

Financial Statements

Agrivert Group Limited

For the Year Ended 31 December 2015

TUESDAY



A5HEVII1

A06

11/10/2016

#150

COMPANIES HOUSE

Registered number: 06968842

Company Information

Directors	R B A Maddan P J Earl H G Waters
Company secretary	P J Earl
Registered number	06968842
Registered office	The Stables Radford Oxfordshire OX7 4EB
Independent auditor	Grant Thornton UK LLP Chartered Accountants & Statutory Auditor 3140 Rowan Place John Smith Drive Oxford Business Park South OXFORD OX4 2WB

Contents

	Page
Directors' Report	1 - 2
Independent Auditor's Report	3 - 4
Statement of Comprehensive Income	5
Balance Sheet	6
Statement of Changes in Equity	7
Notes to the Financial Statements	8 - 21

Directors' Report

For the Year Ended 31 December 2015

The directors present their report and the financial statements for the year ended 31 December 2015.

Principal activity

The principal activity of the Company is that of a holding company.

Results

The profit for the year, after taxation, amounted to £1,618,296 (2014 - £326,945).

Directors

The directors who served during the year were:

A H Westropp (resigned 19 August 2015)
R B A Maddan
H R Murray-Philipson (resigned 19 August 2015)
R J Hunt (resigned 7 April 2015)
S Relf (resigned 19 August 2015)
I Henderson-Londono (resigned 19 August 2015)
R J McIlwraith (resigned 19 August 2015)
P J Earl (appointed 7 April 2015)
H G Waters (appointed 20 August 2015)

Directors' responsibilities statement

The directors are responsible for preparing the Directors' 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 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'. 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 for the Company financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent; and
- 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.

Directors' Report (continued)

For the Year Ended 31 December 2015

Disclosure 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'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 and to establish that the Company's auditor is aware of that information.

Auditors

Under section 487(2) of the Companies Act 2006, Grant Thornton UK LLP will be deemed to have been reappointed as auditor 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

This report was approved by the board on 7 October 2016 and signed on its behalf.



P J Earl
Director

Independent Auditor's Report to the Members of Agrivert Group Limited

We have audited the financial statements of Agrivert Group Limited for the year ended 31 December 2015, which comprise the Statement of Comprehensive Income, the Balance Sheet, the Statement of Changes in Equity and the related notes. 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, 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

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

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; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

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



Independent Auditor's Report to the Members of Agrivert Group 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.

Grant Thornton UK LLP.

Tracey James (Senior Statutory Auditor)

for and on behalf of

Grant Thornton UK LLP

Statutory Auditor

Chartered Accountants

OXFORD

Date:

7 October 2016

Statement of Comprehensive Income

For the Year Ended 31 December 2015

	Note	2015 £	2014 £
Administrative expenses		(110,619)	(90,419)
Exceptional other operating charges		(46,017)	-
Operating loss	3	(156,636)	(90,419)
Income from shares in group companies		2,000,000	800,000
Interest receivable and similar income	5	472,998	377,154
Interest payable and expenses	6	(695,666)	(762,190)
Profit before taxation		1,620,696	324,545
Tax on profit	7	(2,400)	2,400
Profit for the year		1,618,296	326,945
Total comprehensive income for the year		1,618,296	326,945

Balance Sheet

As at 31 December 2015

	Note	£	2015 £	2014 £
Fixed assets				
Fixed asset investments	9		9,832,910	9,832,910
Current assets and liabilities				
Debtors: amounts falling due after more than one year	10	9,567,399		7,840,104
Debtors: amounts falling due within one year	10	3,813,074		128,691
Creditors: amounts falling due within one year	11	(35,486)		(187,203)
Net current assets			<u>13,344,987</u>	<u>7,781,592</u>
Total assets less current liabilities			<u>23,177,897</u>	<u>17,614,502</u>
Creditors: amounts falling due after more than one year	12		(12,090,433)	(8,198,884)
Provisions for liabilities				
Net assets			<u><u>11,087,464</u></u>	<u><u>9,415,618</u></u>
Capital and reserves				
Called up share capital	15		5,111	5,096
Share premium account	16		53,535	-
Merger reserve	16		8,995,797	8,995,797
Profit and loss account	16		2,033,021	414,725
			<u><u>11,087,464</u></u>	<u><u>9,415,618</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on


P J Earl
 Director

7 October 2016

The notes on pages 8 to 21 form part of these financial statements.

Statement of Changes in Equity

For the Year Ended 31 December 2015

	Called up share capital	Share premium account	Merger reserve	Profit and loss account	Total equity
	£	£	£	£	£
At 1 January 2015	5,096	-	8,995,797	414,725	9,415,618
Comprehensive income for the year					
Profit for the year	-	-	-	1,618,296	1,618,296
Shares issued during the year	15	53,535	-	-	53,550
At 31 December 2015	5,111	53,535	8,995,797	2,033,021	11,087,464

Statement of Changes in Equity

For the Year Ended 31 December 2014

	Called up share capital	Merger reserve	Profit and loss account	Total equity
	£	£	£	£
At 1 January 2014	5,096	8,995,797	87,780	9,088,673
Comprehensive income for the year				
Profit for the year	-	-	326,945	326,945
At 31 December 2014	5,096	8,995,797	414,725	9,415,618

The notes on pages 8 to 21 form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 31 December 2015

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 Financial Reporting Standard 102, "The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland" ("FRS 102") and the Companies Act 2006.

Information on the impact of first-time adoption of FRS 102 is given in note 21.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 2).

The following principal accounting policies have been applied:

1.2 Financial reporting standard 102 - reduced disclosure exemptions

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

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.39 to 11.48A;
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.29;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of Agrivert Holdings Limited for the year ended 31 December 2015 and these financial statements may be obtained from Companies House.

1.3 Consolidation

The company was, at the end of the year, a wholly-owned subsidiary of another company incorporated in the European Economic Area and in accordance with Section 400 of the Companies Act 2006, is not required to produce, and has not published, consolidated accounts. The information contained within these accounts represents the financial position and performance of the individual company only for the year ended 31 December 2015, and not that of the group.

1.4 Going concern

The financial statements are prepared on the going concern basis. In assessing whether the going concern assumption is appropriate, the directors have taken into account all the relevant available information about the future trading including profit and cash position. The directors consider it appropriate to adopt the going concern basis of accounting in the preparation of the annual financial statements.

1.5 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment. Where merger relief is applicable, the cost of the investment in a subsidiary undertaking is measured at the nominal value of the shares issued together with the fair value of any additional consideration paid.

Notes to the Financial Statements

For the Year Ended 31 December 2015

1. Accounting policies (continued)

1.6 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, except where attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity. Such tax is recognised in other comprehensive income or directly in equity as appropriate.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

1.7 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Notes to the Financial Statements

For the Year Ended 31 December 2015

1. Accounting policies (continued)

1.8 Financial instruments

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade payables or receivables, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an out-right short-term loan not at market rate, the financial asset or liability is measured initially at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

1.9 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

1.10 Finance costs

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

1.11 Dividends

Equity dividends are recognised when they become legally payable.

1.12 Interest income

Interest income is recognised in the Statement of Comprehensive Income using the effective interest method.

Notes to the Financial Statements

For the Year Ended 31 December 2015

1. Accounting policies (continued)

1.13 Borrowing costs

All borrowing costs are recognised in the Statement of Comprehensive Income in the year in which they are incurred.

1.14 Exceptional items

Exceptional items are transactions that fall within the ordinary activities of the Company but are presented separately due to their size or incidence.

2. Judgments in applying accounting policies and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Estimates are based on historical experience and other assumptions that are considered reasonable in the circumstances. The actual amount or values may vary in certain instances from the assumptions and estimates made. Changes will be recorded, with corresponding effect in the Statement of Comprehensive Income, when, and if, better information is obtained.

3. Operating loss

The operating loss is stated after charging:

	2015 £	2014 £
Fees payable to the Company's auditor for the audit of the company's annual financial statements	6,000	7,600
Fees payable to the Company's auditor for tax compliance services	1,500	1,050

Notes to the Financial Statements

For the Year Ended 31 December 2015

4. Employees

Staff costs were as follows:

	2015	2014
	£	£
Wages and salaries	30,909	41,280
Social security costs	1,330	5,501
	<u>32,239</u>	<u>46,781</u>

The Company has no employees other than the Directors during the year. Executive directors are remunerated through Agrivert Ltd.

5. Interest receivable

	2015	As restated 2014
	£	£
Interest receivable from group companies	<u>472,998</u>	<u>377,154</u>

6. Interest payable and similar charges

	2015	2014
	£	£
Other loan interest payable	34,796	52,193
Loans from group undertakings	244,197	150,000
Preference share dividends	416,673	559,997
	<u>695,666</u>	<u>762,190</u>

Notes to the Financial Statements

For the Year Ended 31 December 2015

7. Taxation

	2015 £	2014 £
Total current tax	-	-
Deferred tax		
Origination and reversal of timing differences	2,400	(2,400)
Total deferred tax	2,400	(2,400)
Taxation on profit/(loss) on ordinary activities	2,400	(2,400)

Factors affecting tax charge for the year

The tax assessed for the year is the same as (2014 - the same as) the standard rate of corporation tax in the UK of 20% (2014 - 20%) as set out below:

	2015 £	2014 £
Profit on ordinary activities before tax	1,620,697	1,214,512
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2014 - 20%)	412,498	260,999
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	31,410	131,579
Non-taxable income less expenses not deductible for tax purposes, other than goodwill and impairment	(404,932)	(171,945)
Differences in tax rates leading to an increase (decrease) in the deferred tax charge	(30)	(2,400)
Group relief	(36,546)	(220,633)
Total tax charge for the year	2,400	(2,400)

8. Exceptional items

	2015 £	2014 £
Exceptional refinancing costs	46,017	-

Notes to the Financial Statements

For the Year Ended 31 December 2015

9. Fixed asset investments

	Investments in subsidiary companies £
Cost or valuation	
At 1 January 2015	9,832,910
At 31 December 2015	<u>9,832,910</u>
Net book value	
At 31 December 2015	<u>9,832,910</u>
At 31 December 2014	<u>9,832,910</u>

Notes to the Financial Statements

For the Year Ended 31 December 2015

9. Fixed asset investments (continued)**Subsidiary undertakings**

The following were subsidiary undertakings of the Company:

Name	Country of incorporation	Class of shares	Holding	Principal activity
Agrivert Limited	United Kingdom	Ordinary	100 %	Waste processing and engineering
Agrivert Biogas Limited (*)	United Kingdom	Ordinary	100 %	Holding company
Agrivert Composting Limited (*)	United Kingdom	Ordinary	100 %	Holding company
Agrivert (Ardley) Limited (*)	United Kingdom	Ordinary	100 %	Waste processing
Agrivert (Hertfordshire) Limited (*)	United Kingdom	Ordinary	100 %	Waste processing
Agrivert (Bucks) Limited (*)	United Kingdom	Ordinary	100 %	Dormant
Oxford Renewable Energy Limited (*)	United Kingdom	Ordinary	100 %	Waste processing and renewable energy
Agrivert (RBWM) Limited (*)	United Kingdom	Preference Ordinary	100 % 100 %	Waste processing and renewable energy Waste processing
Agrivert Oxfordshire Limited (*)	United Kingdom	Ordinary	100 %	Dormant
Agrivert (Wallingford) Limited (*)	United Kingdom	Ordinary	100 %	Waste processing and renewable energy
Agrivert (CW) Limited (*)	United Kingdom	Ordinary	100 %	Waste processing
Agrivert (West London) Limited (*)	United Kingdom	Ordinary	100 %	Waste processing and renewable energy
Agrivert (Herts Biogas) Limited (*)	United Kingdom	Ordinary	100 %	Waste processing and renewable energy
Agrivert (South Wales) Limited (*)	United Kingdom	Ordinary	100 %	Waste processing and renewable energy
Agrivert (Farms) Limited (*)	United Kingdom	Ordinary	100 %	Farming

(*) = held indirectly

Notes to the Financial Statements

For the Year Ended 31 December 2015

10. Debtors

	2015 £	2014 £
Due after more than one year		
Amounts owed by group undertakings	<u>9,567,399</u>	<u>7,840,104</u>

	2015 £	2014 £
Due within one year		
Amounts owed by group undertakings	3,797,936	-
Other debtors	9,996	16,244
Prepayments and accrued income	5,142	110,047
Deferred taxation	-	2,400
	<u>3,813,074</u>	<u>128,691</u>

11. Creditors: Amounts falling due within one year

	2015 £	2014 £
Trade creditors	-	19,746
Accruals and deferred income	35,486	167,457
	<u>35,486</u>	<u>187,203</u>

12. Creditors: Amounts falling due after more than one year

	2015 £	2014 £
Other loans	-	1,000,000
Amounts owed to group undertakings	12,090,433	-
Share capital treated as debt	-	7,198,884
	<u>12,090,433</u>	<u>8,198,884</u>

Amounts owed to group undertakings falling due after more than one year have no fixed repayment date and attract interest of 5%.

Notes to the Financial Statements

For the Year Ended 31 December 2015

13. Financial instruments

Financial assets measured at amortised cost amount to £13,375,332 (2014: £7,856,347). This consists of amounts owed by group undertakings, other debtors, and accrued income.

Financial liabilities measured at amortised cost amount to £12,125,919 (2014: £8,386,087). This consists of accruals.

14. Deferred taxation

	2015 £	2014 £
At beginning of year	2,400	-
Charged to the profit or loss	(2,400)	2,400
At end of year	-	2,400

The deferred tax asset is made up as follows:

	2015 £	2014 £
Origination and reversal of timing differences	-	2,400
	-	2,400

Notes to the Financial Statements

For the Year Ended 31 December 2015

15. Share capital

	2015 £	2014 £
Shares classified as equity		
Allotted, called up and fully paid		
Nil (2014: 150,006) Ordinary A shares of £0.01 each	-	1,500
1,615 (2014: 257,108) Ordinary C shares of £0.01 each	16	2,571
Nil (2014: 54,442) Ordinary D shares of £0.01 each	-	544
Nil (2014: 48,057) Ordinary E shares of £0.01 each	-	481
509,498 (2014: Nil) Ordinary shares of £0.01 each	5,095	-
	<u>5,111</u>	<u>5,096</u>

During the year:

- warrants over 1,500 Ordinary B shares were exercised at a price of £35.70 per share raising £53,550
- 1,730 Ordinary D shares were converted to Ordinary C shares
- 150,006 Ordinary A shares, 1,500 Ordinary B shares, 257,223 Ordinary C shares, 52,712 Ordinary D shares and 48,057 Ordinary E shares were converted into Ordinary shares.

All of the shares rank pari passu in terms of voting rights, capital rights and rights to participate in a distribution.

	2014 £
Shares classified as debt	
Allotted, called up and fully paid	
7,198,884 Preference shares of £1 each	- 7,198,884

During the year, 163,021 new Preference shares were issued at £1.00 each. Subsequently, the Company executed a capital reduction to reduce the total amount standing in its preference share capital account to zero to allow it to fully redeem the preference shares in issue.

Notes to the Financial Statements

For the Year Ended 31 December 2015

16. Reserves

Share Premium

Includes any premiums received on issue of share capital. Any transaction costs associated with the issuing of shares are deducted from share premium.

Merger Reserve

The merger relief reserve represents the difference between the fair value of the consideration for the acquisition of 100% of Agrivert Limited and its subsidiary undertakings and the nominal value of the shares issued.

Profit and Loss account

The profit and loss account includes all current and prior period retained profit and losses.

17. Contingent liabilities

The Company has provided a guarantee, capped at £1m, to RBWM Commercial Services Limited ("RCS") in respect of any liabilities to RCS of Agrivert (RBWM) Limited, a subsidiary of Agrivert Biogas Limited, which arise under the terms of the contract.

18. Related party transactions

There are no related party transactions which are required to be disclosed under FRS 102 section 33.1A.

19. Controlling party

The ultimate controlling party is Agrivert Holdings Limited, for which consolidated accounts are publically available.

The Directors consider the ultimate controlling party is Highland Trust through its 100% ownership of Green Renewable Energy Limited which owns 58% of Agrivert Holdings Limited.

Agrivert Group Limited

Notes to the Financial Statements

For the Year Ended 31 December 2015

20. First time adoption of FRS 102

	As previously stated 1 January 2014	Effect of transition 1 January 2014	FRS 102 (as restated) 1 January 2014	As previously stated 31 December 2014	Effect of transition 31 December 2014	FRS 102 (as restated) 31 December 2014
Note	£	£	£	£	£	£
Fixed assets	9,832,910	-	9,832,910	9,832,910	-	9,832,910
Current assets	7,572,371	-	7,572,371	7,705,385	263,410	7,968,795
Creditors: amounts falling due within one year	(277,999)	-	(277,999)	(187,203)	-	(187,203)
Net current assets	7,294,372	-	7,294,372	7,518,182	263,410	7,781,592
Total assets less current liabilities	17,127,282	-	17,127,282	17,351,092	263,410	17,614,502
Creditors: amounts falling due after more than one year	(8,038,608)	-	(8,038,608)	(7,821,729)	(377,155)	(8,198,884)
Net assets	9,088,674	-	9,088,674	9,529,363	(113,745)	9,415,618
Capital and reserves	9,088,674	-	9,088,674	9,301,873	113,745	9,415,618

Notes to the Financial Statements

For the Year Ended 31 December 2015

20. First time adoption of FRS 102 (continued)

	As previously stated 31 December 2014 £	Effect of transition 31 December 2014 £	FRS 102 (as restated) 31 December 2014 £
Note			
	-	-	-
Administrative expenses	(90,419)	-	(90,419)
Operating profit	(90,419)	-	(90,419)
Income from shares in group undertakings	800,000	-	800,000
Interest receivable and similar income	1 -	377,154	377,154
Interest payable and similar charges	(762,190)	559,997	(202,193)
Dividends on shares treated as debt	-	(559,997)	(559,997)
Taxation	2,400	-	2,400
(Loss)/profit on ordinary activities after taxation and for the financial year	(50,209)	377,154	326,945

Explanation of changes to previously reported profit and equity:

- 1 During the preparation of the Company's FRS 102 transition management identified certain intra group loan balances on which interest should have been charged. Interest has been recognised on these balances of £377,154 receivable in the prior year.