



## **Deloitte Gibraltar Audit Transparency Report 2018**

### **Explanatory Note**

Deloitte Limited ("Deloitte Gibraltar") is required to prepare an audit transparency report under Article 13 of the Regulation No 537/2014 of the European Parliament and of the Council of 16 April 2014 (the EU Audit Regulation).

Deloitte Gibraltar became a subsidiary of Deloitte LLP ("Deloitte UK") on 1 June 2017. As a result, much of the required information for the year ended 31 May 2018 is reported within the 2018 Audit Transparency Report of Deloitte UK, which is available on its website: <https://www2.deloitte.com/uk/en/pages/about-deloitte-uk/articles/annual-reports.html>

The following information, specific to Deloitte Gibraltar that is not included in the Deloitte UK Report, is included in the attached appendices:

- A list of public interest entities for which Deloitte Gibraltar signed an audit report on the entity's annual financial statements during the year ended 31 May 2018; and
- Financial information about the turnover of Deloitte Gibraltar.

A reconciliation to Article 13.2 of the EU Audit Regulation indicating how each provision has been addressed is also attached.

## Appendix 1 – EU Audit Regulation reconciliation

We cross-reference in the table below to where and how Deloitte Limited has complied with the requirements of Article 13.2 of the EU Audit Regulation.

Provision of Article 13.2	Reference to how the requirements of the provision are addressed
(a) a description of the legal structure and ownership of the audit firm;	Deloitte UK Audit Transparency Report - page 40
(b) where the statutory auditor or the audit firm is a member of a network: (i) a description of the network and the legal and structural arrangements in the network; (ii) the name of each statutory auditor operating as a sole practitioner or audit firm that is a member of the network; (iii) the countries in which each statutory auditor operating as a sole practitioner or audit firm that is a member of the network is qualified as a statutory auditor or has his, her or its registered office, central administration or principal place of business; (iv) the total turnover achieved by the statutory auditors operating as sole practitioners and audit firms that are members of the network, resulting from the statutory audit of annual and consolidated financial statements;	Deloitte UK Audit Transparency Report  - page 46  - pages 73 to 76  - pages 73 to 76          - page 76
(c) a description of the governance structure of the audit firm;	Deloitte UK Audit Transparency Report - page 40
(d) a description of the internal quality control system of the statutory auditor or of the audit firm and a statement by the administrative or management body on the effectiveness of its functioning;	Deloitte UK Audit Transparency Report - pages 25 to 26
(e) an indication of when the last quality assurance review referred to in Article 26 was carried out;	The most recent quality assurance review by the GFSC was carried out in 2015
(f) a list of public-interest entities for which the statutory auditor or the audit firm carried out statutory audits during the preceding financial year;	Appendix 2 to this letter
(g) a statement concerning the statutory auditor's or the audit firm's independence practices which also confirms that an internal review of independence compliance has been conducted;	Deloitte UK Audit Transparency Report - pages 48 to 51
(h) a statement on the policy followed by the statutory auditor or the audit firm concerning the continuing education of statutory auditors referred to in Article 13 of Directive 2006/43/EC;	Deloitte UK Audit Transparency Report - pages 16 to 17
(i) information concerning the basis for the partners' remuneration in audit firms;	Deloitte UK Audit Transparency Report - pages 71 to 72
(j) a description of the statutory auditor's or the audit firm's policy concerning the rotation of key audit partners and staff in accordance with Article 17(7);	Deloitte UK Audit Transparency Report page 17
(k) where not disclosed in its financial statements within the meaning of Article 4(2) of Directive 2013/34/EU, information about the total turnover of the statutory auditor or the audit firm, divided into the following categories: (i) revenues from the statutory audit of annual and consolidated financial statements of public-interest entities and entities belonging to a group of undertakings whose parent undertaking is a public-interest entity; (ii) revenues from the statutory audit of annual and consolidated financial statements of other entities; (iii) revenues from permitted non-audit services to entities that are audited by the statutory auditor or the audit firm; and (iv) revenues from non-audit services to other entities.	Appendix 3 to this letter

## Appendix 2 – public interest entities

The list below has been prepared in accordance with Article 13 of the EU Audit Regulation. It contains details of the EU public interest entities for which Deloitte Limited signed an audit report on the entity's annual financial statements during the year ended 31 May 2018.

Admiral Insurance (Gibraltar) Limited  
Bank J. Safra Sarasin (Gibraltar) Ltd  
Bank JSS (Gibraltar) Limited  
Derwent Insurance Limited  
Douglas Insurance (Gibraltar) Limited  
Jyske Bank (Gibraltar) Limited  
LAMP Insurance Company Limited  
Nelson Insurance Company Limited  
Petrus Insurance Company Limited  
PREMIUM Insurance Company Limited  
Skyfire Insurance Company Limited  
Turicum Private Bank Limited

## Appendix 3 – financial information

The total turnover of Deloitte Limited, split by category, for the year ended 31 May 2018 is as follows:

	<b>Year ended</b> <b>31 May 2018</b> <b>£'000</b>
Statutory audit of EU PIEs and entities belonging to a group of undertakings whose parent undertaking is an EU PIE	631
Statutory audit of other entities	858
Permitted non-audit services to audited entities	326
Non-audit services to other entities	<u>1,509</u>
	<u><u>3,324</u></u>

# Deloitte.

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