

REGISTERED NUMBER: 01993374 (England and Wales)

ERMS UK (HOLDINGS) LIMITED
STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

TUESDAY



A5FWQ55T

A26

20/09/2016

#173

COMPANIES HOUSE

ERMS UK (HOLDINGS) LIMITED

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

	Page
Company Information	1
Strategic Report	2
Report of the Directors	3
Report of the Independent Auditors	5
Statement of Comprehensive Income	7
Balance Sheet	8
Statement of Changes in Equity	9
Notes to the Financial Statements	10
Reconciliation of Equity	16
Reconciliation of Profit	18
Profit and Loss Account	19

ERMS UK (HOLDINGS) LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2015**

DIRECTORS:

I M Smith
A F Troost

SECRETARY:

I M Smith

REGISTERED OFFICE:

Building E3
Ronald House
Fenton Way
Chatteris
Cambridgeshire
PE16 6UP

REGISTERED NUMBER:

01993374 (England and Wales)

AUDITORS:

Keens Shay Keens Limited
Chartered Accountants &
Statutory Auditors
2nd Floor Exchange Building
16 St Cuthberts Street
Bedford
Bedfordshire
MK40 3JG

BANKERS:

National Westminster Bank Plc
7 Cornhill
Bury St Edmunds
Suffolk
IP33 1BQ

ERMS UK (HOLDINGS) LIMITED

**STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2015**

The directors present their strategic report for the year ended 31 December 2015.

REVIEW OF BUSINESS

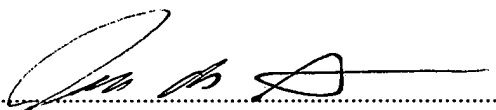
The principle activity of the company in the year was that of freehold property owners in Chatteris, Cambridgeshire with the properties let commercially. The rental figures are very much the same as was previously reported.

PRINCIPAL RISKS AND UNCERTAINTIES

The directors continually assess the level of risk that they are likely to incur in running the business such that for any major activity or business change which occurs a detailed risk assessment is carried out.

The principal risks and uncertainties facing the company are limited save that leases end in July and October 2017. This situation is under constant review with various long term options being considered.

ON BEHALF OF THE BOARD:


.....
I M Smith - Secretary

Date: 2nd June 2016

ERMS UK (HOLDINGS) LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 DECEMBER 2015

The directors present their report with the financial statements of the company for the year ended 31 December 2015.

DIVIDENDS

An interim dividend of £15.31 per share was paid on 27th May 2015.

FUTURE DEVELOPMENTS

Much will depend on what occurs when the current leases expire in July and October 2017. Alternative arrangements are being considered constantly so as to try and ensure a smooth transition to maintain income levels.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2015 to the date of this report.

I M Smith
A F Troost

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

In view of the financial controls that are in place and the past record of cash management, the directors consider that the financial risk management objectives and policies in place are adequate to enable the assessment of the risks affecting assets, liabilities, financial position and profit or loss of the company.

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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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;
- 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director 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 that the company's auditors are aware of that information.


ERMS UK (HOLDINGS) LIMITED

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2015**

AUDITORS

The auditors, Keens Shay Keens Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:


.....
I M Smith - Secretary

Date: 2nd June 2016

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ERMS UK (HOLDINGS) LIMITED

We have audited the financial statements of Erms UK (Holdings) Limited for the year ended 31 December 2015 on pages seven to eighteen. 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 a Report of the Auditors 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 Statement of Directors' Responsibilities set out on page three, 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 Strategic Report and the Report of the Directors 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 company's affairs as at 31 December 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; 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 Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ERMS UK (HOLDINGS) LIMITED**

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.



Anthony Brice (Senior Statutory Auditor)
for and on behalf of Keens Shay Keens Limited
Chartered Accountants &
Statutory Auditors
2nd Floor Exchange Building
16 St Cuthberts Street
Bedford
Bedfordshire
MK40 3JG

Date: 2nd June 2016

ERMS UK (HOLDINGS) LIMITED

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2015**

	Notes	2015 £	2014 £
TURNOVER		814,095	748,050
Administrative expenses		<u>342,645</u>	<u>278,736</u>
OPERATING PROFIT	3	471,450	469,314
Income from shares in group undertakings		-	1,703,298
Interest receivable and similar income		<u>256</u>	<u>842</u>
		471,706	1,704,140
Interest payable and similar charges	4	<u>-</u>	<u>12,139</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		471,706	2,161,315
Tax on profit on ordinary activities	5	<u>95,603</u>	<u>97,469</u>
PROFIT FOR THE FINANCIAL YEAR		376,103	2,063,846
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>376,103</u>	<u>2,063,846</u>

The notes form part of these financial statements

ERMS UK (HOLDINGS) LIMITED (REGISTERED NUMBER: 01993374)

**BALANCE SHEET
31 DECEMBER 2015**

	Notes	2015 £	2014 £
FIXED ASSETS			
Tangible assets	7	173,202	255,365
Investments	8	100	100
Investment property	9	<u>6,269,504</u>	<u>6,269,504</u>
		6,442,806	6,524,969
CURRENT ASSETS			
Debtors	10	71,395	-
Cash at bank		<u>199,176</u>	<u>65,402</u>
		270,571	65,402
CREDITORS			
Amounts falling due within one year	11	<u>175,195</u>	<u>174,214</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>95,376</u>	<u>(108,812)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		6,538,182	6,416,157
PROVISIONS FOR LIABILITIES	12	<u>-</u>	<u>4,078</u>
NET ASSETS		<u>6,538,182</u>	<u>6,412,079</u>
CAPITAL AND RESERVES			
Called up share capital	13	16,324	16,324
Share premium	14	51,636	51,636
Retained earnings	14	<u>6,470,222</u>	<u>6,344,119</u>
SHAREHOLDERS' FUNDS		<u>6,538,182</u>	<u>6,412,079</u>

The financial statements were approved by the Board of Directors on 2nd June 2016 and were signed on its behalf by:

.....
A F Troost - Director

.....
I M Smith - Director

The notes form part of these financial statements

ERMS UK (HOLDINGS) LIMITED**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2015**

	Called up share capital £	Retained earnings £	Share premium £	Total equity £
Balance at 1 January 2014	16,324	4,780,273	51,636	4,848,233
Changes in equity				
Dividends	-	(500,000)	-	(500,000)
Total comprehensive income	-	2,063,846	-	2,063,846
	<u>16,324</u>	<u>6,344,119</u>	<u>51,636</u>	<u>6,412,079</u>
Balance at 31 December 2014				
Changes in equity				
Dividends	-	(250,000)	-	(250,000)
Total comprehensive income	-	376,103	-	376,103
	<u>16,324</u>	<u>6,470,222</u>	<u>51,636</u>	<u>6,538,182</u>
Balance at 31 December 2015				

The notes form part of these financial statements

ERMS UK (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows.

Preparation of consolidated financial statements

The financial statements contain information about Erms UK (Holdings) Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 400 of the Companies Act 2006 from the requirements to prepare consolidated financial statements as it and its subsidiary undertaking are included by full consolidation in the consolidated financial statements of its parent, Holding Familie Troost B.V., a company registered in The Netherlands.

Turnover

Turnover represents rental income due in the year, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery - 20% on cost

Investment property

Investment property is shown at its most recent valuation. Any deficit is charged to the statement of comprehensive income account if in the opinion of the directors the deficit is permanent.

Any surplus is charged to the statement of comprehensive income account to the extent that it reverses any previous deficit.

Any surplus in excess of the historical cost value is recognised in the revaluation reserve.

Directors regularly review the most recent valuation of the carrying value of the properties to determine if it is representative of their fair value based on current market conditions.

Deferred tax

Deferred taxation 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 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, or gains on disposal of fixed assets that have been rolled over into replacement assets.
- 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.

ERMS UK (HOLDINGS) LIMITED**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015****1. ACCOUNTING POLICIES - continued****Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

2. STAFF COSTS

	2015	2014
	£	£
Wages and salaries	-	39,174
Social security costs	-	5,406
	<u>-</u>	<u>44,580</u>

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

	2015	2014
Director	<u>1</u>	<u>1</u>

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2015	2014
	£	£
Depreciation - owned assets	82,163	81,563
Auditors' remuneration	5,000	4,980
Foreign exchange gains	<u>-</u>	<u>(24,585)</u>
Directors' remuneration	<u>-</u>	<u>39,174</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2015	2014
	£	£
Interest payable on related party loan	<u>-</u>	<u>12,139</u>
	<u>-</u>	<u>12,139</u>

ERMS UK (HOLDINGS) LIMITED**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015****5. TAXATION****Analysis of the tax charge**

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

	2015 £	2014 £
Current tax:		
UK corporation tax	103,576	103,597
Deferred tax	<u>(7,973)</u>	<u>(6,128)</u>
Tax on profit on ordinary activities	<u>95,603</u>	<u>97,469</u>

Reconciliation of total tax charge included in profit and loss

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

	2015 £	2014 £
Profit on ordinary activities before tax	<u>471,706</u>	<u>2,161,315</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20.250% (2014 - 21.500%)	95,520	464,683
Effects of:		
Depreciation in advance of Capital Allowances	8,056	5,123
Income from shares in group undertakings	-	(366,209)
Deferred tax movement	<u>(7,973)</u>	<u>(6,128)</u>
Total tax charge	<u>95,603</u>	<u>97,469</u>

6. DIVIDENDS

	2015 £	2014 £
Interim	<u>250,000</u>	<u>500,000</u>

ERMS UK (HOLDINGS) LIMITED**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015****7. TANGIBLE FIXED ASSETS**

	Plant and machinery £
COST	
At 1 January 2015 and 31 December 2015	<u>430,813</u>
DEPRECIATION	
At 1 January 2015	175,448
Charge for year	<u>82,163</u>
At 31 December 2015	<u>257,611</u>
NET BOOK VALUE	
At 31 December 2015	<u>173,202</u>
At 31 December 2014	<u>255,365</u>

8. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 January 2015 and 31 December 2015	<u>100</u>
NET BOOK VALUE	
At 31 December 2015	<u>100</u>
At 31 December 2014	<u>100</u>

The company's investments at the Balance Sheet date in the share capital of companies include the following:

Erms (UK) Limited

Nature of business: wholesale distribution of salad, citrus and grape.

Class of shares:	%
Ordinary £1 shares	holding 100.00

ERMS UK (HOLDINGS) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015**

9. INVESTMENT PROPERTY

	Total £
FAIR VALUE	
At 1 January 2015	
and 31 December 2015	<u>6,269,504</u>
NET BOOK VALUE	
At 31 December 2015	<u>6,269,504</u>
At 31 December 2014	<u>6,269,504</u>

A valuation of investment properties was carried out on an open market basis on 8th March 2013 by Cheffins, registered Chartered Surveyors. Having considered the valuation and the market conditions since, the directors' have concluded that the carrying value at the balance sheet date is not materially different to the fair value.

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2015 £	2014 £
Amounts owed by group undertakings	67,500	-
Deferred tax asset	<u>3,895</u>	<u>-</u>
	<u>71,395</u>	<u>-</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2015 £	2014 £
Trade creditors	3,467	-
Tax	103,576	103,597
VAT	17,380	17,430
Accruals and deferred income	<u>50,772</u>	<u>53,187</u>
	<u>175,195</u>	<u>174,214</u>

12. PROVISIONS FOR LIABILITIES

	2014 £
Deferred tax	<u>4,078</u>
	Deferred tax £
Balance at 1 January 2015	4,078
Reversal of excess taxation allowances over depreciation	<u>(7,973)</u>
Balance at 31 December 2015	<u>(3,895)</u>

ERMS UK (HOLDINGS) LIMITED**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015****13. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value: £1	2015 £ <u>16,324</u>	2014 £ <u>16,324</u>
16,324	Ordinary			

14. RESERVES

	Retained earnings £	Share premium £	Totals £
At 1 January 2015	6,344,119	51,636	6,395,755
Profit for the year	376,103		376,103
Dividends	<u>(250,000)</u>	<u>—</u>	<u>(250,000)</u>
At 31 December 2015	<u>6,470,222</u>	<u>51,636</u>	<u>6,521,858</u>

15. ULTIMATE PARENT COMPANY

The company's immediate and ultimate parent company is Holding Familie Troost B.V. incorporated in The Netherlands.

Holding Familie Troost B.V., which is incorporated in The Netherlands, is the smallest and largest group in which the company is consolidated.

Holding Familie Troost B.V. financial statements are publicly available in The Netherlands. The registered office for Holding Familie Troost B.V. is Transportweg 33, 2742 RH Waddinxveen, Netherlands.

16. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Dividends paid to the directors during the year totalled £20,277 (2014: £40,554).

17. ULTIMATE CONTROLLING PARTY

The ultimate controlling parties are Bram Troost and Petra Troost.

ERMS UK (HOLDINGS) LIMITED

RECONCILIATION OF EQUITY

1 JANUARY 2014

(DATE OF TRANSITION TO FRS 102)

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets	7	6,600,431	(6,269,504)	330,927
Investments	8	100	-	100
Investment property	9	-	6,269,504	6,269,504
		<u>6,600,531</u>	<u>-</u>	<u>6,600,531</u>
CURRENT ASSETS				
Debtors		17,414	-	17,414
Cash at bank	10	<u>9,029</u>	<u>-</u>	<u>9,029</u>
		<u>26,443</u>	<u>-</u>	<u>26,443</u>
CREDITORS				
Amounts falling due within one year	11	<u>(1,414,162)</u>	<u>-</u>	<u>(1,414,162)</u>
NET CURRENT LIABILITIES		<u>(1,387,719)</u>	<u>-</u>	<u>(1,387,719)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		5,212,812	-	5,212,812
CREDITORS				
Amounts falling due after more than one year		(354,374)	-	(354,374)
PROVISIONS FOR LIABILITIES	12	<u>(10,206)</u>	<u>-</u>	<u>(10,206)</u>
NET ASSETS		<u>4,848,232</u>	<u>-</u>	<u>4,848,232</u>
CAPITAL AND RESERVES				
Called up share capital	13	16,324	-	16,324
Share premium	14	51,636	-	51,636
Revaluation reserve		170,066	(170,066)	-
Retained earnings	14	<u>4,610,206</u>	<u>170,066</u>	<u>4,780,272</u>
SHAREHOLDERS' FUNDS		<u>4,848,232</u>	<u>-</u>	<u>4,848,232</u>

The notes form part of these financial statements

ERMS UK (HOLDINGS) LIMITED

RECONCILIATION OF EQUITY - continued
31 DECEMBER 2014

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets	7	6,438,590	(6,183,225)	255,365
Investments	8	100	-	100
Investment property	9	-	6,269,504	6,269,504
		<u>6,438,690</u>	<u>86,279</u>	<u>6,524,969</u>
CURRENT ASSETS				
Cash at bank	10	<u>65,402</u>	-	<u>65,402</u>
CREDITORS				
Amounts falling due within one year	11	<u>(174,214)</u>	-	<u>(174,214)</u>
NET CURRENT LIABILITIES		<u>(108,812)</u>	-	<u>(108,812)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		6,329,878	86,279	6,416,157
PROVISIONS FOR LIABILITIES	12	<u>(4,078)</u>	-	<u>(4,078)</u>
NET ASSETS		<u>6,325,800</u>	<u>86,279</u>	<u>6,412,079</u>
CAPITAL AND RESERVES				
Called up share capital	13	16,324	-	16,324
Share premium	14	51,636	-	51,636
Revaluation reserve		166,369	(166,369)	-
Retained earnings	14	<u>6,091,471</u>	<u>252,648</u>	<u>6,344,119</u>
SHAREHOLDERS' FUNDS		<u>6,325,800</u>	<u>86,279</u>	<u>6,412,079</u>

Notes to the reconciliation of equity

The latest independent valuation was carried out on 8th March 2013 and the net book value at 31st December 2013 was not materially different to the value provided by the valuer. This is therefore the basis on which the property value has been considered at transition to FRS 102.

As a result of the carrying net book value being different to the historic cost of £6,936,544 all historic adjustments to the investment property carrying values should have been charged to the profit and loss. To correct this position on transition the revaluation reserve has been transferred to the profit and loss reserve.

The transition adjustments at 31st December 2014 are consistent with the adjustments as at 1st January 2014 with the exception of the reversal of depreciation in the year to 31st December 2014, in order to retain the carrying value of the investment property. The directors do not believe the carrying value is materially different to the market value or fair value at the balance sheet date.

The notes form part of these financial statements

ERMS UK (HOLDINGS) LIMITED**RECONCILIATION OF PROFIT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
TURNOVER	748,050	-	748,050
Administrative expenses	<u>(365,015)</u>	<u>86,279</u>	<u>(278,736)</u>
OPERATING PROFIT	383,035	86,279	469,314
Income from shares in group undertakings	1,703,298	-	1,703,298
Interest receivable and similar income	842	-	842
Interest payable and similar charges	<u>(12,139)</u>	<u>-</u>	<u>(12,139)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2,075,036	86,279	2,161,315
Tax on profit on ordinary activities	<u>(97,469)</u>	<u>-</u>	<u>(97,469)</u>
PROFIT FOR THE FINANCIAL YEAR	<u>1,977,567</u>	<u>86,279</u>	<u>2,063,846</u>

The notes form part of these financial statements