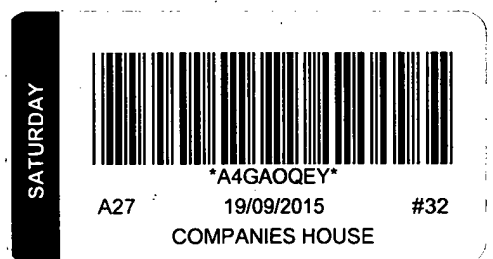


CP HOLDINGS LIMITED

ANNUAL REPORT

31 DECEMBER 2014



CP HOLDINGS LIMITED

ANNUAL REPORT

31 DECEMBER 2014

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CP HOLDINGS LIMITED

COMPANY INFORMATION

Directors

I Gibbor - Chairman
Lady Schreier
P A Filer
M Gibbor
R Glatter
M Hennebry
M B Hirst
P Hoffbrand
R M Levy
E Lewis
A J Schreier
J E Smith

Company secretary

E Lewis

Registered office

CP House
Otterspool Way
Watford
Hertfordshire
WD25 8JJ

Independent auditor

Blick Rothenberg LLP
Chartered Accountants & Statutory Auditor
16 Great Queen Street
Covent Garden
London
WC2B 5AH

CP HOLDINGS LIMITED

STRATEGIC REPORT INCORPORATING CHAIRMAN'S STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2014

Summary of group performance

The results for the year saw further improvement from the prior year's results. Turnover increased from £434m to £451m and profit before tax rose from £14.7m to £16.8m. This was attributable to improved performances from the serviced office and machinery divisions. We demonstrated our confidence in the latter by purchasing most of the minority interest in the division during the year.

Our principal divisions have performed as follows:

Hotel and leisure division

The divisional operating profit was £7.5m compared with a 2013 profit of £9.4m. The decrease is mainly due to exchange losses on the retranslation of loans of £3.1m (2013 loss: £1m) and the weakening of the Hungarian Forint (HUF) against the GBP (349 HUF/£ in 2013 compared to 383 HUF/£ in 2014). As a result of exchange movements, turnover fell from £158.6m to £152m. There was a 5% increase in turnover in local currency, reflecting an improvement in underlying market conditions.

The main operating and financial risks that the division faces are the exposure to the weak economic climate and fluctuating currencies in Europe. The currency risk is minimised by matching the expense of servicing the division's loans with revenues in the same currency. The European hotel asset market is largely denominated in Euros and the division's Euro loan liabilities are matched by its asset holdings. The economic exposure continues to be managed by spreading the division's activity across the region.

The key performance indicators (KPIs) for 2014 (2013) for the hotel businesses are set out below:

	Hungarian hotels	Czech hotels	Slovakian hotels	Romanian hotels	UK hotel	Israeli hotel
Number of available rooms	4,771 (5,229)	842 (814)	1,177 (1,257)	329 (390)	365 (365)	174 (174)
Occupancy rate	64.6% (62.1%)	74.4% (74.5%)	70.8% (71.2%)	61.3% (60.7%)	83.2% (83%)	47.9% (57.9%)
	HUF	CZK	EUR	RON	GBP	NIS
Average room rate	13,985 (13,529)	2,167 (2,159)	46.8 (45.3)	161 (144)	90.77 (89.35)	675 (710)
	£000	£000	£000	£000	£000	£000
EBITDA	8,108 (7,485)	7,809 (7,064)	5,666 (5,711)	1,709 (1,754)	4,320 (4,395)	loss 876 (910)

In Hungary revenue increased by 3.3% in HUF terms as the occupancy rates of hotels improved from 62.1% to 64.6% and average room rates improved. Overall there was an increase of 8% in EBITDA.

In the Czech Republic hotels showed a revenue increase of 7.8% in local currency (CZK) terms due to an increase in average room rates. Overall there was an increase of 10.5% in EBITDA.

The Slovakian segment's operating revenue increased by 1.2% in local currency (Euro) terms due to increased average room rates. EBITDA in 2014 was slightly lower than last year, following a partial closing for refurbishment.

Revenues in Romania grew by 10.3% in local currency (RON) terms due to an increase in average room rates and occupancy.

In the UK, the key performance indicators of occupancy (2014: 83.2%; 2013: 83.0%) and average room rates (2014: £90.77; 2013: £89.35) have remained stable resulting in a consistent EBITDA (2014: £4.32 million; 2013: £4.39 million).

CP HOLDINGS LIMITED

STRATEGIC REPORT INCORPORATING CHAIRMAN'S STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2014

Hotel and leisure division (continued)

Revenue in Israel decreased by 16% in local currency (NIS) due to the political situation prevailing during the year. Overall EBITDA was a loss of £876k compared to profit of £910k in 2013. This was caused by decrease in revenue and unrealised exchange losses on the retranslation of loans.

Machinery division

The division acts as distributor for various brands of plant and machinery and the provision of associated services. The strength of the business is built upon our relationships with our main suppliers. These relationships are managed with a view to continuing a long-term partnership thereby mitigating this main risk the division faces. Turnover was £151m compared to £135m in 2013 and the gross profit percentage was 21.87% compared with 22.12%. Operating profit was £5.1m (2013: £3.01m).

The key performance indicators are debtor days, stock days and gross profit percentage. The figures for 2014 (2013) are as follows:

	KPIs
Gross profit percentage	21.87% (22.12%)
Stock days	93 (97)
Debtor days	74 (81)

During the year we demonstrated our confidence in the division by purchasing most of the outstanding minority interest at a cost of £8.8m.

International trading division

The international trading division conducts business in Africa. Turnover for the year amounted to £99.3m compared with the turnover in 2013 of £96.5m. Operating profits have fallen from the profit of £4.2m in 2013 to a profit of £2.8m for 2014. Despite the growth in turnover, pressure on operating margins has resulted in the decrease in operating profit.

The group recognises that conducting business in Africa involves a significant exposure to political and economic risk. It seeks to manage those risks by operating in a broad spread of countries and markets on the continent.

Credit risk is also significant in Africa with many customers requesting extended terms. In certain cases work is not undertaken until contractual advance payments have been received. Credit risk is controlled through continuous monitoring of overdue balances and debtor days.

The key performance indicator is debtor days. The relevant KPI for 2014 (2013) is as follows:

	KPI
Debtor days	116 (112)

CP HOLDINGS LIMITED

STRATEGIC REPORT INCORPORATING CHAIRMAN'S STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2014

Motor trade division

The division comprises car dealerships and related services in Hungary. The business is built upon the relationships the division maintains with its main suppliers. These relationships are managed with a view to continuing a long-term partnership thereby mitigating this main risk the division faces. The results for the year saw operating profit of £21k (2013: operating loss of £84k).

The key performance indicators are gross profit percentage, debtor days and stock days. The relevant KPIs for 2014 (2013) are as follows:

	KPIs
Gross profit percentage	7% (7%)
Stock days	84 (41)
Debtor days	17 (14)

Stock rose because of an increase in orders of end of life models before they were discontinued.

Serviced office division

The increase in turnover for the year ended 31 December 2014 of £0.5m to £11.9m is attributable to rises in both average occupancy rates during the year to 93% (2013: 85%) and average rates per workstation to £232 per month (2013: £217 per month) offsetting decreases in occupancy in properties which were to be disposed of following the year end. Total operating profit for the year was £4.5m (including a one-off reversal of previous impairments of £0.8m) compared to operating profit of £3.2m in 2013.

The main risks faced by the business are increased competition and the state of the economy which affect the rates charged for space and the occupancy levels achieved.

The key performance indicators are the occupancy rate and the average rate per workstation. The relevant KPIs for 2014 (2013) are as follows:

	KPIs
Occupancy rate	93% (85%)
Average rate per workstation per month	£232 (£217)

Logistics division

The division supplies logistics services in Hungary, mainly through the provision of warehousing. Operating profit was £1.1m (2013: £0.7m). Working capital remains tightly controlled.

The main risks the division faces are increasing competition from newer sites and changes in the market for grain storage.

The key performance indicators are gross profit percentage and debtor days. The relevant figures for 2014 (2013) are as follows:

	KPIs
Gross profit percentage	83% (77%)
Debtor days	58 (54)

CP HOLDINGS LIMITED

STRATEGIC REPORT INCORPORATING CHAIRMAN'S STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2014

Civil engineering division

The division operates as property developers and building and civil engineering contractors. The turnover for the year was £6.8m compared to turnover of £2.1m in 2013 due to a large one-off contract in the year. The results for the year saw an operating loss of £236k (2013 profit: £43k). The results for the year reflect the continuing recession in the sectors in which the division operates.

The main risks the division faces are liquidity risk and credit risk.

Liquidity risk: The division manages its cash and borrowing requirements to maximise interest income and minimise interest expense, whilst ensuring that the division has sufficient liquid resources to meet the operating needs of its business.

Credit risk: The division only contracts for work where customers are considered to be creditworthy. Receivable balances are monitored on an ongoing basis and provision is made for doubtful debts where necessary.

Financial risk management objectives and policies

The group's activities expose it to a number of financial risks including price, credit, cash flow, exchange and liquidity risk. These matters are discussed, where material for the assessment of the assets, liabilities, financial position and profit or loss of the group, in the earlier sections of this report dealing with the group's principal divisions. The use of financial derivatives is governed by the group's policies approved by the board of directors. The group's policy is not to use derivative financial instruments for speculative purposes.

Corporate governance

I am pleased to report that the recommended codes of conduct are viewed as a minimum within the group where, through time, we have developed our own high standards, serving to protect the welfare of local communities, customers and staff.

The directors are mindful of environmental issues and have sought to minimise the impact of the group's activities on the environment.

CP Holdings - its people

I would like to express my appreciation to our management and staff for their continued dedication and commitment to the group.

The directors and I are committed to promoting the health, safety and welfare of our staff.

The future

Whilst the economic outlook remains uncertain, the group continues to trade in line with our expectations. The group is well placed to take advantage of any opportunities that may arise and will continue to develop our core activities.

Subsequent to the year end, the group invested £30m in Danubius Hotels by purchasing the minority interest.

This report was approved by the board and signed on its behalf.

Signed by:



I Gibbor.

Chairman

16 September 2015

CP HOLDINGS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2014

The directors present their report and the consolidated financial statements of the group for the year ended 31 December 2014.

Principal activities and business review

The activities of the group and a review of the results for the year are included in the strategic report.

Financial risk management objectives and policies

The financial risk management objectives and policies of the group are set out in the strategic report.

Results and dividends

The group's profit for the financial year was £8,240,000 (2013: £9,413,000).

During the year the directors recommended the payment of a dividend of £1,500,000 (2013: £nil) on the ordinary shares. The directors do not recommend a final dividend.

Directors

The directors who held office during the year were as follows:

I Gibbor (chairman)
Lady Schreier
P A Filer
M Gibbor (appointed 23 January 2014)
R Glatter
P Hoffbrand
R M Levy
E Lewis
S Ramseyer (resigned 31 December 2014)
A J Schreier
J E Smith

M B Hirst was appointed a director on 22 January 2015 and M Hennebry was appointed a director on 4 September 2015.

Matters covered in the strategic report

As permitted by S414c(11) of the Companies Act 2006, the directors have elected to disclose information, required to be in the directors' report by Schedule 7 of the 'Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008', in the strategic report.

Employee involvement

During the year, the policy of providing employees with information about the group has been continued and employees are able to present their suggestions and views on the group's performance. Discussions are held between local management and employees and these allow for an exchange of information and ideas.

There is no employee share scheme. However, the directors encourage the involvement of employees in the group's performance through other means.

CP HOLDINGS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2014

Disabled persons

Disabled persons are employed by the group where they appear to be suited to a particular position. The aptitude and abilities of disabled persons are more easily met in certain aspects of the group's affairs and every effort is made to ensure that they are given full and fair consideration.

Statement of directors' responsibilities

The directors are responsible for preparing the Annual Report 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 the group and the profit or loss of the group 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 estimates that are reasonable and prudent;
- state whether applicable United Kingdom 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 group 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

CP HOLDINGS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2014

Provision of information to auditor

Each of the persons who are directors at the time when this directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company and the group's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information in connection with preparing its report and to establish that the company and group's auditor is aware of that information.

This report was approved by the board and signed on its behalf.

I Gibbor
Chairman



16 SEPTEMBER 2015

CP HOLDINGS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CP HOLDINGS LIMITED

FOR THE YEAR ENDED 31 DECEMBER 2014

We have audited the financial statements of CP Holdings Limited for the year ended 31 December 2014 which are set out on pages 11 to 46. 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 auditor

As explained more fully in the directors' responsibilities statement set out on page 7, 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 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 group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the strategic report and directors' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 group's and of the parent company's affairs as at 31 December 2014 and of the group's profit 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 Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the strategic report and directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

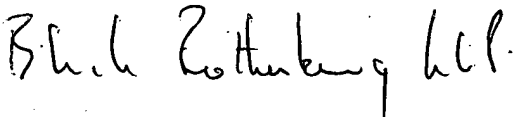
CP HOLDINGS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CP HOLDINGS LIMITED FOR THE YEAR ENDED 31 DECEMBER 2014

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.



Christopher Shepherd (Senior Statutory Auditor)
for and on behalf of
BLICK ROTHENBERG LLP

Chartered Accountants
Statutory Auditor

16 Great Queen Street
Covent Garden
London
WC2B 5AH

Date: 17 September 2015

CP HOLDINGS LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 DECEMBER 2014

	Note	2014 £'000	2014 £'000	2013 £'000	2013 £'000
Turnover	2		451,033		434,253
Cost of sales			(289,631)		(274,131)
Gross profit			161,402		160,122
Selling and distribution costs		(30,530)		(30,951)	
Administrative expenses		(115,546)		(117,495)	
Other operating income		7,115		9,499	
			(138,961)		(138,947)
Operating profit	3		22,441		21,175
Share of operating (loss)/profit in:					
Joint ventures			(587)		1,051
Associated undertakings			(3)		(67)
Total operating profit: group and share of joint ventures and associated undertakings			21,851		22,159
Profit on disposal of fixed assets			1,663		1,968
Amount written off fixed asset investments			-		(1,077)
Loss on disposal of fixed asset investments			(564)		-
Income from other fixed asset investments			194		-
Profit on ordinary activities before interest			23,144		23,050
Net interest payable	6		(6,313)		(8,329)
Profit on ordinary activities before taxation			16,831		14,721
Tax on profit on ordinary activities	7		(5,825)		(4,355)
Profit on ordinary activities after taxation			11,006		10,366
Equity minority interests			(2,766)		(953)
Profit for the financial year			8,240		9,413

All of the activities of the group are classed as continuing.

The notes on pages 18 to 46 form part of the financial statements.

CP HOLDINGS LIMITED

YEAR ENDED 31 DECEMBER 2014

STATEMENT OF GROUP TOTAL RECOGNISED GAINS AND LOSSES

	2014 £'000	2013 £'000
Profit for the financial year	8,240	9,413
Foreign exchange differences arising on retranslation of opening net assets	(19,657)	492
Unrealised surplus on the revaluation of investment properties	9,662	-
Actuarial gain/(losses) relating to pensions liabilities net of deferred tax	33	(109)
Total recognised gains and losses relating to the year	(1,722)	9,796

NOTE OF HISTORICAL COST PROFITS AND LOSSES

There were no material differences between the reported profit on ordinary activities before taxation and the historical cost profit for either the current or preceding year.

The notes on pages 18 to 46 form part of the financial statements.

CP HOLDINGS LIMITED

BALANCE SHEETS

AS AT 31 DECEMBER 2014

	Note	Group 2014 £'000	2013 £'000	Company 2014 £'000	2013 £'000
Fixed assets					
Intangible assets	10	6,934	6,368	-	-
Negative goodwill	10	(15,881)	(17,943)	-	-
		(8,947)	(11,575)	-	-
Tangible assets	11	374,775	388,312	9,305	5,429
Loans to joint ventures	12	13,987	12,482	3,315	3,065
Investment in associated undertakings	12	3,168	4,560	-	-
Loans to group undertakings	12	-	-	30,970	14,089
Other investments	12	334	332	94,615	114,812
		383,317	394,111	138,205	137,395
Current assets					
Stocks	13	86,707	80,793	-	6
Debtors	14	106,122	96,400	19,196	18,399
Investments	15	9,013	14,024	5,000	7,436
Cash at bank and in hand		37,721	35,522	8,769	7,519
		239,563	226,739	32,965	33,360
Creditors: Amounts falling due within one year	16	(174,196)	(163,787)	(4,812)	(14,600)
Net current assets		65,367	62,952	28,153	18,760
Total assets less current liabilities		448,684	457,063	166,358	156,155
Creditors: Amounts falling due after more than one year	17	(110,510)	(109,417)	(7,000)	(7,000)
Provision for joint ventures' deficits	12				
Share of gross assets		19,423	19,625	-	-
Share of gross liabilities		(24,046)	(23,869)	-	-
		(4,623)	(4,244)	-	-
Provisions for liabilities and charges	18	(11,929)	(10,331)	(73)	(73)
Net assets before pension deficit		321,622	333,071	159,285	149,082
Pension deficit	25	(1,703)	(1,978)	(1,703)	(1,978)
Net assets		319,919	331,093	157,582	147,104

The notes on pages 18 to 46 form part of the financial statements.

CP HOLDINGS LIMITED

BALANCE SHEETS *(continued)*

AS AT 31 DECEMBER 2014

		Group		Company	
	Note	2014 £'000	2013 £'000	2014 £'000	2013 £'000
Capital and reserves					
Called-up equity share capital	19	100	100	100	100
Profit and loss account	20	235,636	248,520	153,447	147,004
Revaluation reserve	20	9,662	-	4,035	-
Capital reserve	20	20,227	20,227	-	-
Shareholders' funds	21	265,625	268,847	157,582	147,104
Minority interests - equity		54,294	62,246	-	-
		319,919	331,093	157,582	147,104

These financial statements were approved and authorised for issue by the board of directors and were signed on its behalf by:



I Gibbor

Chairman

Date: 16 SEPTEMBER 2015

Company Registration Number: 580471

The notes on pages 18 to 46 form part of these financial statements.

CP HOLDINGS LIMITED

CONSOLIDATED CASH FLOW STATEMENT

YEAR ENDED 31 DECEMBER 2014

	Note	2014 £'000	2014 £'000	2013 £'000	2013 £'000
Net cash inflow from operating activities	1		34,929		58,673
Returns on investments and servicing of finance					
Interest received		1,399		554	
Investment income		194		-	
Dividends paid to minority shareholders		(1,000)		(441)	
Dividends paid to shareholders		(1,500)		-	
Interest paid		(7,561)		(8,494)	
Net cash outflow from returns on investments and servicing of finance			(8,468)		(8,381)
Taxation					
UK corporation tax paid		(974)		(1,487)	
Overseas tax paid		(2,010)		(3,054)	
Net cashflow outflow from taxation			(2,984)		(4,541)
Capital expenditure and financial investment					
Payments to acquire tangible fixed assets		(36,886)		(25,612)	
Receipts from sale of tangible fixed assets		8,750		4,225	
Payments to acquire fixed asset investments		(2,222)		(5,500)	
Receipts from sale of short term and unlisted investments		14		-	
Receipt from repayment of loan to joint venture		545		1,000	
Net cash outflow for capital expenditure and financial investments			(29,799)		(25,887)
Acquisitions and disposals					
Payment to acquire additional shares in subsidiary undertaking		(9,110)		(101)	
Proceeds from part disposal of subsidiary undertaking		961		-	
Net cash outflow for acquisitions			(8,149)		(101)
Net cash (outflow)/inflow before management of liquid resources			(14,471)		19,763
Management of liquid resources					
Withdrawals from current asset investments		4,486		584	
Net cash inflow from management of liquid resources			4,486		584
Cash (outflow)/inflow before financing			(9,985)		20,347
Financing					
Increase in loans	3	24,129		15,461	
Repayment of loans	3	(23,006)		(17,019)	
Net cash inflow/(outflow) from financing			1,123		(1,558)
(Decrease)/increase in cash	2		(8,862)		18,789

CP HOLDINGS LIMITED

CONSOLIDATED CASH FLOW STATEMENT

YEAR ENDED 31 DECEMBER 2014

1. Reconciliation of operating profit to net cash inflow from operating activities

	2014 £'000	2013 £'000
Operating profit	22,441	21,175
Depreciation and amortisation	22,465	23,574
(Increase)/decrease in stocks	(7,544)	826
(Increase)/decrease in debtors	(11,705)	6,304
Increase in creditors and provisions	9,272	6,794
Net cash inflow from operating activities	34,929	58,673

2. Reconciliation of net cash flow to movement in net debt

	2014 £'000	2014 £'000
Decrease in cash and bank in the year	(8,862)	
Cash inflow from increase in debt	(1,123)	
Cash inflow from decrease in liquid resources	(4,486)	
		(14,471)
Change in net debt resulting from cash flows		81
Other non-cash changes		3,109
Exchange movement		
Movement in net debt in the year		(11,281)
Net debt at 1 January 2014		(104,027)
Net debt at 31 December 2014		(115,308)

CP HOLDINGS LIMITED

CONSOLIDATED CASH FLOW STATEMENT

YEAR ENDED 31 DECEMBER 2014

3. Analysis of net debt

	At 31 Dec 2013	Cash flows	Other non-cash changes	Exchange movement	At 31 Dec 2014
	£'000	£'000	£'000	£'000	£'000
Net cash:					
Cash at bank and in hand	35,522	4,164	-	(1,965)	37,721
Overdrafts	(33,809)	(13,026)	-	1,516	(45,319)
	<u>1,713</u>	<u>(8,862)</u>	<u>-</u>	<u>(449)</u>	<u>(7,598)</u>
Debt:					
Debt due within one year	(23,098)	2,100	-	2,119	(18,879)
Debt due after one year	(96,666)	(3,223)	81	1,964	(97,844)
	<u>(119,764)</u>	<u>(1,123)</u>	<u>81</u>	<u>4,083</u>	<u>(116,723)</u>
Current asset investments	14,024	(4,486)	-	(525)	9,013
Total	<u><u>(104,027)</u></u>	<u><u>(14,471)</u></u>	<u><u>81</u></u>	<u><u>3,109</u></u>	<u><u>(115,308)</u></u>

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

1.2 Going concern

After making enquiries, the directors have a reasonable expectation that the company and group have adequate resources to continue in operational existence and meet its liabilities as they fall due for the foreseeable future, being a period of at least twelve months from the date these financial statements were approved. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

1.3 Basis of consolidation

The financial statements consolidate the financial statements of the company and its subsidiary undertakings drawn up to 31 December 2014.

The results of subsidiary undertakings acquired during the year are included in the consolidated profit and loss account from the date of their acquisition. The purchase consideration is allocated to assets and liabilities on the basis of fair values at the date of acquisition.

All undertakings over which the group exercises a dominant influence, being the right to direct the operating and financial policies, are consolidated as subsidiary undertakings.

Entities in which the group holds an interest on a long-term basis and which are jointly controlled by the group and one or more other co-venturers are treated as joint ventures. In the consolidated financial statements joint ventures are accounted for using the gross equity method. Loans to joint ventures are included in investments where they are of a long-term nature.

Entities in which the group has a participating interest and over whose operating and financial policies the group exerts a significant influence, are treated as associated undertakings. In the consolidated financial statements associated undertakings are accounted for using the equity method. Loans to associated undertakings are included in investments where they are of a long-term nature.

1.4 Turnover

Turnover represents the amounts derived from the provision of goods and services which fall within the group's ordinary activities, stated net of trade discounts, VAT and other sales related taxes.

Revenue from the sale of goods is recognised when all significant risks and rewards of ownership have been transferred to the customer, usually on the despatch of goods.

Revenue for the hotel and leisure division, including the rental of rooms and food and beverage sales, is recognised when rooms are occupied and food and beverages are sold.

Revenue for the serviced office division and the logistics division is recognised on an accruals basis in the period in which it is earned, in accordance with the terms of the contractual arrangement.

The basis on which revenue is recognised on long term contracts is set out in note 1.10.

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

1. Accounting policies *(continued)*

1.5 Goodwill

Positive goodwill arising on acquisitions, representing the excess of the fair value of the purchase consideration over the fair value of the identifiable net assets acquired, is capitalised and written off on a straight line basis over its useful economic life, which is between 5 and 20 years.

Negative goodwill arising on acquisitions, representing the excess of the fair value of the identifiable net assets acquired over the fair value of the purchase consideration, is recognised and separately disclosed from positive goodwill. Negative goodwill up to the fair values of the non-monetary assets is amortised over the periods in which the non-monetary assets are expected to be recovered. Negative goodwill in excess of the fair values of non-monetary assets is amortised over the periods expected to benefit.

On acquisitions prior to the year ended 31 December 1998 goodwill was eliminated against other reserves in the year of acquisition in accordance with the accounting standard then in force. As permitted by the current accounting standard it has not been transferred out of reserves. Goodwill previously eliminated against or added to reserves will be charged or credited in the profit and loss account on subsequent disposal of the business to which it relates.

Where the group increases its interest in an undertaking that is already a subsidiary undertaking, goodwill arising is calculated by reference to the fair values of the identifiable assets and liabilities relating to the increased stake.

1.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold land	-	nil
Freehold buildings	-	2% - 6% straight line
Leasehold buildings	-	over the period of the lease
Plant, fixtures & fittings	-	10% - 33% reducing balance
Motor vehicles	-	25% reducing balance

1.7 Investment property

Investment properties are included in the balance sheet at their open market value in accordance with Statement of Standard Accounting Practice No.19 and are not depreciated. This treatment is contrary to the Companies Act 2006 which states that fixed assets should be depreciated but is, in the opinion of the directors, necessary in order to give a true and fair view of the financial position of the group and company.

1.8 Investments

Company

The company's investments in subsidiaries, associates' and joint ventures are carried at cost less provision for impairment.

1.9 Stocks

Stocks and work in progress, other than long-term contracts, are valued at the lower of cost and net realisable value. Cost is determined on a "first in first out" basis. The cost of work in progress and finished goods comprises materials, direct labour and attributable overheads. Net realisable value is based on estimated selling price less any further costs that are expected to be incurred to completion and on disposal.

Property assets that are held for sale are included in stocks at the lower of cost and net realisable value.

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

1. Accounting policies *(continued)*

1.10 Long-term contracts

Profit on long-term contracts is taken as the work is carried out if the final outcome can be assessed with reasonable certainty. The profit included is calculated on a prudent basis to reflect the proportion of the work carried out at the year end, by recording turnover and related costs as contract activity progresses. Turnover is calculated as that proportion of total contract value which costs incurred to date bear to total expected costs for that contract. Revenues derived from variations on contracts are recognised only when they have been accepted by the customer. Full provision is made for losses on all contracts in the year in which they are first foreseen. Amounts recoverable on long-term contracts, which are included in debtors, are stated at the net sales value of the work done after provision for contingencies and anticipated future losses on contracts, less progress payments on account. Excess progress payments are included in creditors as payments on account.

1.11 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements.

A net deferred tax asset is recognised only if it can be regarded as 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 assets and liabilities are calculated at the tax rates enacted or substantively enacted by the balance sheet date and which are expected to apply in the periods in which the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.12 Pensions

Defined benefit pension schemes are accounted for in accordance with FRS17 "Retirement benefits". Pension scheme assets are measured using market values at the balance sheet date. Pension scheme liabilities are measured using the projected unit credit method and are discounted at the current rate of return on a high quality corporate bond of equivalent term and currency to the liability. Any increase in the present value of liabilities within the group's defined benefit pension scheme expected to arise from employee service in the period is charged to operating profit. The expected return on the scheme's assets and the increase during the period in the present value of the scheme's liabilities arising from the passage of time are included in other finance income/costs. Actuarial gains and losses are recognised in the consolidated statement of total recognised gains and losses. Pension scheme surpluses and deficits are recognised in full and are presented on the face of the balance sheet net of deferred tax.

The pension charge shown in the financial statements for defined contribution pension schemes represents the total contributions payable by the group for the year.

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

1. Accounting policies *(continued)*

1.13 Foreign currencies

Company

Monetary assets and liabilities denominated in foreign currencies are retranslated at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate of exchange ruling at the date of the transaction. All differences are taken to the profit and loss account.

Group

The assets and liabilities of overseas subsidiary and associated undertakings, except those undertakings whose affairs are closely interlinked with those of their parent company, are translated using the closing rate method at the rate of exchange ruling at the balance sheet date. The exchange difference arising on the retranslation of opening net assets is reported in the statement of total recognised gains and losses. The profit and loss account items of such entities in foreign currencies are retranslated using an average exchange rate for the financial year.

1.14 Operating leases

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

1.15 Current asset investments

Current asset investments are stated at cost less provision for diminution in value and include cash balances which have a maturity period exceeding fourteen days.

1.16 Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company or group after deducting all of its liabilities.

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

2. Segmental information

	Turnover		Operating profit / (loss)		Total assets less current liabilities	
	2014	2013	2014	2013	2014	2013
	£'000	£'000	£'000	£'000	£'000	£'000
Principal activities						
Continuing operations						
Hotel and leisure division	152,038	158,599	7,468	9,409	230,254	248,335
Machinery division	151,457	135,387	5,106	3,013	40,302	42,091
International trading division	99,309	96,508	2,824	4,199	29,926	27,968
Motor trade division	22,166	22,048	21	(84)	2,823	3,011
Serviced office division	11,866	11,319	4,501	3,185	34,189	29,740
Civil engineering division	6,756	2,078	(236)	43	11,275	15,037
Logistics division	5,379	6,020	1,081	680	19,176	15,762
Other activities	2,062	2,294	1,676	730	25,462	19,774
	451,033	434,253	22,441	21,175	393,407	401,718
Net non-operating assets *					55,277	55,345
					448,684	457,063
Operating profit			22,441	21,175		
Share of operating (loss)/profit in:						
Joint ventures			(587)	1,051		
Associated undertakings			(3)	(67)		
Profit on disposal of fixed assets			1,663	1,968		
Amount written off fixed asset investments			-	(1,077)		
Loss on disposal of fixed asset investments			(564)	-		
Income from other fixed asset investments			194	-		
Net interest payable			(6,313)	(8,329)		
Profit on ordinary activities before taxation			16,831	14,721		

* Net non-operating assets include intangible fixed assets, fixed asset investments, current asset investments, short-term deposits and cash.

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

2. Segmental information (continued)

	Turnover		Operating profit		Total assets less current liabilities	
	2014 £'000	2013 £'000	2014 £'000	2013 £'000	2014 £'000	2013 £'000
Geographical analysis by location						
United Kingdom	41,941	40,693	6,618	4,888	100,541	97,421
Rest of Europe	197,448	198,637	10,540	9,420	236,458	248,824
Rest of the World	211,644	194,923	5,283	6,867	56,408	55,473
	451,033	434,253	22,441	21,175	393,407	401,718
Net non-operating assets					55,277	55,345
					448,684	457,063

Geographical analysis of turnover by destination

	2014 £'000	2013 £'000
United Kingdom	34,488	29,163
Rest of Europe	197,448	198,637
Rest of the World	219,097	206,453
	451,033	434,253

3 Operating profit

Operating profit is stated after charging:

	2014 £'000	2013 £'000
Depreciation and amortisation	22,465	23,574
Operating lease costs:		
- land and buildings	2,343	1,850
- plant and machinery	1,490	1,376
Auditor's remuneration:		
Fees payable to the company's auditor for the audit of the group's and parent company's annual accounts	127	114
Fees payable to the company's auditor for other services		
- the audit of the company's subsidiaries pursuant to legislation	235	215
- tax services	68	61
Fees payable to the company's auditors in respect of an associated pension scheme		
- audit	10	9

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

4. Particulars of employees

The average number of staff, including the directors, employed by the group during the financial year was:

	2014 Number	2013 Number
Production, selling and distribution	5,625	5,778
Management and administration	1,145	1,082
	<u>6,770</u>	<u>6,860</u>

The aggregate payroll costs of the above were:

	2014 £'000	2013 £'000
Wages and salaries	74,732	78,596
Social security costs	14,394	15,053
Other pension costs	4,243	3,406
	<u>93,369</u>	<u>97,055</u>

5. Directors' emoluments

The directors' aggregate emoluments in respect of qualifying services were:

	2014 £'000	2013 £'000
Emoluments	<u>1,898</u>	<u>1,849</u>

The number of directors who are accruing benefits under company pension schemes were:

	2014 Number	2013 Number
Defined benefit schemes	1	4
Defined contribution schemes	<u>3</u>	<u>2</u>

The highest paid director's aggregate emoluments in respect of qualifying services were:

	2014 £'000	2013 £'000
Total emoluments	382	383
Defined benefit pension scheme - accrued pension at end of year	<u>45</u>	<u>41</u>

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

6 Net interest payable

	2014 £'000	2013 £'000
Interest payable		
Interest payable on bank loans and overdrafts	(6,956)	(6,982)
Preference share dividends	(315)	(315)
Other interest payable	(275)	(574)
Other financial expense	-	(705)
Share of joint ventures' interest payable	(146)	(284)
Share of associated undertakings' interest payable	(26)	(26)
	(7,718)	(8,886)
Interest receivable		
Interest receivable and similar income	661	554
Other financial income	738	-
Share of joint ventures' interest receivable	2	2
Share of associated undertakings' interest receivable	4	1
	(6,313)	(8,329)

7. Tax on profit on ordinary activities

	2014 £'000	2013 £'000
Current tax:		
UK Corporation tax based on the results for the year at 21.5% (2013: 23.25%)	1,492	1,479
Adjustments in respect of previous years	856	30
Overseas tax based on the results for the year	3,745	3,281
Total current tax	6,093	4,790
Deferred tax in relation to pension costs	60	59
Increase in deferred tax asset	(1,378)	(754)
Share of joint ventures' deferred tax	-	(139)
Increase in deferred tax provision	968	168
	5,743	4,124
Share of joint ventures' tax on profit on ordinary activities	83	230
Share of associated undertakings' tax on loss on ordinary activities	(1)	1
Tax on profit on ordinary activities	5,825	4,355

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

7. Tax on profit on ordinary activities *(continued)*

Factors affecting tax charge

The tax assessed on the profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 21.5% (2013: 23.25%). The differences are explained below:

	2014 £'000	2013 £'000
Profit on ordinary activities before taxation	16,831	14,721
Profit on ordinary activities multiplied by rate of tax	3,619	3,423
Effects of:		
Expenses not deductible	1,636	1,800
Income not subject to tax	(1,111)	(1,468)
(Losses carried forward)/utilisation of tax losses	(25)	334
Permanent differences in respect of fixed assets	(118)	(50)
Temporary differences in respect of fixed assets	(18)	233
Timing differences in respect of provisions	69	(11)
Adjustments in respect of previous years	856	30
Effect of different rates of tax	185	(407)
Other	1,000	906
Total current tax (see note above)	6,093	4,790

Factor that may affect future tax changes

At 31 December 2014 there were tax losses of £23,819,000 (2013: £15,593,000) in subsidiary undertakings available to be carried forward and set off against future taxable profits. Losses in certain subsidiary undertakings give rise to a potential deferred tax asset of approximately £4,420,000 (2013: £3,030,000) which has not been recognised in these financial statements in view of the uncertainty as to their future levels of profitability. These losses will be utilised as and when sufficient taxable profits are made.

8. Dividends

During the year, a dividend of £1,500,000 (2013: £nil) was paid on the ordinary shares.

9. Profit for the financial year

CP Holdings Limited has taken advantage of the legal dispensation set out in section 408 of the Companies Act 2006 allowing it not to publish a separate profit and loss account. The profit for the financial year attributable to the parent company is £7,910,000 (2013: £2,498,000).

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

10. Intangible fixed assets and negative goodwill Group

	Positive goodwill £'000	Negative goodwill £'000
Cost		
At 1 January 2014	17,046	(30,227)
Acquisitions during the year	2,362	-
Exchange adjustments	(1,107)	878
At 31 December 2014	18,301	(29,349)
Amortisation		
At 1 January 2014	10,678	(12,284)
Charge for the year / (written back to the profit and loss account in the year)	1,239	(1,605)
Exchange adjustments	(550)	421
At 31 December 2014	11,367	(13,468)
Net book value		
At 31 December 2014	6,934	(15,881)
At 31 December 2013	6,368	(17,943)

Positive goodwill is amortised over a period of between 5 and 20 years as this period represents the typical economic life of the assets to which the goodwill attaches.

Negative goodwill attributable to tangible fixed assets is written back to the profit and loss account over the economic life of the assets to which the negative goodwill attaches, typically over a period of between 10 and 20 years. Negative goodwill attributable to current assets is written back to the profit and loss account in the year of acquisition.

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

11. Tangible fixed assets Group

	Freehold land and buildings £'000	Investment properties £'000	Long leasehold property £'000	Short leasehold property £'000	Plant, fixtures & fittings £'000	Motor vehicles £'000	Total £'000
Cost or valuation							
At 1 January 2014	481,884	-	59,219	88	139,414	10,274	690,879
Additions	23,074	-	2,274	-	9,236	2,300	36,884
Disposals	(6,710)	-	(635)	-	(7,279)	(1,379)	(16,003)
Transfer	(12,427)	10,059	154	-	2,039	175	-
Revaluation	-	8,564	-	-	-	-	8,564
Exchange adjustments	(38,952)	(761)	(1,902)	-	(14,130)	(1,712)	(57,457)
At 31 December 2014	446,869	17,862	59,110	88	129,280	9,658	662,867
Depreciation							
At 1 January 2014	164,470	-	18,671	43	112,447	6,936	302,567
Charge for the year	11,412	-	2,620	3	7,706	1,095	22,836
Transfer	(2,441)	2,402	39	-	-	-	-
Revaluation	-	(2,302)	-	-	-	-	(2,302)
On disposals	(950)	-	(534)	-	(6,361)	(1,059)	(8,904)
Exchange adjustments	(13,314)	(100)	33	-	(11,565)	(1,159)	(26,105)
At 31 December 2014	159,177	-	20,829	46	102,227	5,813	288,092
At 31 December 2014	287,692	17,862	38,281	42	27,053	3,845	374,775
At 31 December 2013	317,414	-	40,548	45	26,967	3,338	388,312

Included within plant, fixtures & fittings are assets held for use in operating leases with cost of £12,117,000 (2013: £12,465,000) and accumulated depreciation of £4,031,000 (2013: £4,320,000).

The freehold investment properties were revalued as at 31 December 2014 by independent surveyors and valuers at market value for existing use basis. Under the historical cost convention, the net book value of the freehold investment properties would be £6,995,000 (2013 : £7,656,000).

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

11. Tangible fixed assets (*continued*)

Company

	Freehold land and buildings £'000	Investment properties £'000	Long leasehold property £'000	Plant, fixtures & fittings £'000	Motor vehicles £'000	Total £'000
Cost or valuation						
At 1 January 2014	8,370	-	10	397	32	8,809
Additions	-	-	-	42	3	45
Transfers	(560)	560	-	-	-	-
Revaluation	-	3,725	-	-	-	3,725
At 31 December 2014	7,810	4,285	10	439	35	12,579
Depreciation						
At 1 January 2014	2,988	-	10	357	25	3,380
Charge for the year	159	-	-	40	5	204
Transfers	(310)	310	-	-	-	-
Revaluation	-	(310)	-	-	-	(310)
At 31 December 2014	2,837	-	10	397	30	3,274
Net book value						
At 31 December 2014	4,973	4,285	-	42	5	9,305
At 31 December 2013	5,382	-	-	40	7	5,429

The freehold investment properties were revalued as at 31 December 2014 by independent chartered surveyors and valuers at market value for existing use basis. Under the historical cost convention, the net book value of the freehold investment properties would be £240,000 (2013 : £250,000).

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

12. Fixed asset investments Group

	Joint Ventures		Associated undertakings	Other investments	Total
	Consolidated under the gross equity method	Loans	consolidated under the equity method	(at cost)	
	£'000	£'000	£'000	£'000	£'000
Carrying value					
At 1 January 2014	(4,044)	14,543	4,576	1,435	16,510
Additions	35	2,050	1,259	15	3,359
Disposals	-	-	-	(3)	(3)
Transfer to subsidiaries	-	-	(1,273)	-	(1,273)
Dividends	(16)	-	-	-	(16)
Loan repayment	-	(545)	-	-	(545)
Goodwill amortisation	-	-	5	-	5
Group's share of retained loss for the year	(814)	-	(26)	-	(840)
Exchange adjustments	416	-	(219)	(11)	186
At 31 December 2014	(4,423)	16,048	4,322	1,436	17,383
Provision against investments					
At 1 January 2014	200	2,061	16	1,102	3,379
Increase in provisions in the year	-	-	1,138	-	1,138
At 31 December 2014	200	2,061	1,154	1,102	4,517
Net book value					
At 31 December 2014	(4,623)	13,987	3,168	334	12,866
At 31 December 2013	(4,244)	12,482	4,560	332	13,130

Other investments also include investments listed on non-UK exchanges with an original cost of £212,000 (2013: £212,000) and a market value of £5,260,000 (2013: £5,925,000).

Additional disclosures for joint ventures

	2014 £'000	2013 £'000
Share of turnover	7,498	6,885
Share of (loss) / profit on ordinary activities before taxation	(731)	2,593
Share of taxation on ordinary activities	83	91
Share of (loss) / profit on ordinary activities after taxation	(814)	2,502

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

12. Fixed asset investments (continued)

Group

Additional disclosures for joint ventures (continued)

	2014 £'000	2014 £'000	2013 £'000	2013 £'000
Share of assets				
Share of fixed assets	17,179		17,124	
Share of current assets	2,244		2,501	
		19,423		19,625
Share of liabilities				
Liabilities due within one year	(7,148)		(4,673)	
Liabilities due after more than one year	(16,898)		(19,196)	
		(24,046)		(23,869)
Share of net liabilities		(4,623)		(4,244)
Loans to joint ventures		13,987		12,482
		9,364		8,238

Additional disclosures for associated undertakings

	2014 £'000	2013 £'000
Share of turnover	56	61
Share of loss on ordinary activities before taxation	(25)	(93)
Share of taxation on loss on ordinary activities	(1)	1
Share of loss on ordinary activities after taxation	(26)	(93)

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

12. Fixed asset investments (continued)

Group

Additional disclosures for associated undertakings (continued)

	2014 £'000	2014 £'000	2013 £'000	2013 £'000
Share of assets				
Share of fixed assets	468		1,044	
Share of current assets	541		680	
		1,009		1,724
Share of liabilities				
Liabilities due within one year	(341)		(956)	
Liabilities due after more than one year	(329)		(510)	
		(670)		(1,466)
Share of net assets		339		258
Loans to associated undertakings		282		1,092
Goodwill		2,547		3,210
		3,168		4,560

Company

Subsidiary undertakings

Joint Ventures

	Investments £'000	Loans £'000	Loans £'000	Investments £'000	Other investments £'000	Total £'000
Cost						
At 1 January 2014	115,348	14,089	3,589	1,469	284	134,779
Additions	440	1,475	250	-	-	2,165
Transfers	(15,406)	15,406	-	-	-	-
At 31 December 2014	100,382	30,970	3,839	1,469	284	136,944
Provision against investments						
At 1 January 2014	2,077	-	524	200	12	2,813
Additions	5,231	-	-	-	-	5,231
At 31 December 2014	7,308	-	524	200	12	8,044
Net book value						
At 31 December 2014	93,074	30,970	3,315	1,269	272	128,900
At 31 December 2013	113,271	14,089	3,065	1,269	272	131,966

Details of the related undertakings are shown in note 29.

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

13. Stocks

	Group		Company	
	2014	2013	2014	2013
	£'000	£'000	£'000	£'000
Raw materials and consumables	2,375	1,877	-	-
Work in progress	13,177	15,349	-	-
Finished goods and goods for resale	60,785	52,439	-	6
Assets held for sale	10,370	11,128	-	-
	86,707	80,793	-	6

14. Debtors

	Group		Company	
	2014	2013	2014	2013
	£'000	£'000	£'000	£'000
Amounts falling due within one year				
Trade debtors	74,639	65,658	93	75
Amounts owed by group undertakings	-	-	12,344	17,534
Amounts owed by joint ventures	54	91	11	22
Amounts recoverable on long term contracts	5,329	4,312	-	-
Other debtors	12,707	13,626	431	117
Corporation tax recoverable	2,154	3,963	128	651
Deferred tax assets	3,629	2,459	-	-
Prepayments and accrued income	6,008	4,856	-	-
	104,520	94,965	13,007	18,399
Amounts falling due after more than one year				
Other debtors	1,602	1,435	6,189	-
	106,122	96,400	19,196	18,399

15. Current asset investments

	Group		Company	
	2014	2013	2014	2013
	£'000	£'000	£'000	£'000
Short term investments	9,013	14,024	5,000	7,436

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

16. Creditors: Amounts falling due within one year

	Group		Company	
	2014	2013	2014	2013
	£'000	£'000	£'000	£'000
Payments received on account	5,692	3,526	-	-
Bank loans and overdrafts	64,198	56,907	-	-
Trade creditors	56,412	46,800	167	59
Amounts owed to group undertakings	-	-	2,578	12,379
Corporation tax	2,224	1,836	-	-
Other taxation and social security	7,799	6,035	121	143
Other creditors	23,379	35,578	1,232	1,240
Accruals and deferred income	14,492	13,105	714	779
	174,196	163,787	4,812	14,600

Amount of bank loans and overdrafts secured by various fixed charges, floating charges, mortgages and liens over the assets of subsidiary undertakings.

	58,436	54,391	-	-
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17. Creditors: Amounts falling due after more than one year

	Group		Company	
	2014	2013	2014	2013
	£'000	£'000	£'000	£'000
Bank loans	97,844	96,666	-	-
Shares classed as financial liabilities (see note 19)	7,000	7,000	7,000	7,000
Other creditors	5,666	5,751	-	-
	110,510	109,417	7,000	7,000

Loan and overdraft maturity analysis

	Group		Company	
	2014	2013	2014	2013
	£'000	£'000	£'000	£'000
Within one year (Note 16)	64,198	56,907	-	-
Between one and two years	17,564	15,314	-	-
Between two and five years	75,651	77,867	-	-
In more than five years (see overleaf)	4,629	3,485	-	-
	162,042	153,572	-	-

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

17. Creditors: Amounts falling due after more than one year (continued)

	Group		Company	
	2014 £'000	2013 £'000	2014 £'000	2013 £'000
Amounts repayable by instalments wholly or partly in more than five years:				
Israeli New Shekel Loan. Carrying a rate of interest of 5.75% (fixed interest). Unsecured loan repayable in monthly instalments with the balance payable in January 2022.	4,521	3,449	-	-
US Dollar loan to be repaid in 126 equal monthly instalments. The interest rate applied is 9% per annum. The security for the facility is a charge over the long leasehold property and other assets of a subsidiary undertaking and parent company and directors' personal guarantees.	108	-	-	-
Hungarian Forint loans carrying a rate of interest of 3.75% over Budapest Interbank Offered Rate, secured by fixed charges over the properties of a subsidiary undertaking. Repayable in monthly instalments with the balance payable in March 2019.	-	36	-	-
	4,629	3,485	-	-
	Group		Company	
	2014 £'000	2013 £'000	2014 £'000	2013 £'000
Amount of bank loans secured by various fixed charges, floating charges, mortgages and liens over the assets of subsidiary undertakings	97,844	96,666	-	-

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

18. Provisions for liabilities and charges

	Deferred taxation			Other provisions	Total
	Accelerated capital allowances	Other timing	Total		
	£'000	£'000	£'000	£'000	£'000
Group					
At 1 January 2014	2,377	3,687	6,064	4,267	10,331
Movement in provision	2,861	(1,893)	968	1,684	2,652
Exchange differences	(332)	(324)	(656)	(398)	(1,054)
At 31 December 2014	4,906	1,470	6,376	5,553	11,929

Other provisions include amount of £2,022,000 (2013: £2,126,000) for certain employee retirement and long service benefits operated by an overseas subsidiary.

	Deferred taxation	Total
	Other timing differences	
	£'000	£'000
Company		
At 1 January 2014	73	73
Movement in provision	-	-
At 31 December 2014	73	73

Potential tax liability not provided for in the financial statements

	Group		Company	
	2014	2013	2014	2013
	£'000	£'000	£'000	£'000
Capital gains rolled over	3,455	3,465	791	860

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

19. Share capital

	Group		Company	
Allotted, called up and fully paid share capital :	2014	2013	2014	2013
	£'000	£'000	£'000	£'000
Shares classified as equity				
100,000 Ordinary shares of £1 each	100	100	100	100
Shares classified as liabilities				
7,000,000 redeemable preference shares of £1 each	7,000	7,000	7,000	7,000

The 7,000,000 4.5% cumulative redeemable, non-voting preference shares of £1 each are non-equity shares and have no rights at general meetings. On a winding up, the holders of the preference shares are entitled to a repayment of the capital paid up on those shares together with the amount of any preference dividend accrued and unpaid, in priority to any payment to the holders of the ordinary shares.

The company has the right to redeem the preference shares at par at any time. They must be redeemed in full by 31 December 2022.

20. Reserves

	Group			Company	
	Profit and loss account	Capital reserve	Revaluation reserve	Profit and loss account	Revaluation reserve
	£'000	£'000	£'000	£'000	£'000
At 1 January 2014	248,520	20,227	-	147,004	-
Transfer from the profit and loss account of the year	8,240	-	-	7,910	-
Exchange differences arising on retranslation of opening net assets	(19,328)	-	(329)	-	-
Transfer between revaluation reserve and profit and loss account	(329)	-	329	-	-
Surplus on revaluation of investment properties	-	-	9,662	-	4,035
Actuarial gain relating to pensions liabilities net of deferred tax	33	-	-	33	-
Dividends paid on equity shares	(1,500)	-	-	(1,500)	-
At 31 December 2014	235,636	20,227	9,662	153,447	4,035

Positive goodwill arising on acquisitions before 1 January 1998 previously written off against reserves amounts to £110,000. Negative goodwill arising on acquisitions before 1 January 1998 previously added to capital reserves amounts to £20.9 million.

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

21. Reconciliation of movement in shareholders' funds

Group	2014 £'000	2013 £'000
Profit for the financial year	8,240	9,413
Exchange differences arising on retranslation of opening net assets	(19,657)	492
Movement in capital reserve	-	22
Surplus on revaluation of investment properties	9,662	-
Actuarial gain/(losses) relating to pensions liabilities net of deferred tax	33	(109)
Dividends paid on equity shares	(1,500)	-
Net changes in shareholders' funds	(3,222)	9,818
Opening shareholders' equity funds	268,847	259,029
Closing shareholders' equity funds	265,625	268,847

Company	2014 £'000	2013 £'000
Profit for the financial year	7,910	2,498
Actuarial gain/(losses) relating to pensions liabilities net of deferred tax	33	(109)
Surplus on revaluation of investment properties	4,035	-
Dividends paid on equity shares	(1,500)	-
Net changes in shareholders' funds	10,478	2,389
Opening shareholders' equity funds	147,104	144,715
Closing shareholders' equity funds	157,582	147,104

22. Capital commitments

Group	2014 £'000	2013 £'000
Capital commitments contracted for	2,663	2,217

The capital commitments represent expenditure that is contracted on the refurbishment and development of various of the group's properties.

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

23. Commitments under operating leases

At 31 December 2014, the group had annual commitments under non-cancellable operating leases as follows:

	Land and buildings		Other	
	2014	2013	2014	2013
	£'000	£'000	£'000	£'000
Leases expiring:				
Within one year	952	1,118	718	441
Between two and five years	2,395	2,001	736	363
In more than five years	131	131	-	-
	3,478	3,250	1,454	804

24. Contingent liabilities

	2014	2013
	£'000	£'000
Group		
Bank guarantees	4,113	5,844

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

25. Pension deficit

The group operates a defined benefit scheme for certain employees of the parent company and some of its subsidiary undertakings. The scheme was closed for new entrants in April 2001. Contributions to the scheme are determined with the advice of independent qualified actuaries on the basis of triennial valuations using the projected unit credit method.

The disclosures in this note in respect of 31 December 2014 are based on the most recent actuarial valuation of the scheme as at 5 April 2013, which have been adjusted to 31 December 2014 by a qualified independent actuary.

Change in scheme liabilities	2014	2013
	£'000	£'000
At 1 January 2014	(24,091)	(23,770)
Current service cost	(353)	(350)
Member contributions	(47)	(47)
Interest cost	(1,043)	(976)
Benefits paid	1,201	1,451
Actuarial losses	(2,050)	(399)
At 31 December 2014	(26,383)	(24,091)

Change in scheme assets	2014	2013
	£'000	£'000
At 1 January 2014	21,619	21,042
Expected return on scheme assets	1,151	1,052
Employer contributions	547	565
Member contributions	47	47
Benefits paid	(1,201)	(1,451)
Actuarial gains	2,092	364
At 31 December 2014	24,255	21,619

Amounts recognised in the balance sheet	2014	2013
	£'000	£'000
Present value of scheme liabilities	(26,383)	(24,091)
Fair value of scheme assets	24,255	21,619
Deficit	(2,128)	(2,472)
Related deferred tax asset	425	494
Net liability at 31 December 2014	(1,703)	(1,978)

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

25. Pension deficit (continued)

Amounts recognised in the profit and loss account	2014 £'000	2013 £'000
Current service cost (excluding employees' contributions)	(353)	(350)
Contributions	547	565
Total credit to operating profit	194	215
Amounts credited/(charged) to other finance costs:		
Expected return on assets	1,151	1,052
Interest on scheme liabilities	(1,043)	(976)
Net charge to finance costs	108	76
Total profit and loss account before tax	302	291
Amounts recognised in the statement of total recognised gains and losses:		
Actual less expected return on assets	2,092	364
Effect of change in assumptions on liabilities	(2,050)	(399)
Deferred tax on actuarial loss	(9)	(74)
Actuarial gain/(loss) recognised in the statement of total recognised gains and losses	33	(109)
Cumulative actuarial loss recognised in the statement of total recognised gains and losses	(4,948)	(4,981)

Scheme assets	Expected return 2014	Value 2014 £'000	Expected return 2013	Value 2013 £'000
Equities		8,974		8,864
Gilts		8,732		7,350
Bonds		6,306		5,189
Cash		243		216
Total assets at end of year	3.40%	24,255	5.40%	21,619

The assumption for the expected return on the scheme's assets is derived as a weighted average of the expected returns on each asset class, recognising the proportions of the assets invested in each.

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

25. Pension deficit (continued)

Principal actuarial assumptions used	2014	2013
Discount rate	3.40%	4.40%
Salary increases	2.10%	2.60%
Increases to pensions in payment and in deferment	3.10%	3.60%
Inflation rate	3.10%	3.60%

Sensitivity analysis

The sensitivity of the present value of scheme liabilities to changes in the principal assumptions is set out below.

	Change in assumption	Impact on scheme liabilities
Discount rate	Increase by 1%	Decrease of £3,136,000
Discount rate	Decrease by 1%	Increase of £3,883,000

Amounts for current and previous four years

	2014 £'000	2013 £'000	2012 £'000	2011 £'000	2010 £'000
Present value of scheme liabilities	(26,383)	(24,091)	(23,770)	(22,036)	(20,675)
Fair value of scheme assets	24,255	21,619	21,042	20,147	19,156
Deficit	<u>(2,128)</u>	<u>(2,472)</u>	<u>(2,728)</u>	<u>(1,889)</u>	<u>(1,519)</u>
Experience adjustment on liabilities	-	(662)	-	-	229
Experience adjustment on assets	<u>2,092</u>	<u>364</u>	<u>429</u>	<u>455</u>	<u>842</u>

CP Holdings Limited expects to contribute £539,000 to the scheme in 2015.

Defined contribution schemes

Group

The cost of contributions to the defined contribution schemes amounted to £3,890,000 (2013: £3,056,000). There were no outstanding or prepaid contributions at the end of the year (2013: £nil).

26. Events subsequent to the year end

Subsequent to the year end the group invested £30 million in Danubius Hotels by purchasing the minority interest. Additionally, subsidiaries have disposed of property assets for proceeds totalling £21 million.

27. Ultimate controlling party

The ultimate controlling parties are the Gibbor and Schreier families.

28. Related party transactions

The company has taken advantage of the exemption contained in FRS8 "Related Party Disclosures" from disclosing transactions with wholly owned entities which are part of the group.

CP HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

29. Related undertakings

Details of the subsidiary undertakings are as follows:

Name of company	Class of shares	Proportion of voting rights held	Proportion of equity held	Country of incorporation
Hotel and Leisure				
CP Regents Park One Limited	Ordinary	100%	100%	UK
CP Regents Park Two Limited	Ordinary	100%	100%	UK
Danubius Hotels Nyrt	Ordinary	76%	80%	Hungary
Danubius Szallodauzemlteto es Szolgaltato Zrt.	Ordinary	76%	80%	Hungary
Economic Enterprises (Developments) Limited	Ordinary	100%	100%	UK
Egészségsgiget Kft.	Ordinary	100%	91%	Hungary
Gundel Kft.	Ordinary	76%	80%	Hungary
Hullám Szálloda KV	Ordinary	76%	80%	Hungary
Kemenes Invest Kft.	Ordinary	100%	91%	Hungary
Lécebné lázné Mariánské Lázně a.s.	Ordinary	73%	77%	Czech Republic
Prirodné Liecebné Kúpele Smrdáky a.s.	Ordinary	69%	71%	Slovakia
SC Balneoclimaterica SA	Ordinary	75%	79%	Romania
Sharon Hotel Company Limited	Ordinary	85%	85%	Israel
Slovenské Liečebné Kúpele Piešťany a.s.	Ordinary	69%	71%	Slovakia
International trade				
Amiran Communications Limited	Ordinary	100%	100%	Kenya
Amiran Kenya Limited	Ordinary	100%	100%	Kenya
Amiran Limited	Ordinary	100%	100%	Zambia
Balton (U) Limited	Ordinary	100%	100%	Uganda
Balton B.V. DWA (Nigeria) Limited	Ordinary	100%	91%	Nigeria
Balton CP Limited	Ordinary	100%	100%	UK
Balton Rwanda Limited	Ordinary	100%	51%	Rwanda
Balton Tanzania Limited	Ordinary "B" Shares	100%	82%	Tanzania
Bamiri Limited	Ordinary	100%	99%	Kenya
Dizengoff Ghana Limited	Ordinary "A" Shares	82%	82%	Ghana
Dizengoff West Africa (Nigeria) Limited	Ordinary	91%	91%	Nigeria
Ghana Smartcomm Limited	Ordinary	99%	99%	Ghana
Premier Telecommunications International Limited	Ordinary	100%	100%	UK
Soloplant Limited	Ordinary	51%	51%	Kenya
Telkor Communication System Limited	Ordinary	70%	70%	Zambia
Logistics				
ATI Depo Közraktározási Zrt	Ordinary	75%	75%	Hungary
ATI Sziget Ipari Szolgáltató Központ Kft	Ordinary	75%	75%	Hungary
Kombiwest Györi Kombiterminál	Ordinary	75%	75%	Hungary
Üzemeltető és Fejlesztő Kft				
Z.I. Logisztikai Zrt	Ordinary	75%	75%	Hungary
Motor trade				
Auto-Fort Trade and Repair Limited	Ordinary	94%	94%	Hungary

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FOR THE YEAR ENDED 31 DECEMBER 2014

29. Related undertakings (continued)

Name of company	Class of shares	Proportion of voting rights held	Proportion of equity held	Country of incorporation
Machinery				
Ambache Engineering-Amencor Import and Export (1973) Limited	Ordinary	100%	100%	Israel
B T RAC Equipment Limited	Ordinary	100%	100%	Israel
Dan Ma Import and Export Limited	Ordinary	100%	100%	Israel
Galvez Limited	Ordinary	100%	100%	Israel
Huntraco Zrt.	Ordinary	100%	100%	Hungary
Hydram Limited	Ordinary	100%	100%	Israel
IP Equipment Sales Limited	Ordinary	100%	100%	UK
Irbid Filters Industries Limited	Ordinary	100%	100%	Jordan
Irbid Filters Limited	Ordinary	100%	100%	Jordan
Machlesh-Teos Equipment Company (1965) Limited	Ordinary	100%	100%	Jordan
Motorpedo Kft.	Ordinary	100%	100%	Israel
Oz Hydraulics Limited	Ordinary	100%	100%	Hungary
R.Y. Shair Limited	Ordinary	100%	100%	Israel
Sharir Underwriters Limited	A ordinary and B ordinary shares	100%	100%	Israel
Siniaver Enterprises Limited (formerly Solgar Limited)	Ordinary	100%	100%	Israel
Teos Hydraulics and Engineering	Ordinary	100%	100%	Israel
The Israel Tractors and Equipment Company Limited	Ordinary	100%	100%	Israel
Tractors and Equipment (I.T.E.) Limited	Ordinary	100%	100%	Israel
Vermeer UK Limited	Ordinary	100%	100%	UK
Wekah Motor Company Limited	Ordinary	100%	100%	Israel
Yarkon Consumables Limited	Ordinary	100%	100%	Israel
Zoko Marketing and Distribution Limited	Ordinary	100%	100%	Israel
Zoko Power Gas Limited	Ordinary	100%	100%	Israel
Zoko Rail Services (Z.P.) Limited	Ordinary	100%	100%	Israel
Serviced office				
LENIA Business Centres Limited	Ordinary	100%	100%	UK
LENIA Business Space Limited	Ordinary	100%	100%	UK
LENIA Joint Ventures Limited	Ordinary	100%	100%	UK
LENIA Properties (Services) Limited	Ordinary	100%	100%	UK
LENIA Properties Limited	Ordinary	100%	100%	UK
Tottenham Enterprise Centre Limited	Limited by guarantee	100%	100%	UK
Civil Engineering				
Bydleni veze s.r.o.	Ordinary	97%	49%	Czech Republic
Cibitas Holt Town Limited	Ordinary	84%	43%	UK
Cibitas Investments Limited	Ordinary	90%	46%	UK
Waystone 32 Limited	Ordinary	100%	51%	UK
Waystone CZ s.r.o.	Ordinary	100%	51%	Czech Republic
Waystone Developments Limited	Ordinary	100%	51%	UK
Waystone Limited	Ordinary	100%	51%	UK

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29. Related undertakings (continued)

Name of company	Class of shares	Proportion of voting rights held	Proportion of equity held	Country of incorporation	Principal activity
Other activities					
B & S Hydraulics Limited	A ordinary and B ordinary shares	100%	100%	UK	Dormant
Boldstreet Limited	Ordinary	100%	100%	UK	Dormant
Burnwell Coal Company Limited	Ordinary	100%	100%	UK	Property rental
Byrdhard Limited	Ordinary	100%	100%	UK	Dormant
Cambro Contractors Limited	Ordinary and deferred ordinary shares	100%	100%	UK	Dormant
Consolidated Machinery (Mining) Co. Limited	Ordinary	100%	100%	UK	Dormant *
CP Bath Limited	Ordinary	100%	100%	UK	Dormant
CP Holdings (Pensions) Limited	Ordinary	100%	100%	UK	Dormant
CPPH Ingatlanhasznosító Kft	Ordinary	100%	100%	Hungary	Holding company
CPPH-NET Holding Kft	Ordinary	100%	100%	Hungary	Holding company
Currall Lewis and Martin Limited	Ordinary	100%	100%	UK	Dormant
Curralls Limited	Ordinary	100%	100%	UK	Dormant
Dinton Enterprises Limited	Ordinary	100%	100%	UK	Dormant
Dyggor-Gaylord Limited	Ordinary and deferred ordinary shares	100%	100%	UK	Dormant
Hármashatárhegy Udvarház Ingatlanhasznosító és Szervező Kft	Ordinary	100%	100%	Hungary	Property rental
Hidepost Limited	Ordinary	100%	100%	UK	Dormant
Interag Holding Zrt	Ordinary	100%	100%	Hungary	Holding company
Keshet Geschäftsführungs GmbH	Ordinary	100%	51%	Germany	Property rental
Keshet Geschäftsführungs GmbH & Co.	Ordinary	98%	50%	Germany	Property rental
Runfunk-zentrum berlin KG					
Keshet Investments BV	Ordinary	51%	51%	Netherlands	Holding company
Kingsbury Link Management Limited	A ordinary and B ordinary shares	100%	100%	UK	Dormant *
Kompakt Land Ingatlanhasznosító Kft	Ordinary	100%	100%	Hungary	Property rental
Lod Immobilien Management GmbH	Ordinary	100%	51%	Germany	Property rental
Milerun Limited	Ordinary	100%	100%	UK	Property rental
Mitchams Plant Hire Limited	Ordinary and deferred ordinary shares	100%	100%	UK	Dormant
Murphy Bros. Limited	Ordinary	100%	100%	UK	Dormant
NCC Minerals Limited	Ordinary	100%	100%	UK	Dormant
Obuda Investments Limited	Ordinary	100%	100%	UK	Dormant
Preventiv-Security Zrt.	Ordinary	100%	100%	Hungary	Security business
Shand Mining Limited	Ordinary	100%	100%	UK	Dormant *
Strázsa-Véd Kft.	Ordinary	100%	100%	Hungary	Security business
TJ Harman & Sons Limited	Ordinary	100%	100%	UK	Farming
Vol-Sec Kft.	Ordinary	100%	100%	Hungary	Security business

CP HOLDINGS LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2014

29. Related undertakings (continued)

Details of the joint venture undertakings are as follows:

Name of company	Class of shares	Proportion of voting rights held	Proportion of equity held	Country of incorporation
Hotel and Leisure				
Buxton Crescent Hotel and Thermal Spa Company Limited	Ordinary	50%	50%	UK
M.N.S.R Hotels Limited	Ordinary	50%	50%	Israel
Prev-Info Kft	Ordinary	50%	50%	Hungary
Old Hall Hotel Limited	Ordinary	50%	50%	UK
R.&W. Estates (Buxton) Limited	Ordinary	50%	50%	UK
Serviced office				
Applepeach Limited	Ordinary	50%	50%	UK
Co-Work Space LLP	Members' capital	50%	50%	UK
Co-Work Space II Limited	Ordinary	50%	50%	UK
LEntA IDM LLP	No capital issued	50%	50%	UK
LEntA Properties Limited and Searchgrade Limited joint arrangement	No capital issued	50%	50%	UK
Civil Engineering				
Business Homes (Waystone) Limited	A ordinary shares	50%	26%	UK
Marcol Waystone LLP	No capital issued	50%	26%	UK
Stribro Waystone Development z.s.p.	Ordinary	50%	26%	Czech Republic

Details of the associated undertakings are as follows:

Name of company	Class of shares	Proportion of voting rights held	Proportion of equity held	Country of incorporation
Machinery				
Global	Ordinary	20%	20%	Israel
Logistics				
Book Kft	Ordinary	33%	25%	Hungary

* Entities excluded from the consolidation due to their immaterial size.

+ The Global investment represents investments in 16 individual companies.