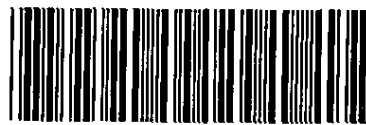


Report of the Directors and
Financial Statements for the Year Ended 31 December 2010
for
De Vere Group Holdings Limited
Previously known as De Vere Group Limited

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COMPANIES HOUSE

De Vere Group Holdings Limited (Registered number 00014504)
Previously known as De Vere Group Limited

Contents of the Financial Statements
for the Year Ended 31 December 2010

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De Vere Group Holdings Limited
Previously known as De Vere Group Limited

Company Information
for the Year Ended 31 December 2010

DIRECTORS:	A M Coppel CBE D G Caldecott
SECRETARY:	S Kaushal
REGISTERED OFFICE:	1 West Garden Place Kendal Street London W2 2AQ
REGISTERED NUMBER:	00014504
AUDITORS	Ernst & Young LLP 100 Barbirolli Square Manchester M2 3EY

De Vere Group Holdings Limited (Registered number 00014504)
Previously known as De Vere Group Limited

Report of the Directors
for the Year Ended 31 December 2010

The directors present their report and financial statements for the year ended 31 December 2010

CHANGE OF NAME

The company passed a special resolution on 13 September 2011 changing its name from De Vere Group Limited to De Vere Group Holdings Limited

PRINCIPAL ACTIVITY

During the year under review De Vere Group Limited operated G&J Greenalls, a white spirit manufacturer, and managed certain property assets

REVIEW OF BUSINESS

A comprehensive review of the strategic affairs of the group into which the company is consolidated, including key performance indicators and key risks and uncertainties, is contained in the report and financial statements of De Vere Group Limited (previously known as AHG Venice Group Limited), the ultimate parent undertaking at the year end

The loss after taxation for the year amounted to £173,806,000 (2009 loss of £17,053,000) This result includes net impairment charges in respect of the company's investments in subsidiaries of £165,457,000

DIVIDENDS

An interim dividend in specie of £1,073,725,000 was declared and paid on 22 December 2010

The directors do not recommend the payment of a dividend (2009 £nil)

DIRECTORS

The directors of the Company during the period were as follows

A M Coppel CBE	(appointed 16 September 2011)
D G Caldecott	(appointed 16 September 2011)
R G Balfour-Lynn	(resigned 16 September 2011)
J Singh	(resigned 16 September 2011)
I B Cave	(resigned 3 March 2010)
M A Bibring	(resigned 3 March 2010)

De Vere Group Holdings Limited (Registered number 00014504)

Previously known as De Vere Group Limited

Report of the Directors

for the Year Ended 31 December 2010

SIGNIFICANT EVENTS

1) On 8 March 2010 the AHG Venice Limited (since renamed De Vere Venice Limited) group of companies was acquired by AHG Venice Group Limited (since renamed De Vere Group Limited), a company established for the purposes of restructuring the AHG Venice Limited group

On the same day the group entered into a revised borrowing facilities agreement with Bank of Scotland plc, the substance of which was to re-finance the group

The directors are pleased to report that these transactions have had the effect of re-financing the group to which the company belongs, thereby assuring the company's ability to continue as a going concern

Further details of the group's refinancing are available in the March 2010 financial statements of De Vere Group Limited, the ultimate parent undertaking

2) On 14 December 2010 the company issued 3,214 bonus ordinary shares of 31p each out of unrealised reserves to De Vere Finance No 3 Limited (previously known as AHG Venice Finance No 3 Limited) The shares carried a premium of £84,826 each

On the same day the company cancelled 87,106,070 ordinary shares of 31p each and the entire share premium account of £302,591,000 standing in the books of the company for no consideration

3) On 22 December the Company received interim dividends in specie of £851,204,000 from its subsidiaries, which have been recognised in reserves Subsequent to the interim dividend the Company performed an impairment review of its investments in subsidiaries which led to an impairment of £168,468,000 being recognised in the profit and loss account

On the same day the Company paid an interim dividend in specie of £1,073,725,000 to its parent, De Vere Finance No 3 Limited

These steps were undertaken as part of an exercise to re-allocate capital more efficiently between the various subsidiaries of the AHG Venice Group Limited group of companies

POST BALANCE SHEET EVENTS

On 5 August 2011 the Company sold the trade and assets of G&J Greenall, its white spirit distillery operation, to a third party for £7.5 million plus working capital adjustments of £1.1 million The operations sold accounted for all of the turnover of the Company in 2010 and leaves the Company primarily as a property holding company subsequent to the sale

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006 They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

De Vere Group Holdings Limited (Registered number 00014504)
Previously known as De Vere Group Limited

Report of the Directors
for the Year Ended 31 December 2010

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

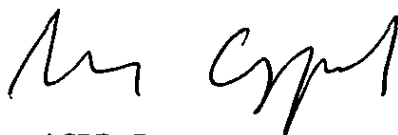
In accordance with Section 418(2) of the Companies Act 2006 each of the above directors (excluding those who have resigned during the financial year)

- is not aware of any relevant audit information of which the Company's auditors are unaware, and
- has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish the Company's auditors are aware of that information

AUDITORS

Ernst & Young LLP have expressed their willingness to continue as auditors in accordance with Section 487(2) of the Companies Act 2006

ON BEHALF OF THE BOARD:



A M Coppel CBE - Director

Date **30 SEP 2011**

Report of the Independent Auditors to the Members of
De Vere Group Holdings Limited

We have audited the financial statements of De Vere Group Holdings Limited for the year ended 31 December 2010 which comprise the Profit and Loss Account, the Statement of Total Recognised Gains and Losses, the Balance Sheet and the related notes 1 to 21. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company'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 company and the company's members as a body for our audit work for this report or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors and Financial Statements to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2010 and of its loss for the year then ended
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Barry Flynn (Senior Statutory Auditor)
for and on behalf of Ernst & Young LLP Statutory Auditor

Manchester

5/10/2011

De Vere Group Holdings Limited (Registered number 00014504)
Previously known as De Vere Group Limited

Profit and Loss Account
for the Year Ended 31 December 2010

	Notes	2010 £'000	2009 £'000
TURNOVER		46,030	44,045
Cost of sales		<u>(43,257)</u>	<u>(44,888)</u>
GROSS PROFIT/(LOSS)		2,773	(843)
Fixed asset impairments		(4,938)	(4,684)
Administrative expenses		<u>(2,426)</u>	<u>(2,198)</u>
		(4,591)	(7,725)
Exceptional item - impairments		<u>(165,457)</u>	-
OPERATING LOSS	4	(170,048)	(7,725)
Sale of tangible fixed assets		<u>1</u>	-
		(170,047)	(7,725)
Interest receivable and similar income		44	60
Interest payable and similar charges	5	<u>(26)</u>	<u>(5)</u>
		<u>18</u>	<u>55</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(170,029)	(7,670)
Tax on loss on ordinary activities	6	<u>(3,777)</u>	<u>(9,383)</u>
LOSS FOR THE FINANCIAL YEAR		<u>(173,806)</u>	<u>(17,053)</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year

The notes form part of these financial statements

De Vere Group Holdings Limited (Registered number 00014504)
Previously known as De Vere Group Limited

Statement of Total Recognised Gains and Losses
for the Year Ended 31 December 2010

	2010 £'000	2009 £'000
LOSS FOR THE FINANCIAL YEAR	(173,806)	(17,053)
Dividends in specie received	<u>851,204</u>	<u>-</u>
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	<u><u>677,398</u></u>	<u><u>(17,053)</u></u>

The notes form part of these financial statements

De Vere Group Holdings Limited (Registered number 00014504)
Previously known as De Vere Group Limited

Balance Sheet
31 December 2010

	Notes	2010 £'000	2009 £'000
FIXED ASSETS			
Tangible assets	7	3,135	9,000
Investments	8	<u>11,279</u>	<u>179,745</u>
		<u>14,414</u>	<u>188,745</u>
CURRENT ASSETS			
Stocks	9	3,300	3,253
Debtors	10	1,299,342	1,018,231
Cash in hand		<u>2</u>	<u>-</u>
		1,302,644	1,021,484
CREDITORS			
Amounts falling due within one year	11	<u>(1,253,969)</u>	<u>(12,823)</u>
NET CURRENT ASSETS		<u>48,675</u>	<u>1,008,661</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		63,089	1,197,406
CREDITORS			
Amounts falling due after more than one year	12	-	(739,404)
PROVISIONS FOR LIABILITIES	14	<u>(2,022)</u>	<u>(608)</u>
NET ASSETS		<u>61,067</u>	<u>457,394</u>
CAPITAL AND RESERVES			
Called up share capital	15	1	27,100
Share premium	16	-	29,959
Capital redemption reserve	16	-	272,633
Profit and loss account	16	<u>61,066</u>	<u>127,702</u>
	20	<u>61,067</u>	<u>457,394</u>

30 SEP 2011

The financial statements were approved by the Board of Directors on its behalf by

and were signed on



A M Coppel CBE - Director

1 ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with applicable United Kingdom Accounting Standards on a going concern basis under the historical cost convention with the exception of properties which are carried at valuation less accumulated depreciation and impairments

Group financial statements

The company has taken advantage of the exemption from preparing group financial statements contained in Section s400 of the Companies Act 2006, on the basis that as at 31 December 2010 it was a wholly owned subsidiary of De Vere Group Limited (previously known as AHG Venice Group Limited), a company registered in England and Wales. The financial statements therefore only present the results and state of affairs of the Company and not the group

Cash flow statement

As a wholly owned subsidiary of De Vere Group Limited as at 31 December 2010, the Company is exempt from the requirement to present a cash flow statement under Financial Reporting Standard ("FRS") 1, as a consolidated cash flow statement is included in that company's financial statements, which are publicly available

Turnover

Turnover is the value of goods and services sold to third parties, including excise duties, as part of the Company's trading activities, after deducting discounts and sales based taxes

Tangible fixed assets

The cost of tangible fixed assets represents the actual purchase price paid. Cost of land and buildings may include gross interest on capital invested in major property development and directly attributable overheads

Fixtures and fittings contains items of plant, machinery, fixtures and fittings and equipment

Depreciation is provided to write off the cost of all other fixed assets over their useful lives to their estimated residual values and is calculated by the straight line method at the following rates

	Per annum
Buildings	2%
Fixtures and fittings	4% - 14%

Leasehold properties are depreciated over the shorter of 50 years and the lease term

The carrying values of tangible fixed assets are reviewed for impairment in periods if events or changes in circumstances indicate that the carrying value may not be recoverable

When an asset is fully depreciated and no longer in use, both the gross amount and the aggregate depreciation are eliminated from financial statements

1 ACCOUNTING POLICIES - continued

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost comprises expenditure directly incurred in purchasing or manufacturing stock and includes an appropriate amount of overhead.

Certain operating supplies are treated as a base stock and renewals and replacements of such stock are written off to the profit and loss account as incurred.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

- provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold, and
- deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Leasing commitments

Rental payments in respect of operating leases are charged to the profit and loss account on a straight line basis over the lease term. Provision has been established for future anticipated costs related to leased premises no longer occupied by the Company.

Pension costs

Pension contributions to the defined benefit or defined contribution plans are charged to the profit and loss account as they are incurred.

Property provisions

Provision is made for future rental expenses and related costs of leasehold property (net of estimated sub lease income) where space is either vacant or not planned to be used for ongoing operations.

Going concern

As described in note 18, as a subsidiary of the De Vere Group Limited (previously known as AHG Venice Group Limited) group of companies the Company was party to and provided guarantees in respect of group borrowing facilities. The group entered into revised borrowing facilities on 8 March 2010 the substance of which was to assure the group's ability to continue as a going concern.

Related party transactions

As a wholly owned subsidiary of De Vere Group Limited (previously known as AHG Venice Group Limited) as at 31 December 2010, the Company has taken advantage of the exemption available under FRS 8 not to disclose details of transactions with other group companies.

De Vere Group Holdings Limited (Registered number 00014504)
Previously known as De Vere Group Limited

Notes to the Financial Statements - continued
for the Year Ended 31 December 2010

2 STAFF COSTS

	2010	2009
	£'000	£'000
Wages and salaries	3,683	3,797
Social security costs	330	336
Other pension costs	278	240
	<u>4,291</u>	<u>4,373</u>

The average monthly number of employees during the year was as follows

2010	2009
<u>111</u>	<u>113</u>

3 DIRECTORS' EMOLUMENTS

The Company's directors during the year ended 31 December 2010 are also partners of AHGM LLP (a related undertaking) and were remunerated by that undertaking in their capacity as partners rather than by the Company or any of its fellow subsidiaries. Further details can be found in the financial statements of De Vere Group Limited (previously known as AHG Venice Group Limited).

4 OPERATING LOSS

The operating loss is stated after charging

	2010	2009
	£'000	£'000
Hire of plant and machinery	130	116
Other operating leases	38	789
Depreciation - owned assets	<u>1,207</u>	<u>-</u>

The directors of the Company have re-presented the comparative period profit and loss account in order to better reflect the operations of the Company.

Specifically, £10,801,000 of comparative period cost has been reallocated from cost of sales to administrative expenses.

The auditors' fee for the period of £12,200 (2009 £14,200) was settled by a related company, De Vere Village Trading No 1 Limited. Exceptional impairments of £165,457,000 (2009 £nil) were incurred in respect of impairment of investments in subsidiaries of £168,468,000 and reversal of impairment in intercompany balances of £3,011,000.

5 INTEREST PAYABLE AND SIMILAR CHARGES

	2010	2009
	£'000	£'000
Interest payable - bank	13	-
Interest payable - other	<u>13</u>	<u>5</u>
	<u>26</u>	<u>5</u>

6 TAXATION

Analysis of the tax charge

The tax charge on the loss on ordinary activities for the year was as follows

	2010 £'000	2009 £'000
Current tax		
UK corporation tax	3,777	7,588
Deferred tax	-	1,795
Tax on loss on ordinary activities	<u>3,777</u>	<u>9,383</u>

UK corporation tax has been charged at 28%

Factors affecting the tax charge

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below

	2010 £'000	2009 £'000
Loss on ordinary activities before tax	<u>(170,029)</u>	<u>(7,670)</u>
Loss on ordinary activities multiplied by the standard rate of corporation tax in the UK of 28% (2009 - 28%)	(47,608)	(2,147)
Effects of		
Capital allowances less than depreciation	1,399	30
Expenses not deductible/income not chargeable	46,308	15
Impairment of fixed assets	-	1,311
Transfer pricing adjustment not reflected in financial statements	3,777	8,379
Utilisation of tax losses	(25)	-
Current year movement on provisions and accruals	<u>(74)</u>	<u>-</u>
Current tax charge	<u>3,777</u>	<u>7,588</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2010

7 TANGIBLE FIXED ASSETS

	Freehold land and buildings £'000	Plant and equipment £'000	Totals £'000
COST			
At 1 January 2010	7,361	12,332	19,693
Additions	<u>9</u>	<u>271</u>	<u>280</u>
At 31 December 2010	<u>7,370</u>	<u>12,603</u>	<u>19,973</u>
DEPRECIATION			
At 1 January 2010	4,368	6,325	10,693
Charge for year	380	827	1,207
Impairments	<u>1,628</u>	<u>3,310</u>	<u>4,938</u>
At 31 December 2010	<u>6,376</u>	<u>10,462</u>	<u>16,838</u>
NET BOOK VALUE			
At 31 December 2010	<u>994</u>	<u>2,141</u>	<u>3,135</u>
At 31 December 2009	<u>2,993</u>	<u>6,007</u>	<u>9,000</u>

8 FIXED ASSET INVESTMENTS

	Shares in group undertakings £'000
COST	
At 1 January 2010	192,950
Additions	<u>2</u>
At 31 December 2010	<u>192,952</u>
PROVISIONS	
At 1 January 2010	13,205
Impairments	<u>168,468</u>
At 31 December 2010	<u>181,673</u>
NET BOOK VALUE	
At 31 December 2010	<u>11,279</u>
At 31 December 2009	<u>179,745</u>

De Vere Group Holdings Limited (Registered number 00014504)

Previously known as De Vere Group Limited

Notes to the Financial Statements - continued

for the Year Ended 31 December 2010

8 FIXED ASSET INVESTMENTS - continued

The principal subsidiary undertakings of the company at 31 December 2010 and 31 December 2009, all of which were registered in England and Wales, were

Name of company	Holding	Period end	Nature of business
De Vere Group Investments Limited	Ordinary shares	31/12/2010	Holding company
Greenalls Midlands Limited	Ordinary and Preference shares	31/12/2010	Non-trading
China Lane Limited	Ordinary shares	31/12/2010	Non-trading

9 STOCKS

	2010 £'000	2009 £'000
Finished goods	1,396	1,580
Consumable stores	25	27
Raw materials	<u>1,879</u>	<u>1,646</u>
	<u>3,300</u>	<u>3,253</u>

10 DEBTORS

	2010 £'000	2009 £'000
Amounts falling due within one year		
Trade debtors	5,858	6,090
Amounts owed by group undertakings	1,292,464	-
Other debtors	255	419
Value added tax	229	209
Prepayments and accrued income	<u>536</u>	<u>304</u>
	<u>1,299,342</u>	<u>7,022</u>
Amounts falling due after more than one year		
Amounts owed by group undertakings	<u>-</u>	<u>1,011,209</u>
Aggregate amounts	<u>1,299,342</u>	<u>1,018,231</u>

Intercompany debtors have been classified in current debtors at 31 December 2010 as they are payable on demand

Notes to the Financial Statements - continued
for the Year Ended 31 December 2010

11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2010	2009
	£'000	£'000
Debentures (see note 13)	211	211
Bank loans and overdrafts (see note 13)	2,106	4,191
Trade creditors	3,783	5,337
Amounts owed to group undertakings	1,245,472	-
Social security and PAYE	111	132
Other creditors	54	346
Accruals and deferred income	2,232	2,606
	<u>1,253,969</u>	<u>12,823</u>

Intercompany debtors have been classified in current debtors at 31 December 2010 as they are payable on demand

12 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2010	2009
	£'000	£'000
Amounts owed to group undertakings	<u>-</u>	<u>739,404</u>

Intercompany debtors have been classified in current debtors at 31 December 2010 as they are payable on demand

13 LOANS

An analysis of the maturity of loans is given below

	2010	2009
	£'000	£'000
Amounts falling due within one year or on demand		
Unsecured loan stock < 1 year	211	211
Bank overdrafts	<u>2,106</u>	<u>4,191</u>
	<u>2,317</u>	<u>4,402</u>

14 PROVISIONS FOR LIABILITIES

	2010	2009
	£'000	£'000
Other provisions		
Ex gratia pensions	449	-
Onerous lease provision	183	371
Legal and uninsured claims	<u>1,390</u>	<u>237</u>
	<u>2,022</u>	<u>608</u>

De Vere Group Holdings Limited (Registered number 00014504)

Previously known as De Vere Group Limited

Notes to the Financial Statements - continued

for the Year Ended 31 December 2010

15 CALLED UP SHARE CAPITAL

Allotted, called up and fully paid

Ordinary shares of 31p each

At 1 January 2010

Bonus shares issued

Reduction of share capital

Number	£000
87,106,070	27,100
3,214	1
(87,106,070)	(27,100)

At 31 December 2010

3,214	1
-------	---

On 14 December 2010 the company issued 3,214 bonus ordinary shares of 31p to its immediate parent company, De Vere Finance No 3 Limited, at a premium of £272,633,000

On the same day the company cancelled for no consideration 87,106,070 Ordinary shares following a special resolution of the board of directors supported by a directors' solvency statement under sections 641-644 of the Companies Act 2006

16 RESERVES

	Profit and loss account £'000	Share premium £'000	Capital redemption reserve £'000	Totals £'000
At 1 January 2010	127,702	29,959	272,633	430,294
Deficit for the year	(173,806)	-	-	(173,806)
Bonus share issue	329,689	272,632	(272,633)	329,688
Capital reduction	-	(302,591)	-	(302,591)
Dividend in specie received	851,204	-	-	851,204
Dividend in specie paid	(1,073,723)	-	-	(1,073,723)
At 31 December 2010	61,066	-	-	61,066

17 PENSION COMMITMENTS

Certain employees are members of The Greenalls Group Pension & Life Assurance Scheme which is a multi-employer scheme. FRS 17 "Retirement Benefits" requires the inclusion of the fair value of the assets and liabilities arising from retirement benefit obligations. However, it is not possible to identify the share of assets and liabilities relating to individual companies. Consequently, in accordance with the FRS 17 treatment for such schemes, the Company has charged contributions to the profit and loss account as incurred. The pension charge for the year was £278,000 (2009 - £240,000).

Full disclosures for the Greenalls Group Pension & Life Assurance Scheme can be found in the financial statements of De Vere Hotel Holdings Limited.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2010

18 ULTIMATE PARENT COMPANY

The immediate parent company of De Vere Group Holdings Limited is De Vere Finance No 3 Limited, a company registered in England and Wales

The ultimate parent company and controlling party of the Company at 31 December 2010 was De Vere Group Limited, a company registered in England and Wales (company registered number 6798902) The financial statements of the Company form part of the consolidated financial statements of De Vere Group Limited which can be obtained from Companies House

The Company's ultimate parent undertaking at the date of signing these financial statements was the De Vere Group Employee Benefit Trust More details are given in the financial statements of De Vere Group Limited

19 CONTINGENT LIABILITIES

Pursuant to a loan facility agreement between Bank of Scotland plc, De Vere Limited (previously known as AHG Venice Holdings Limited) ("DVL") and De Vere Midco Limited ("DVM"), both DVL and DVM being fellow subsidiaries of the De Vere Group Limited (previously known as AHG Venice Group Limited) group of companies, there is a charge over all the Company's assets The total borrowings under the loan facility agreement at 31 December 2010 amounted to £1,083,869,000 (2009 £1,184,000,000)

20 POST BALANCE SHEET EVENTS

On 5 August 2011 the Company sold the trade and assets of G&J Greenall, its white spirit distillery operation, to a third party for £7.5 million plus working capital adjustments of £1.1 million The operations sold accounted for all of the turnover of the Company in 2010 and leaves the Company primarily as a property holding company subsequent to the sale

21 RECONCILIATION OF MOVEMENTS IN RESERVES

	2010 £'000	2009 £'000
Loss for the financial year	(173,806)	(17,053)
Other recognised gains and losses relating to the year (net)	851,204	-
Dividends in specie paid	(1,073,723)	-
Bonus share issue	329,688	-
Capital reduction	(329,690)	-
Net addition/(reduction) to reserves	396,327	(17,053)
Opening reserves	<u>457,394</u>	<u>474,447</u>
Closing reserves	<u>61,067</u>	<u>457,394</u>