198,160 | Branch contingency funds (see statement at foot of Balance sheet) | 7,000,000 | 12,000,000 | 300,000 | 19,300,000 | 1,145 |
| 245,282,788 | — | — | 245,282,788 | Appropriation account—balance carried forward ... | — | — | 212,568 | 212,568 | 17 |
| — | 347,438,371 | — | 347,438,371 | Life assurance fund, Ordinary branch | 257,678,517 | — | — | 257,678,517 | 404 |
| — | — | — | — | Industrial assurance fund | — | 352,256,517 | — | 352,256,517 | 4,998 |
| — | — | 1,903,757 | — | General branch insurance funds— | — | — | — | — | 611 |
| — | — | 910,964 | — | Fire | — | — | 2,128,771 | 2,128,771 | 533 |
| — | — | 923,378 | — | Sickness and accident | — | — | 1,016,013 | 1,016,013 | 16 |
| — | — | 888,828 | 9,864,717 | Motor vehicle | — | — | 1,118,887 | 1,118,887 | — |
| — | — | 2,020,465 | — | Miscellaneous | — | — | 996,163 | 996,163 | 18 |
| — | — | 817,325 | — | Sinking fund | — | — | 2,128,240 | 2,128,240 | 60,928 |
| — | — | 2,400,000 | — | Marine | — | — | 837,507 | 837,507 | 33,076 |
| — | — | — | — | Additional reserve... .. | — | — | 2,500,000 | 2,500,000 | 1,234 |
| 2,092,816 | 709,142 | — | 2,801,958 | Current liabilities and provisions— | 2,062,690 | 746,650 | — | 2,809,340 | 2,632 |
| — | — | 1,077,619 | — | Claims admitted or intimated, but not paid, less amounts recoverable under reinsurances— | — | — | — | — | 722 |
| — | — | 1,144,070 | — | Life | — | — | 1,153,679 | 1,153,679 | 13,311 |
| — | — | 834,315 | 3,058,144 | Fire | — | — | 1,382,947 | 1,382,947 | 1,728 |
| — | — | 2,140 | — | Motor vehicle | — | — | 1,051,499 | 1,051,499 | 3,326 |
| 13,315 | — | — | 13,315 | Miscellaneous | — | — | — | — | 1,208 |
| 462,445 | 1,405,099 | 346,586 | 2,214,130 | Sinking fund | — | — | — | — | — |
| 191,640 | — | 6,917 | 198,557 | Annuities due and unpaid | 23,667 | — | — | 23,667 | 134 |
| — | — | 439,145 | — | Outstanding commission and expenses | 527,229 | 1,563,687 | 360,906 | 2,451,822 | — |
| — | — | 5,188 | — | Premiums received in advance | 232,669 | — | 7,448 | 240,118 | 37,330 |
| — | — | 151,748 | 602,197 | Amounts due on reinsurance account— | — | — | — | — | 31,079 |
| — | — | 6,146 | — | Fire | — | — | 497,681 | 497,681 | 27,471 |
| — | — | 56,365 | 56,465 | Sickness and accident | — | — | 12,029 | 12,029 | 200 |
| 333,062 | 143,454 | 66,236 | 432,752 | Miscellaneous | — | — | 179,516 | 179,516 | 60 |
| 641,744 | 1,180,779 | 2,040 | 1,824,563 | Marine... .. | — | — | 2,637 | 2,637 | 163 |
| 98,358 | — | 60,629 | 158,987 | Amounts due to subsidiaries | — | 100 | 67,638 | 67,638 | 15 |
| 661,167 | 874,376 | 189,834 | 1,725,377 | Other creditors | 266,333 | 164,082 | 51,606 | 482,021 | 1,788 |
| — | — | 537,829 | 537,829 | Sundry brokers for investments purchased | 572,265 | 141,194 | — | 713,457 | 923 |
| 607,167 | 713,666 | 116,667 | 1,337,500 | Overseas taxes | 121,351 | — | 81,183 | 202,534 | 25 |
| 322,963 | 455,005 | — | 777,968 | Profits tax | 252,291 | 332,397 | 62,492 | 647,180 | — |
| — | — | — | — | United Kingdom income tax including reserve for future liability on profits earned to date | — | — | 360,422 | 360,422 | 11,821.6 |
| — | — | — | — | Dividends declared | 549,430 | 729,737 | 133,333 | 1,412,500 | 8,488.2 |
| — | — | — | — | Dividends declared from Special dividend reserve fund | — | — | — | — | 769.2 |
| — | — | — | — | — | — | — | — | — | 1.1 |
| — | — | — | — | — | — | — | — | — | — |
| — | — | — | — | — | — | — | — | — | 763.4 |
| — | — | — | — | — | — | — | — | — | 77.8 |
| — | — | — | — | — | — | — | — | — | 607.8 |
| — | — | — | — | — | — | — | — | — | 1,009.0 |
| — | — | — | — | — | — | — | — | — | 290.3 |
| — | — | — | — | — | — | — | — | — | 1,215.2 |
| — | — | — | — | — | — | — | — | — | — |
| — | — | — | — | — | — | — | — | — | 363.75 |
| — | — | — | — | — | — | — | — | — | 2,322.06 |
| — | — | — | — | — | — | — | — | — | 78.86 |
| — | — | — | — | — | — | — | — | — | 1,650.00 |
| — | — | — | — | — | — | — | — | — | 402.25 |
| — | — | — | — | — | — | — | — | — | 82.44 |
| — | — | — | — | — | — | — | — | — | 1,294.38 |
| £256,257,965 | 364,069,992 | 15,896,321 | 636,224,278 | Common contingency fund | — | — | 3,577,689 | 3,577,689 | 236,257.96 |
| — | — | — | — | Special contingency fund | — | — | 5,768,115 | 5,768,115 | — |
| — | — | — | — | Dividend reserve fund (A shares) (per separate Balance sheets) | — | — | 281,687 | 281,687 | — |
| — | — | — | £645,529,034 | | — | — | — | — | — |
| | | | | | £269,289,430 | 369,194,374 | 16,938,507 | 655,422,311 | — |

I certify that in my belief the liabilities in respect of long term business do not exceed the amounts of the respective funds and all other liabilities in respect of long term business as shown in the Balance sheet.

F. M. REDINGTON, Actuary.

We certify that in our belief the value of the assets exceeds the amount of the liabilities computed in accordance with the provisions of sub-section (2) of Section 3 of the Assurance Companies Act, 1946, by the amount required by sub-section (1) of that Section. The liabilities in respect of long term business have been taken at the amounts of the respective funds and all other liabilities in respect of long term business as shown in the Balance sheet.

No part of any fund has been applied directly or indirectly for any purposes other than those of the class of business to which the fund is applicable. We certify that in our belief the value at 31st December, 1952, of the assets set forth in the Balance sheet is in the aggregate in excess of the amount stated therein, after taking into account the Branch contingency funds. For the purpose of this certificate the values of the quoted Stock Exchange securities have been taken at middle market prices as at that date and the values of other assets have been estimated by the Directors.

The amounts at which the Stock Exchange securities are stated in the Balance sheet are determined under the Articles of Association of the Company by the Directors; individual groups of securities appear at amounts which are above or below the values at 31st December, 1952.

REPORT OF THE AUDITORS TO THE MEMBERS OF

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit. In our opinion, proper books of account have been kept by the company, so far as appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches not visited by us. We have examined the above balance sheet and annexed revenue and profit and loss accounts which are in agreement with the books of account and returns. In our opinion and to the best of our information and according to the explanations given us the said accounts give the information required by the Companies Act, 1948, in the manner so required which in relation to Assurance Companies is modified by Part III of the Eighth Schedule to that Act in regard to reserves and provisions and aggregate market value of quoted investments, to which reference is made in the statement at the foot of the balance sheet. On this basis in our opinion the balance sheet gives a true and fair view of the state of the Company's affairs as at 31st December, 1952, and the profit and loss account as supplemented by the annexed revenue accounts gives a true and fair view of the profit, ascertained in the manner there indicated, for the year ended on that date.

31st April, 1953

THE PRUDENTIAL ASSURANCE COMPANY LIMITED

No part of any fund has been applied directly or indirectly for any purposes other than those of the class of business to which the fund is applicable.

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit. In our opinion, proper books of account have been kept by the company, so far as appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches not visited by us. We have examined the above balance sheet and annexed revenue and profit and loss accounts which are in agreement with the books of account and returns. In our opinion and to the best of our information and according to the explanations given us the said accounts give the information required by the Companies Act, 1948, in the manner so required which in relation to Assurance Companies is modified by Part III of the Eighth Schedule to that Act in regard to reserves and provisions and aggregate market value of quoted investments, to which reference is made in the statement at the foot of the balance sheet. On this basis in our opinion the balance sheet gives a true and fair view of the state of the Company's affairs as at 31st December, 1952, and the profit and loss account as supplemented by the annexed revenue accounts gives a true and fair view of the profit, ascertained in the manner there indicated, for the year ended on that date.

P00002981

1953

0997-012

NOTES TO THE BALANCE SHEET.

| 1951. £ | | 1952. £ |
|------------|---|------------|
| 12,485,000 | Capital commitments for settlement after 31st December | 10,580,000 |
| 785,000 | Contingent capital commitments | 4,925,000 |
| 2,835,000 | Uncalled capital on investments held | 2,840,000 |
| 1,715,000 | Reserve liability on shares, etc... .. | 1,685,000 |

A contingent liability exists under a guarantee given by the Company in respect of certain benefits for the Staff and their relatives and dependents provided by means of a company formed for this purpose.

Part of the assets (investments and cash) of the General branch has been deposited under local laws in places out of the United Kingdom on account of fire, casualty and marine insurance business, and specific deposits of life assurance assets of the Ordinary branch, as set out below, have been made with various Overseas Governments under local laws as security to holders of policies issued. Investments (at or under market value, if quoted), mortgages, property and cash amount to—

| 1951. £ | | 1952. £ |
|------------|--------------------------|------------|
| 36,000 | Australia | 33,000 |
| 15,000 | Burma | 15,000 |
| 10,084,500 | Canada | 11,659,000 |
| 494,500 | Egypt | 968,500 |
| 14,000 | India | 14,000 |
| 10,000 | Israel | 2,500 |
| 48,000 | New Zealand | 45,000 |
| 10,500 | Pakistan | 21,500 |
| 500 | Poland | 500 |
| 10,000 | South Africa | — |
| 5,500 | Southern Rhodesia | 4,500 |

A Shares—This capital is liable in respect of contracts in all branches of the Company's business, but is included in the Industrial branch accounts pursuant to sec. 3 of The Prudential Assurance Company Act, 1875.

Certain of the properties owned by or mortgaged to the Company have been damaged by enemy action and claims under the War Damage Act, 1943, have been submitted in cases where that Act applies.

The aggregate amount of the Directors' remuneration for the year was £50,353. (1951, £50,353).

Life, casualty and sinking fund revenue account transactions in overseas currencies have been brought in at the rates of exchange ruling on the 31st December, 1952, with the exception of interest received at or paid by the Company's Chief Office which has been brought in at the rates ruling on the dates of the respective transactions; the adjustment in exchange item appearing in certain revenue accounts is the difference between the sterling equivalents at the rates ruling at the beginning and the end of the year of the fund, less any release, at the beginning of the year. Fire and marine revenue account transactions in overseas currencies have been brought in at rates of exchange approximating to those current on the dates of the respective transactions. Currency assets are maintained so far as practicable to the extent of the corresponding liabilities and together with reserve and contingency funds are available towards meeting any increase in liabilities by reason of any future variations in rates of exchange.

Liabilities and assets in overseas currencies where material have been converted into sterling at the rates ruling on the 31st December, 1952, except that in the case of certain investments in overseas currency held at Chief Office, book values have been based on the rates of exchange ruling on the dates of acquisition.

An investment reserve account is maintained in each branch to which are carried profits and losses on realisation of assets together with exchange differences, other than exchange differences on fire, marine, aviation and transit insurance business, less any relative United Kingdom taxes thereon. The investment reserve accounts, after bringing in transfers from the revenue accounts and the General branch contingency fund, have been applied to reduce the balance sheet values of the assets in the appropriate branches.

With the approval of the Board of Trade (a) the group accounts do not deal with certain subsidiaries whose businesses are so different from that of the Company that they cannot reasonably be treated together as a single undertaking and in which subsidiaries the shareholdings are held merely as investments, and (b) the particulars of such subsidiaries otherwise required to be given in accordance with paragraphs 15(4) and (6) of the Eighth Schedule to the Companies Act, 1948, are omitted. Two other subsidiaries are not dealt with in the group accounts in view of the insignificant amount involved; their last available accounts cover the year 1951 and disclose, at the rate of exchange on the 31st December, 1952, an accumulated profit of £13,369 of which £4,972 relates to 1951. No part of such profits is dealt with in this Company's accounts for 1952. No accounts have been received from another subsidiary since 1938, and the information required under paragraph 15(4) of the Eighth Schedule to the Companies Act, 1948, is not obtainable.

THE PRUDENTIAL INSURANCE COMPANY OF GREAT BRITAIN
located in New York.

REVENUE ACCOUNT
for the year ending 31st December, 1952.

| 1951 £ | | £ | 1951 £ | | £ |
|-------------------|--|-------------------|-------------------|--|-------------------|
| | Amount of insurance fund at the beginning of the year— | | 627,850 | Claims under policies paid and outstanding | 643,486 |
| 1,226,995 | Provision for unexpired risks | 1,471,252 | 541,029 | Commission | 703,544 |
| 1,468,221 | Premiums | 1,692,877 | 50,660 | Expenses of management | 48,601 |
| | | | 4,425 | Transfer to Profit and loss account | 47,728 |
| | | | | Amount of insurance fund at the end of the year— | |
| | | | 1,471,252 | Provision for unexpired risks | 1,720,770 |
| <u>£2,695,216</u> | | <u>£3,164,129</u> | <u>£2,695,216</u> | | <u>£3,164,129</u> |

The whole of the business transacted is fire and allied risks reinsurance business.

PROFIT AND LOSS ACCOUNT
for the year ending 31st December, 1952.

| 1951 £ | | £ | 1951 £ | | £ |
|-----------------|--|-----------------|-----------------|--|-----------------|
| | Balance (earned surplus) brought forward | | 25,321 | Taxes | 67,439 |
| 741,190 | from previous year | 776,872 | 3,051 | Investment expenses | 4,632 |
| 84,094 | Interest and dividends | 90,958 | 187 | Loss on sale of securities | — |
| — | Profit on sale of securities | 2,754 | 2,849 | Amounts written off securities | 1,933 |
| 4,425 | Transfer from Revenue account | 47,728 | 21,429 | Dividend to Shareholders | 21,429 |
| | | | | Balance (earned surplus) as per Balance sheet | 822,879 |
| | | | 776,872 | | |
| <u>£829,709</u> | | <u>£918,312</u> | <u>£829,709</u> | | <u>£918,312</u> |

BALANCE SHEET
31st December, 1952.

| LIABILITIES. | | | ASSETS. | | |
|-------------------|---|-------------------|-------------------|---|-------------------|
| 1951 £ | | £ | 1951 £ | | £ |
| | Authorised and Issued capital— | | | Investments (at or under cost)— | |
| 214,286 | 8,000 shares of \$100 each, fully paid | 214,286 | 2,136,122 | United States Government securities | 2,237,258 |
| 321,428 | Capital reserve (surplus paid in) | 321,428 | 448,339 | Debentures and bonds | 684,653 |
| | Profit and loss account balance (earned surplus) | 822,879 | 120,639 | Preference stocks and shares | 188,722 |
| 776,872 | Insurance fund | 1,720,770 | 199,594 | Ordinary stocks and shares | 190,968 |
| 1,471,252 | Current liabilities— | | | Current assets— | |
| | Outstanding claims | 323,890 | 17,857 | Deposit at interest | 17,857 |
| 300,978 | Outstanding commission and expenses | 187,787 | 11,162 | Interest and dividends accrued | 13,639 |
| 103,335 | Amounts due on reinsurance account | 98,709 | 162,753 | Amounts due on reinsurance account | 210,796 |
| 61,234 | Taxation | 68,784 | 185,234 | Balance at Bankers on current account and Cash in hand | 194,620 |
| 32,315 | | | | | |
| <u>£3,281,700</u> | | <u>£3,738,513</u> | <u>£3,281,700</u> | | <u>£3,738,513</u> |

All items have been converted at the rate of \$2.80 to the £. The Prudential Assurance Company Limited holds over 98 per cent. of the shares in this Company, and has the option in certain events to acquire the remaining shares.

THE
PRUDENTIAL
ASSURANCE COMPANY
LIMITED
(INCORPORATED IN ENGLAND.)
HOLBORN BARS, LONDON, E.C.1.

Directors' Report
and
Statement of Accounts
Year ending 31st December, 1952.
