

LLOYD'S OF LONDON - SPECIALTY & REINSURANCE

# Syndicate 1234

Annual Report & Accounts - Year ended 31 December 2025

## **Underwriting manager**

Praveg Underwriting Limited

## **Registered office**

One Lime Street, London EC3M 7HA, United Kingdom

## **Active underwriter**

A. Marshall

## **Reporting currency**

US dollars, presented in millions (USD m)

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## Business review

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The Directors present the strategic report and audited financial statements of Syndicate 1234 for the year ended 31 December 2025.

### Market overview

The global specialty insurance and reinsurance markets remained firm through the year, with continued rate strength in property and casualty classes. The Lloyd's market sustained underwriting discipline amid elevated catastrophe activity and a higher interest rate environment.

### Underwriting review

Gross premiums written for the year were 2,948.4. After outward reinsurance, earned premium net of reinsurance was 1,795.4, reflecting a well diversified portfolio across class and geography.

### Investment review

Investment income of 12.5 was generated from a conservatively positioned portfolio of high-quality fixed income securities and cash.

### Result and outlook

The syndicate reported a profit before tax of 77.3. The Directors consider the syndicate well positioned for the 2026 year of account.

## Statement of Directors' responsibilities

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The Directors are responsible for preparing the syndicate annual accounts in accordance with applicable law and United Kingdom Accounting Standards, and for being satisfied that they give a true and fair view.

The Lloyd's Syndicate Accounting byelaws require the Directors to prepare financial statements which give a true and fair view of the state of affairs of the syndicate and of its profit or loss for that year.

### **In preparing the financial statements the Directors are required to:**

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed; and
- prepare the accounts on a going concern basis unless inappropriate.

The Directors are also responsible for keeping adequate accounting records and for safeguarding the assets of the syndicate.

# Independent auditor's report

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## Opinion

We have audited the financial statements of Syndicate 1234 for the year ended 31 December 2025. In our opinion they give a true and fair view of the state of the syndicate's affairs and of its profit for the year then ended, being a profit before tax of 77.3.

## Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK). We are independent of the syndicate and have fulfilled our ethical responsibilities in accordance with those requirements.

## Conclusions relating to going concern

We have nothing to report in respect of the going concern basis of accounting.  
Marsh Audit LLP, Registered Auditor, London.

## Statement of profit or loss

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For the year ended 31 December 2025

USD millions

	2025
Gross premiums written	2,948.4
Earned premium, net of reinsurance	1,795.4
Investment income	12.5
<b>Profit for the financial year before tax</b>	<b>77.3</b>

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The result is wholly attributable to continuing operations. The notes on pages 8 and 9 form an integral part of these financial statements.

## Statement of financial position

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As at 31 December 2025

USD millions

	2025
<b>Total assets</b>	<b>5,214.8</b>

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Total assets of 5,214.8 comprise financial investments, reinsurers' share of technical provisions, insurance and other receivables, and cash.

Technical provisions are established to cover the estimated ultimate cost of settling claims incurred at the balance sheet date, stated gross of reinsurance.

The financial position is prepared on a going concern basis.

# Notes to the financial statements

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## 1 Basis of preparation

Prepared under applicable UK accounting standards and the Lloyd's Syndicate Accounting byelaws. Amounts are in USD millions unless otherwise stated.

## 2 Premiums

Gross premiums written of 2,948.4 comprise premiums on contracts incepting in the year. Earned premium, net of reinsurance, was 1,795.4.

## 3 Investment income

Investment income of 12.5 is stated net of investment management expenses.

## 4 Reinsurance

Outward reinsurance protects the syndicate against accumulation and severity of loss. Reinsurance assets are assessed for recoverability at each reporting date.

## Accounting policies

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### Premiums

Written premiums are recognised on contract inception; earned premiums over the policy period on a time-apportioned basis.

### Claims

Claims incurred comprise claims paid and the movement in claims provisions, net of reinsurance recoveries, on a best-estimate basis.

### Investments

Financial investments are carried at fair value through profit or loss, with investment income of 12.5 recognised in profit or loss.

### Taxation

Taxation is the responsibility of the individual members and is not accounted for within these financial statements.