FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2016

Company number: 07883226.

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

Company information and officers

Directors	Mr. J. Palix Mr. J. Buckle Mr. B. Siney
Registered Office	20-22 Bedford Row, London, United Kingdom, WC1R 4JS
Business address	feelunique.com, 4th floor, Berkshire House, 168-173 High Holborn, London , WC1 7AA
Secretary	Jordan Company Secretaries Limited, 21 St. Thomas Street, Bristol, United Kingdom, BS1 6JS
Bankers	Royal Bank of Scotland International, P.O. Box. 64, Royal Bank House, Bath Street, St. Helier, Jersey JE4 8PJ
Legal Advisors	Olswang LLP, 90 High Holborn, London, WC1V 6XX
Independent Auditors	PricewaterhouseCoopers CI LLP, 37 Esplande, St. Helier, Jersey JE1 4XA
Registered number	7883226

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

Directors' report
For the year ended 31 March 2016

The directors present their report and audited consolidated financial statements of Feelunique International Limited ("the Company"), and its subsidiary ("the Group") for the year ended 31 March 2016.

Incorporation
The company was incorporated in England, United Kingdom on 15 December 2011.

Principal activities
The Company's principal activity for the period from 15 December 2011 to 31 July 2015 was in the provision of marketing, public relations, commercial and technical services to it's parent company, thebigwebsite Limited.

From 1 August 2015, the Company took over the ownership of the feelunique website and beauty retail business from its parent company and is now the main operating company within the feelunique group. This ownership transfer was at £nil consideration on 31 July 2015.

Directors' responsibilities
The directors are responsible for preparing the Annual Report and the consoldiated financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare consolidated financial statements for each financial year. Under the law the directors have elected to prepare the Group financial statetments in accordance with International Financial Reporting Standards (IFRS) and IFRS Interpretations Committee (IFRS IC) interpretations. Under company law the directors must not approve the consolidated financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and of the profit or loss of the Group for that period. In preparing these consolidated financial statements, the directors are required to:

-select suitable accounting policies and then apply them consistently;

-make judgements and accounting estimates that are reasonable and prudent;

-state whether applicable IFRS's have been followed, subject to any material departures disclosed and explained in the consolidated financial statements; and

-prepare the consolidated 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 Group's financial transactions and disclose with reasonable accuracy at any time the financial position of the Group and enable them to ensure that the consolidated financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

As far as the directors are aware, there is no relevant audit information of which the Group's auditors are unaware. The directors have taken all steps that they ought to have taken as the directors in order to make themselves aware of any relevant audit information and to establish that the Group's auditors are aware of that information.

Review of the business
A review of the business is included in the strategic report.

The Feelunique group secured a new Barclays revolving loan facility after the year end. See note 30 for details. The ultimate parent company, Feelunique Holding Limited, has agreed to support the Company and its subsidiary company in meeting all its current and future liabilities as they fall due.

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

Directors' report (continued)
For the year ended 31 March 2016

Results
During the year the Group made a loss after tax of £8.618m (2015: loss £2.59m). This loss has been charged to reserves. The results for the year are set out in the Consolidated statement of comprehensive income on page 11.

Dividend
No dividend was paid or proposed during the year or at the year end (2015: £nil).

Directors
The directors who served during the year and to the date of this report were as follows:

	Appointed	Resigned
Mr. R. Schiessl	15 December 2011	24 July 2015
Mr. A. Chatterley	15 December 2011	24 July 2015
Mr. B. Siney	15 December 2011	-
Mr. J. Palix	5 September 2014	-
Mr. J. Buckle	5 September 2014	-

Political donations and political expenditure
No political donations or political expenditure was made during the year or at the year end (2015: £nil).

Employees
Average number of people (including executive directors) employed in:-

	2016	2015
UK	46	31
France	23	-
	69	31

For mores details on employees of the group, see note 4.

Secretary
The Secretary of the Company during the year and to the date of this report was Jordan Company Secretaries Limited, 21 St.Thomas Street, Bristol, United Kingdom, BS1 6JS.

Registered office:
20-22 Bedford Row,
London,
United Kingdom,
WC1R 4JS

By Order of the Board

Director /Company Secretary

Date: 20 December 2016

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

Strategic report
For the year ended 31 March 2016

The Directors present their strategic report for the Group for the year ended 31st March 2016.

Strategy and objectives
The Feelunique International Limited group of companies ("the Group") is part of the Feelunique Holding Limited group ("the wider Group").

The objective of the Group is to be a leader in online retail of premium beauty products to consumers in the United Kingdom and internationally.

The Group operates the website www.feelunique.com and other country specific variations. The websites offer a very wide range of approximately 25,000 beauty products sourced directly from approximately 500 beauty brands. Products are distributed to consumers globally from the Group's distribution centres in the UK and France.

The Group also operates a small 'bricks and mortar' retail business in Paris, with 4 stores and 1 hair salon.

Business environment

The Group operates within the very large, global Beauty market. The directors are not aware of any other online retailer that carries an equivalent range of beauty products, categories and brands. As a result, the Group has a unique consumer proposition compared to its diverse range of competitors which includes businesses such as large department store groups, specialist health & beauty retailers, online retailers and small beauty salons.

Online retail's share of the total Beauty market is below 10% globally, the shift towards online being behind many other retail categories. The Group expects to grow sales as consumers increasingly shop online for Beauty.

The Group has the following key risks:

The progression towards online retail for Beauty products slows or goes into reverse. This would reduce the Group's capacity to grow revenues and achieve profitability. The directors currently see no evidence of this risk being realised and, in contrast, see good long term growth potential from the consumer shift towards online retail.

Beauty brands could refuse to supply their products to the Group, undermining a core element of the customer proposition. In order to mitigate this risk, the Group places significant importance on the management of its supplier relationships and ensuring that the premium nature of its suppliers' products is respected throughout the customer experience.

The Group could fail to deliver a competitive customer experience, either on the website or in its distribution of products and so lose market share. The Group mitigates this risk by continually monitoring customer feedback and taking this into account in its service development.

The Group could fail to maintain adequate controls over customer data, resulting in a security breach. This could result both in financial loss for the Group and a loss of reputation and confidence from its customers. The Group mitigates this risk by continually monitoring its technology environment and employing third parties to test for vulnerability.

Business environment (continued)

The result of the referendum on UK membership of the EU creates some uncertainty for all businesses that trade within the EU. At this stage, it is unknown what, if any, impact the expected exit of the UK from the EU will have on the Group's financial performance. However, by establishing operations in France, the directors believe that the Group has flexible options for how it will respond to any changes in the trading environment.

Employees
During the year, the Group employed an average of 69 people in the United Kingdom and France. There are no employment matters that are material to the operation of the Group.

54 (78%) of the Group's employees were female, compared to 72% in the year to 31st March 2015.

Environmental issues
As an online retailer, the Group's main environmental concern is the use of packaging for the delivery of products to consumers. The Group regularly reviews its packaging to ensure the size and shape of its boxes minimises the amount of excess packaging and to ensure that the materials used meet high environmental standards.

The cardboard used in the Group's packaging is 100% recycled paper and 100% recyclable; the paper comes from FSC certificated mills; the inks that are used to print the branded cartons are all water based inks and are environmentally friendly.

To protect the product in transit the Group uses either a product called Korrvu® or air cushions. Korrvu® packaging can be easily recycled along with the cardboard boxes in the normal recycling stream and can be reused. Air cushions have been developed according to European guidelines on packaging & packaging waste: EN13427. They are environmentally friendly, 100% recyclable, containing no hazardous substances or heavy metals. The print is water based ink and odour free. All inflated air cushions are suitable for re-use.

Business performance
The operations of the Group changed significantly during the year to 31st March 2016.

At the start of the year, the Company operated the UK office of the wider Group. This UK office had been set up in prior years in anticipation of an eventual transfer of activity to the Company.

During the year, the wider Group implemented plans to move its main operations to the UK. As a result, the ownership of the wider Group's online business, operating under the Feelunique brand, was transferred from a Jersey entity, thebigwebsite Limited, to the Company. This transfer was effective from 1 August 2015 and was at £nil consideration.

Following this reorganisation, the key performance measures for the Group, at this stage in its development, are online revenue and online revenue growth. Due to the transfer of trade from thebigwebsite Limited during the year, these financial statements provide only a partial view of the underlying trading performance. Total online revenue for the wider Group was £49.9m, an increase of 25% on the year to 31st March 2015.

The Directors believe the Group is well placed to benefit from a steady shift towards online retail in Beauty and see continued opportunity for growth across all geographic regions. As a result, the Directors expect further strong sales growth in the year to 31st March 2017 and for this trend to continue in the following 3 to 5 years.

FEELUNIQUE INTERNATIONAL LIMITED
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Strategic report (continued)
For the year ended 31 March 2016

Business performance (continued)
As part of the wide Group reorganisation, the Company established a relationship during the year with Dalepak Limited to operate a UK-based distribution centre. This commenced operations on 1 August 2015. Previously thebigwebsite Limited operated its own distribution centre in Jersey; after a period of dual operation, this was closed in November 2015. Thebigwebsite Limited continues to provide various services to the Group, including marketing, technical development, customer care, finance and HR.

On 19th November 2015, the Company purchased the French company, Parfumeries Rive Droite. This company operates four retail stores in Paris which have now been rebranded under the Feelunique brand. As well continuing its own retail operations, this company will also provide services to the Company, including the purchasing of stock from French-based Beauty brands for supply to online customers in France and elsewhere. After the year end, as part of improving the service provided to the Group's customers in France, the Company has contracted with Alpha Direct Services to operate a distribution centre in France.

On 25th July 2015, the Company entered into an agreement with Azoya International (Hong Kong) Limited ("Azoya"). As part of this agreement, Azoya supported the Company in its launch of www.feelunique.cn, a website targeted at consumers in mainland China.

By Order of the Board

Director /Company Secretary

Date: 20 December 2016

Independent auditors' report to the members of Feelunique International Limited

Report on the group financial statements

Our opinion

In our opinion, Feelunique International Limited's group financial statements ("the financial statements"):

- give a true and fair view of the state of the group's affairs as at 31 March 2016 and of its loss and cash flows for the year then ended;
- have been properly prepared in accordance with International Financial Reporting Standards ("IFRSs") as adopted by the European Union; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

What we have audited

The financial statements, included within the Annual Report, comprise:

- the Consolidated and company statement of financial position as at 31 March 2016;
- the Consolidated statement of comprehensive income for the year then ended;
- the Consolidated and company cahsflow statement for the year then ended;
- the Consolidated and company statement of changes in equity for the year then ended;
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is IFRSs as adopted by the European Union, and applicable law.

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

Opinion on other matter prescribed by the Companies Act 2006

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

Other matters on which we are required to report by exception

Adequacy of information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion, we have not received all the information and explanations we require for our audit. We have no exceptions to report arising from this responsibility.

Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

As explained more fully in the Directors' Responsibilities Statement set out on page 5, 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) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the parent company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of financial statements involves

We conducted our audit in accordance with ISAs (UK & Ireland). 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 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.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual 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.

Other matter

The financial statements for the year ended 31 March 2015, forming the corresponding figures of the financial statements for the year ended 31 March 2016, are unaudited.

Mark W James

Mark James (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers CI LLP
Chartered Accountants and Statutory Auditors
Jersey, Channel Islands
21 December 2016

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

Consolidated statement of comprehensive income
For the year ended 31 March 2016

		Notes	2016 £ 000's	2016 £ 000's	Restated & Unaudited 2015 £ 000's	2015 £ 000's
Revenue		2.7		37,202		-
Cost of sales				(28,923)		-
Gross Profit				8,279		-
Expenses						
Selling and marketing expenses			(5,800)		(262)	
Wages and staff related costs		4	(2,847)		(1,709)	
Administration costs			(2,025)		(274)	
Restructuring costs		7	(1,204)		(30)	
Warehouse labour costs			(995)		-	
Establishment costs			(484)		(336)	
Management Charge		6	(3,472)		-	
Other income		8	23		49	
Depreciation and amortisation		12/14	(59)		(30)	
				(16,863)		(2,592)
Operating loss	Continuing operations:	4				
	-Existing		(7,157)		(2,592)	
	-Acquisition		(1,427)		-	
				(8,584)		(2,592)
Finance costs		9		(34)		-
Loss on ordinary activities before taxation				(8,618)		(2,592)
Income tax expense		10		-		-
Loss for the year				(8,618)		(2,592)
Attributable to:						
Equity holders of the parent				(8,618)		(2,592)
Non-controlling interests				-		-
				(8,618)		(2,592)

The notes on pages 19 to 43 form an integral part of these consolidated financial statements.

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

Consolidated statement of comprehensive income
For the year ended 31 March 2016

	Notes	2016 £ 000's	2016 £ 000's	Restated & Unaudited 2015 £ 000's	Restated & Unaudited 2015 £ 000's
Loss for the year			(8,618)		(2,592)
Other comprehensive income:					
Exchange differences on translation of foreign operations			51		-
(less) Income tax effect					
Net other comprehensive income to be classified to profit or loss in subsequent periods			51		-
Other comprehensive income/(loss) for the year, net of tax			51		-
Total comprehensive income for the year, net of tax			(8,567)		(2,592)
Attributable to:					
Equity holders of the parent			(8,567)		(2,592)
Non-controlling interests			-		-
			(8,567)		(2,592)

The notes on pages 19 to 43 form an integral part of these consolidated financial statements.

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

Consolidated statement of financial position
As at 31 March 2016

			Restated & Unaudited	Restated & Unaudited
ASSETS		2016	2015	As at 1 April 2014
	Notes	£ 000's	£ 000's	£ 000's
Non-current assets				
Intangible assets	12	756	-	-
Property, plant and equipment	14	250	48	43
		1,006	48	43
Current assets				
Inventories	15	5,923	-	-
Other receivables and prepayments	16	2,090	189	216
Cash and cash equivalents	17	867	71	1
		8,880	260	217
Total assets		9,886	308	260
EQUITY AND LIABILITIES				
Equity				
Share capital (£100)	22	-	-	-
Foreign currency translation reserve	23	51	-	-
Retained earnings	23	(13,216)	(4,598)	(2,006)
Equity attributable to equity holders of the parent		(13,165)	(4,598)	(2,006)
Total equity		(13,165)	(4,598)	(2,006)
Non-current liabilities				
Reverse premium		35	70	102
Deferred tax liabilities		-	-	-
		35	70	102
Current liabilities				
Trade and other payables	18	5,749	56	9
Interest bearing loans and borrowings		-	-	-
Amounts due to feelunique group companies	21	15,822	4,497	2,040
Other creditors and accruals	19	1,445	283	115
		23,016	4,836	2,164
Total liabilities		23,051	4,906	2,266
Total equity and liabilities		9,886	308	260

The notes on pages 19 to 43 form an integral part of these consolidated financial statements.

The consolidated financial statements on pages 11 to 43 were approved and authorised for issue by the board of directors on 20 December 2016 and were signed on its behalf by:

Director

Registered number: 7883226

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

Company Statement of financial position
As at 31 March 2016

			Restated & Unaudited	Restated & Unaudited
				As at 1
ASSETS		**2016**	2015	April 2014
	Notes	**£ 000's**	£ 000's	£ 000's
Non-current assets				
Intangible assets	12	9	-	-
Property, plant and equipment	14	76	48	43
Investment in subsidiary	20	1,104	-	-
		1,189	48	43
Current assets				
Inventories	15	5,490	-	-
Amounts due from subsidiary		203	-	-
Other receivables and prepayments	16	1,939	189	216
Cash and cash equivalents	17	848	71	1
		8,480	260	217
Total assets		9,669	308	260
EQUITY AND LIABILITIES				
Equity				
Share capital (£100)	22	-	-	-
Retained earnings	23	(13,048)	(4,598)	(2,006)
Equity attributable to equity holders of the parent		(13,048)	(4,598)	(2,006)
Non-controlling interests		-	-	-
Total equity		(13,048)	(4,598)	(2,006)
Non-current liabilities				
Reverse premium		35	70	102
Deferred tax liabilities		-	-	-
		35	70	102
Current liabilities				
Trade and other payables	18	5,569	56	9
Interest bearing loans and borrowings		-	-	-
Amounts due to feelunique Group companies	21	15,769	4,497	2,040
Other creditors and accruals	19	1,344	283	115
		22,682	4,836	2,164
Total liabilities		22,717	4,906	2,266
Total equity and liabilities		9,669	308	260

The notes on pages 19 to 43 form an integral part of these consolidated financial statements.

The consolidated financial statements on pages 11 to 43 were approved and authorised for issue by the board of directors on 20 December 2016 and were signed on its behalf by:

Director **Registered number: 7883226**

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

Consolidated statement of changes in equity
For the year ended 31 March 2016

	Attributable to equity holders of the parent					
	Total Ordinary Share capital £ 000's (Note 22) *	Retained earnings £ 000's (Note 23)	Foreign currency Translation reserve £ 000's (Note 23)	Total £ 000's	Non-controlling interest £ 000's	Total equity £ 000's
Balance as at 1 April 2014	-	(2,006)	-	(2,006)	-	(2,006)
Loss for the year	-	(2,592)	-	(2,592)	-	(2,592)
Other comprehensive income/(loss) for the year	-	-	-	-	-	-
Total comprehensive income	-	(4,598)	-	(4,598)	-	(4,598)
Balance as at 31 March 2015	-	(4,598)	-	(4,598)	-	(4,598)
Loss for the year	-	(8,618)	-	(8,618)	-	(8,618)
Other comprehensive income/(loss) for the year	-	-	51	51	-	51
Total comprehensive income	-	(8,618)	51	(8,567)	-	(8,567)
Balance as at 31 March 2016	-	(13,216)	51	(13,165)	-	(13,165)

* Share Capital = £100

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

Company Statement of changes in equity
For the year ended 31 March 2016

	Attributable to equity holders of the parent				
	Total Ordinary Share capital £ 000's (Note 22) *	Retained earnings £ 000's (Note 23)	Total £ 000's	Non-controlling interest £ 000's	Total equity £ 000's
Balance as at 1 April 2014	-	(2,006)	(2,006)	-	(2,006)
Loss for the year	-	(2,592)	(2,592)	-	(2,592)
Other comprehensive income/(loss) for the year	-	-	-	-	-
Total comprehensive income	-	(4,598)	(4,598)	-	(4,598)
Balance as at 31 March 2015	-	(4,598)	(4,598)	-	(4,598)
Loss for the year	-	(8,450)	(8,450)	-	(8,450)
Other comprehensive income/(loss) for the year	-	-	-	-	-
Total comprehensive income	-	(8,450)	(8,450)	-	(8,450)
Balance as at 31 March 2016	-	(13,048)	(13,048)	-	(13,048)

* Share Capital = £100

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

Consolidated cashflow statement
For the year ended 31 March 2016

	Note	2016 £000's	Unaudited 2015 £000's
Cash flows from operating activities			
Cash generated from operations	25	(9,333)	(2,372)
Interest received		-	-
Interest paid		(34)	-
Net cash generated from operating activities		(9,367)	(2,372)
Cash flows from investing activities			
Acquisition of subsidiary undertakings, net of cash acquired		(972)	-
Purchase of property, plant and equipment		(194)	(35)
Proceeds from sale of property, plant and equipment		18	-
Purchase of intangible assets		(14)	-
Net cash used in investing activities		(1,162)	(35)
Cash flows from financing activities			
Proceeds from Reverse premium funds received from landlord		-	20
Loans from Parent Company		11,325	2,457
Net cash used in financing activities		11,325	2,477
Net increase in cash and cash equivalents		796	70
Cash and cash equivalents at the beginning of the year		71	1
Exchange gains/(losses) on cash and cash equivalents		-	-
Cash and cash equivalents at the end of the year		867	71

	Note	£000's	£000's
Cash and cash equivalents	17	867	71
		867	71

The notes on pages 19 to 43 form an integral part of these consolidated financial statements.

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

Company Cashflow statement
For the year ended 31 March 2016

	Note	2016 £000's	Unaudited 2015 £000's
Cash flows from operating activities			
Cash generated from operations	25	(9,065)	(2,372)
Interest received		-	-
Interest paid		(34)	-
Net cash generated from operating activities		(9,099)	(2,372)
Cash flows from investing activities			
Acquisition of subsidiary undertakings, net of cash acquired		(1,104)	-
Purchase of property, plant and equipment		(75)	(35)
Purchase of intangible assets		(14)	-
Net cash used in investing activities		(1,193)	(35)
Cash flows from financing activities			
Proceeds from Reverse premium funds received from landlord		-	20
Loans from Parent Company		11,272	2,457
Repayments of borrowings		-	-
Loan to subsidiary		(203)	-
Dividends paid to owners of the parent		-	-
Net cash used in financing activities		11,069	2,477
Net increase in cash and cash equivalents		777	70
Cash and cash equivalents at the beginning of the year		71	1
Exchange gains/(losses) on cash and cash equivalents		-	-
Cash and cash equivalents at the end of the year		848	71

	Note	£000's	£000's
Cash and cash equivalents	17	848	71
		848	71

The notes on pages 19 to 43 form an integral part of these consolidated financial statements.

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

Notes to the consolidated financial statements for the year ended 31 March 2016

1 General information

The consolidated financial statements of Feelunique International Limited and its subsidiary (collectively, "the Group") for the year ended 31 March 2016 were authorised for issue in accordance with a resolution of the directors on 20 December 2016. Feelunique International Limited ("the Company") is a limited company incorporated and domiciled in England, UK. The registered office is 20-22 Bedford Row, London, United Kingdom, WC1R 4JS.

The Company's principal activity is that of an online retailer selling costmetics and fragrances and its website name is "feelunique.com". The Group purchased a French parfumery retail business in Paris in November 2015, which consists of four retail stores. These stores are currently being refurbished and rebranded to feelunique.

2 Summary of significant accounting policies

The principal accounting policies applied in the presentation of these consolidated financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation

The consolidated financial statements of the group have been prepared in accordance with International Financial Reporting Standards (IFRS) and IFRS Interpretations Committee (IFRS IC) interpretations as adopted by the European Union and the Companies Act 2006 applicable to companies reporting under IFRS. The consolidated financial statements have been prepared under the historical cost convention. The Company has taken advantage of the exemption in Section 408 of the Companies Act from disclosing its individual Statement of comprehensive income.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in note 3. Prior year comparatives were unaudited due to an exemption that was available to the Group.

2.2 Going concern

The financial statements have been prepared on a going concern basis as the ultimate parent company, Feelunique Holding Limited has agreed and is committed to meeting all of the Group's current and future liabilities as they fall due. The group companies have confirmed they will not demand payment until such time as the Group is in a postion to pay.

2.3 Changes in accounting policy and disclosures

The following standards have been adopted by the group for the first time for the financial year beginning 1 April 2014 and have a material impact on the group;

(a) New and amended standards adopted by the Group

No additional standards were identified other than those already disclosed.

(b) New standards and interpretations not yet adopted

Certain new accounting standards and interpretations have been published that are not mandatory for 31 March 2016 reporting periods and have not been early adopted by the Group. None of these are expected to have a significant effect on the consolidated financial statements of the Group.

Amendments to IAS 16 and IAS 38 – Clarification of Acceptable Methods of Depreciation and Amortisation (mandatory for financial years commencing 1 January 2017);

Amendments to IFRS 11 Joint Arrangements – Accounting for Acquisitions of Interest in Joint Operations (mandatory for financial years commencing 1 January 2017);

Amendments to IFRS 10 Consolidated Financial Statements, IFRS 12 Disclosure of Interests in Other Entities and IAS 28 Investments in Associates and Joint Ventures – Investment Entities: Applying the Consolidation Exemption (mandatory for financial years commencing 1 January 2017);

Amendments to IAS 1 Presentation of Financial Statements – Disclosure Initiative (mandatory for financial years commencing 1 January 2017);

Amendments to IAS 7 Statement of Cash Flows – Disclosure Initiative (mandatory for financial years commencing 1 January 2018);

Amendments to IAS 12 Income Taxes – Recognition of Deferred Tax Assets for Unrealised Losses (mandatory for financial years commencing 1 January 2017);

2 Summary of significant accounting policies (continued)

2.3 Changes in accounting policy and disclosures (continued)

(b) New standards and interpretations not yet adopted (continued)

IFRS 15 Revenue Recognition – Revenue from Contracts with Customers (mandatory for financial years commencing 1 January 2019);

IFRS 9 Financial Instrument s (mandatory for financial years commencing 1 January 2019); and

IFRS 16 Leases (mandatory for financial years commencing 1 January 2019).

2.4 Consolidation

The Group applies the acquisition method for business combinations. The consideration transferred for the acquisition of a subsidiary is the fair value of the assets transferred, the liabilities incurred to the former owners of the acquiree and the equity interests issued by the Group. The consideration transferred includes the fair value of any assets or liability resulting from a contingent consideration arrangement. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. The Group recognises any non-controlling interest in the acquiree on an acquisition-by-acquisition basis, either at fair value or at the non-controlling interest's proportionate share of the recognised amounts of acquiree's identifiable net assets.

Acquisition-related costs are expensed as incurred.

Any contingent consideration to be transferred by the Group is recognised at fair value at the acquisition date. Subsequent changes to fair value of the contingent consideration that is deemed to be an asset or liability is recognised in accordance with IAS 39 either in profit and loss or as a change to other comprehensive income. Contingent consideration that is classified as equity is not re-measured and its subsequent settlement is accounted for within equity.

Inter-company transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated. When necessary, amounts reported by subsidiaries have been adjusted to conform within the Group's accounting policies.

2.5 Significant accounting estimates and judgements

The preparation of the Group's consolidated financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosures and the disclosures of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the acrrying amount of assets or liabilities affected in future periods.

Judgements

In the process of applying the Group's accounting policies, management has made the following judgements which have the most significnat effect on the amounts recognised in the consolidated financial statements

Going concern

The group's financial statements are prepared on a going concern basis. While the group has made losses in the last few years as result of the implementation of the business investment strategy, the group continues to be supported by new investment from the parent company shareholders. Post year end, the group has secured a new three year Barclays bank revolving loan facility in the sum of £4m, which was available to the group from 16 November 2016. The directors believe that the projected financial performance of the group going forwards will be in line with the financial targets set by the Barclays bank covenant.

Estimates and assumptions

Business combinations and goodwill

The directors have reviewed the goodwill recognised as a result of the new French of business combination and presented in the financial statements as Intangible Assets. The directors reviewed the fair values of this goodwill asset for the French cash generating unit and considered whether there has been an impairment in the carrying value. The directors have reviewed the business performance of the French cash generating unit and considered in detail the impact on the overall valuation of the group which is supported by each cash generating unit. The directors conducted a bench-marking exercise against other similar retail organisations with significant onlines businesses and it was determined that there was no impairment to be recognised to the fair value of the goodwill are presented in the group financial statements.

2 Summary of significant accounting policies (continued)

2.5 Significant accounting estimates and judgements (continued)

<u>Revenue recognition</u>
The directors have reviewed the basis on which revenue is recognised within the group financial statements. Consideration was given to the various stages of the group's obligations to the customers within the sale process and the identification of when title to the goods passes to the customer and the completion of the group's obligations to them. More detail is provided in notes below and no adjustment was identified to the revenue numbers as presented in the Statement of comprehensive income.

<u>Deferred Tax</u>
At the year end, a review was undertaken regarding the level of losses being carried forward by each group entity and what opportunities the group has available to it to optimise its tax position going forwards. It was noted that a deferred tax assets should be recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. The group has losses to carry forward and the directors have considered whether a Deferred Tax Asset should be recognised in the year end financial statements. The directors have considered the financial projections for the foreseeable future and are of the view that a deferred tax asset should not be recognised in this year end financial statements due to fact that the group continues to work through some operational restructuring activities and investment projects which may effect the timing of the recognition of the break-even and profit levels and any allowable losses during that period. More disclosure in given in the note 11.

2.6 Revenue recognition

Revenue from the provision of the sale of goods on the internet is recognised at the point that the risk and rewards of the inventory have passed to the customer, which is the point of dispatch.

Revenue is recognised on the dispatch of customer orders from the Group's warehouse. Customer orders not dispatched but paid for at the year end are accounted for as "Deferred Income" in Other creditors and accruals in the consolidated statement of financial position.

For the small number of credit account transactions in the "feelunique France" stores, revenue is recognised when the customer invoice is raised.

2.7 Revenue

Revenue is measured at the fair value of the consideration received or receivable and represents the gross value of goods and services provided to the customer and less the value of sales discounts and customer refunds. It excludes Value Added Tax and Jersey's Goods and Services Tax ("GST").

Also included in revenue is the value of foreign currency gains/(losses) which arise upon the monthly conversion of the multi-currency bank account balances from the operating values reported using a standard monthly currency exchange rate and the actual exchange rate between the foreign currencies and sterling in existence at the end of each month.

2.8 Retro and marketing partnership income recognition

Cost of sales includes the value of retro income received and receivable from certain suppliers. This retro income is earned when the company meets specified supplier purchase targets during the calendar year. The company recognises this income in the consolidated statement of comprehensive income when the retro qualifying stock has been sold to customers.

Cost of sales also includes the value of marketing partnership income. This income is earned when the company delivers specified marketing campaigns and a level of marketing support during the year. Also included in Cost of sales are supplier credits or income dervied from the co-funding of certain promotional campaigns.

2.9 Other income

Other income represents the value of rental income received and receivable from the lease to third parties of part of the London office accommodation. Also included is sundry income arising from one-off supplier incentive credits and any gain from disposal of fixed assets.

2 Summary of significant accounting policies (continued)

2.10 Foreign currency translation

(a) Functional and presentation currency
The Group's consolidated financial statements are presented in sterling, which is the currency of the primary economic environment in which it operates.

(b) Transactions and balances
Foreign currency transactions are translated into the functional currency using the website exchange rate prevailing at the dates of the transactions or valuation where items are re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement. Foreign exchange gains and losses that relate to borrowing and cash and cash equivalents are presented in the income statement within "Revenues".

(c) Group companies
The results and financial position of all the Group entities (none of which has the currency of a hyper-inflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows;

(i) assets and liabilities for each statement of financial position presented are translated at the closing rate at the date of that statement of financial position.

(ii) income and expenses for each income statement are translated at average exchange rate (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transactions dates, in which cash income and expenses are translated at the rate on the dates of the transactions); and

(iii) all resulting exchange differences are recognised in other comprehensive income and in the Foreign Currency Translation Reserve in the consolidated statement of changes in equity.

Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing rate. Exchange differences are recognised in other comprehensive income.

Website foreign currency exchange rates are monitored against international market rates and periodically revised by the company.

2.11 Property, plant and equipment, and depreciation
The depreciation on property, plant and equipment is calculated on the straight line basis, to write down their cost to their estimated residual value over their estimated useful economic lives. Gross carrying value is determined as being the historic cost less depreciation.

The depreciation rates applied during the year were as follows;

	% rate
Leasehold property improvements	20%
Plant & equipment	20%
Fixtures and fittings	10%
Computer equipment	33%
Motor vehicles	25%
Web equipment	33%

A full year's depreciation is charged in the year an asset is acquired.

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Impairment review is carried out on an asset whenever an indication of impairment becomes apparent. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within "Other income" in the income statement.

2 Summary of significant accounting policies (continued)

2.12 Intangible assets

(a) Computer software
Costs associated with maintaining computer software programmes are recognised as an expense as incurred. Development costs that are directly attributable to the design and testing of identifiable and unique software products controlled by the Group are recognised as intangible assets when the following criteria are met:

-it is technically feasible to complete the software product so that it will be available for use;
-management intends to complete the software product and use or sell it;
-it can be demonstrated how the software product will generate probable future economic benefits;
-adequate technical, financial and other resources to complete the development and to use or sell the software product are available; and
-the expenditure attributable to the software product during its development can be reliably measured.

Other development costs that do not meet these criteria are recognised as an expense as incurred. Development costs previously recognised as an expense are not recognised as an asset in a subsequent period.

Third party acquired computer software are also recognised as intangible assets.

The amortisation on computer software is calculated on the straight line basis, to write down its cost to its estimated residual value over its estimated useful economic life. Gross carrying value is determined as being the historic cost less amortisation. The amortisation rate applied during the year was 20%.

(b) Goodwill
Goodwill arises on the acquisition of subsidiaries and represents the excess of the consideration transferred, the amount of any non-controlling interest in the acquiree and the acquisition-date fair value of any previous equity interest in the acquiree over the fair value of the identifiable net assets acquired.

The Group has identified a goodwill amount on the purchase of the French business during the year. The goodwill is derived from the business acitivites of the French offline and online retail trading activities.

Goodwill impairment reviews are undertaken annually or more frequently if events or changes in circumstances indicate a potential impairment.

Feelunique France goodwill
Upon the acquisition of the French business, Parfumeries Rive Droite, the Company identified assets acquired and liabilities assumed in note 13. The Company has calculated the goodwill attributable to the French acquisation to be in the sum of €1.06m. The goodwill value £747k is the goodwill value €1.06m converted at the exchange rate at the time of acquisition. The currency adjustment is required to reflect the closing FX rate at year end .

2.13 Inventories
Inventory is valued by the directors at the lower of cost and net realisable value. Net realisable value is the price at which inventory can be sold in the normal course of business after allowing for the costs of realisation. The inventory value in the statement of financial position is the cost price less trading inventory provisions and retro income attributable to qualifying inventory unsold at the year end.

2.14 Cash and cash equivalents
Cash and cash equivalents comprise cash at bank and in hand, including short term deposits with a maturity date of three months or less. In the consolidated statement of financial position, bank overdraft is shown within borrowings in current liabilities.

2 Summary of significant accounting policies (continued)

2.15 Financial instruments

The group classifies its financial assets in the following categories: loans and receivables and cash.

(a) Loans and receivables

The loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in non-current assets. The loans and receivables comprise "trade and other receivables" and "cash and cash equivalents" in the balance sheet. These assets are recognised initally at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

(b) Cash

Cash represents cash held at Royal Bank of Scotland International in Jersey and Credit Lyonnais SA.

2.16 Trade receivables

Trade receivables are amounts due from suppliers relating to retro income agreements, marketing partnerships and supplier funded promotional campaigns, customer monies held by online payment agents and business partners in China.

Where collection is expected within one year, they are shown within current assets. All other are shown in non-current assets.

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

Directors on a regular basis monitor and review the aging and recoverabilty of trade recivables with the view to idnetify if any bad debt provision is required to be made.

2.17 Trade payables

Trade payables are obligations to pay for goods and services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less, otherwise they are classified as non-current liabilities.

Trade payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest rate method.

2.18 Operating leases

The payments made under the operating leases for the rental of property occupied by the Group, have been charged to the consolidated statement of comprehensive income on a straight line basis over the lease terms.

2.19 Reverse premium

The reverse premium amount was received when the Company, Feelunique International Limited, entered into the new Berkshire House, London office lease. This reverse premium is amortised to the profit and loss account over the period of the new lease. This office lease is due to end on 10 July 2024.

2.20 Taxation and deferred taxation

The charge for taxation is based on the net income for the year. Deferred tax is recognised on all taxable temporary differences to the extent that it is probable that future taxable profits will be available for utilisation.

2.21 Related parties

The company has disclosed transactions with related parties and details are provided in note 27.

2.22 Provisions

Provisions are recognised when the Group has an obligation (legal or constructive) arising from a past event and the costs to settle the obligation are both probable and able to be reliably measured.

Provisions are recognised at the fair value of managements best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

Notes to the consolidated financial statements for the year ended 31 March 2016

2 Summary of significant accounting policies (continued)

2.23 Borrowings

Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently carried at amortised costs; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the income statement over the period of the borrowings using the effective interest method.

Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw-down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawndown, the fee is capitalised as a re-payment for liquidity services and amortised over the period of the facility to which it relates.

3 First-time adoption of IFRS

These financial statements, for the year ended 31 March 2016, are the first the Group has prepared in accordance with IFRS. For periods up to and including the year ended 31 March 2015, the Group prepared its financial statements in accordance with locally accepted accounting principles i.e. UK GAAP. No standalone financial statements had previously been prepared.

Accordingly, the Group has prepared financial statements that comply with IFRS applicable as at 31 March 2016, together with the comparative period data for the year ended 31 March 2015, as described in the accounting policies. In preparing the financial statements, the Group's opening statement of financial position was prepared as at 1 April 2014, the Group's date of transition to IFRS. This note explains the principal adjustments made by the Group in restating its UK GAAP financial statements, including the consolidated statement of financial position as at 1 April 2014 and the financial statements for the year ended 31 March 2015.

Exemptions applied

IFRS 1 allows first-time adopters certain exemptions from the retrospective application of certain requirements under IFRS. The Group has applied the following exemptions: no exemptions have been applied to these financial statements.

Significant judgements and estimates

The estimates at 1 April 2014 and at 31 March 2015 are consistent with those made for the same dates in accordance with UK GAAP (after adjusting to reflect any differences in accounting policies) apart from the following items where application of UK GAAP did not require estimation; no specific areas were identified for the Group.

FEELUNIQUE INTERNATIONAL LIMITED
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Notes to the consolidated financial statements for the year ended 31 March 2016

3 First-time adoption of IFRS (continued)

Group reconciliation of equity as at 1 April 2014 (date of transition to IFRS)

		Unaudited UK GAAP	Unaudited Remeasurement	Unaudited IFRS as at 1 April 2014
ASSETS	Notes	£ 000's	£ 000's	£ 000's
Non-current assets				
Intangible assets		-	-	-
Property, plant and equipment		43	-	43
		43	-	43
Current assets				
Other receivables and prepayments		216	-	216
Cash		1	-	1
		217	-	217
Total assets		260	-	260
EQUITY AND LIABILITIES				
Equity				
Share capital *(£100 share capital)		-	-	-
Retained earnings		(2,006)	-	(2,006)
Other components equity		-	-	-
Equity attributable to equity holders of the parent		(2,006)	-	(2,006)
Non-controlling interests		-	-	-
Total equity		(2,006)	-	(2,006)
Non-current liabilities				
Reverse premium		102	-	102
Deferred tax liabilities		-	-	-
		102	-	102
Current liabilities				
Trade and other payables		9	-	9
Interest bearing loans and borrowings		-	-	-
Amounts due to feelunique group companies		2,040	-	2,040
Other creditors and accruals		115	-	115
Income tax payable		-	-	-
		2,164	-	2,164
Total liabilities		2,266	-	2,266
Total equity and liabilities		260	-	260

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Notes to the consolidated financial statements for the year ended 31 March 2016

3 First-time adoption of IFRS (continued)

Group reconciliation of equity as at 1 April 2015		Unaudited UK GAAP	Unaudited Remeasurement	Unaudited IFRS as at 31 March 2015
ASSETS	Notes	£ 000's	£ 000's	£ 000's
Non-current assets				
Intangible assets		-	-	-
Property, plant and equipment		48	-	48
		48	-	48
Current assets				
Other receivables and prepayments		189	-	189
Cash		71	-	71
		260	-	260
Total assets		308	-	308
EQUITY AND LIABILITIES				
Equity				
Share capital	*(£100 share capital)	0	-	0
Retained earnings		(4,598)	-	(4,598)
Other components equity		-	-	-
Equity attributable to equity holders of the parent		(4,598)	-	(4,598)
Non-controlling interests		-	-	-
Total equity		(4,598)	-	(4,598)
Non-current liabilities				
Reverse premium		70	-	70
Deferred tax liabilities		-	-	-
		70	-	70
Current liabilities				
Trade and other payables		56	-	56
Interest bearing loans and borrowings		-	-	-
Amounts due to feelunique group companies		4,497	-	4,497
Other creditors and accruals		283	-	283
Income tax payable		-	-	-
		4,836	-	4,836
Total liabilities		4,906	-	4,906
Total equity and liabilities		308	-	308

3 First-time adoption of IFRS (continued)

Group reconciliation of total comprehensive income for the year ended 31 March 2015

	Notes	Unaudited UK GAAP	Unaudited Remeasurement	Unaudited IFRS as at 31 March 2015
Revenue		-	-	-
Cost of sales		-	-	-
Gross Profit		-	-	-
				-
Expenses				-
Wages and staff related costs		(1,709)	-	(1,709)
Selling and marketing expenses		(262)	-	(262)
Administration costs		(274)	-	(274)
Establishment costs		(336)	-	(336)
Other income		49	-	49
Restructuring / exceptional costs		(30)	-	(30)
Depreciation and amortisation		(30)	-	(30)
Operating loss		(2,592)	-	(2,592)
Finance costs		-	-	-
Finance Income		-	-	-
Loss on ordinary activities before taxation		(2,592)	-	(2,592)
Income tax expense		-	-	-
Loss for the year		(2,592)	-	(2,592)

Below is a summary of the key areas of judgement relating to the opening IFRS balance sheet and subsequent year financial statement numbers.

Judgements:

Property, plant and equipment:
The details of these assets have been reviewed, including the depreciation rates, and no changes are considered necessary to the fair values as presented in the consolidated statement of financial position at the year end.

Current assests:
The assets reflected in this section of the consolidated statement of financial position are considered not have any factors which may cause concern about their ageing and therefore recoverability and are realisable in value within a reasonable time period post year end. The directors believe that these assets are valued in line with fair value expectations.

Current liabilities:
The liabilities reflected within this category represent amounts that the Group was obligated to pay within one year of the year end. There are no Trade creditors liabilities which are medium to long-term in nature and the remaining current liabilities are considered to be presented in line with fair value expectations. The Loan due to the parent company is for transactions in the normal course of business and it is interest free and has no specified repayment date.

Equity:
The presentation of equity of the Company conisist of ordinary share capital and accummulated losses in Revenue reserves.

4 Operating loss

Operating loss for the year after charging/(crediting);		2016 £ 000's	Unaudited 2015 £ 000's
Wages and salaries -office		2,292	1,548
Wages and salaries -Paris retail stores		219	-
Employer social security costs		336	161
		2,847	1,709
Directors emoluments		-	-
Total wages and staff related costs		2,847	1,709
Average number of employees during the year:		69	31
Average number of people (including executive directors) employed:			
By team:	Commerical	13	6
	Editorial	7	7
	Executive	1	1
	Marketing	9	4
	Operations	9	2
	PR	2	2
	Technical	9	9
	Finance	2	-
	Retail	17	-
		69	31
By location:	UK	46	31
	France	23	-
		69	31

	2016 £ 000's	2015 £ 000's
Operating lease costs:		
-Property leases -warehouse, offices and shop	423	211
-Reverse premium	(80)	(32)
Depreciation - tangible fixed assets	54	31
Amortisation - intangible assets	5	-

5 Auditor remuneration

	2016 £ 000's	2015 £ 000's
Fees payable to company's auditor and its associates for the audit of parent company and consolidated financial statements	32	10
Fees payable to company's auditor and its associates for other services:		
- The audit of company subidiaries	-	-
- Audit-related assurance service	8	-
- Tax advisory services	28	-
- Tax compliance service	-	-
	68	10

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Notes to the consolidated financial statements for the year ended 31 March 2016

6 Management Charge	2016	Unaudited 2015
	£ 000's	£ 000's
Management Charge - Jersey Operation (Cost plus 3%)	3,472	-
Management Charge - France Operation (Cost plus 5%)	-	-
	3,472	-

As part of Group's review of its business operations, the Group has agreed a transfer pricing policy to be applied to group companies for the reporting period ending 31 March 2016. The Group has agreed that the relevant costs of the the Jersey business teams who support the website trading activities would be recharged at cost plus 3% and the similar French business team relevant costs would be recharged at cost plus 5%. The amounts above reflects the recharged Jersey costs.

7 Restructuring costs	2016	Unaudited 2015
	£ 000's	£ 000's
Dual warehouse operations costs	657	-
Warehouse restructure costs	299	-
Group & tax restructuring projects	248	-
Other redundancy costs	-	30
	1,204	30

The dual warehouse operations costs (£657k; 2015: £nil) relates to costs incurred during the period when the Jersey and UK warehouses were operating. Jersey warehouse closed in November 2015.

Warehouse restructure costs (£299k; 2015: £nil) includes redundancy costs for the Jersey warehouse staff and the set-up costs for the UK warehouse relating to system development and technology costs.

Group restructuring costs (£248k; 2015: £nil) relates to the professional fees incurred on the acquisition of the French subsidiary company and the Group taxation and restructuring project costs.

8 Other income	2016	Unaudited 2015
	£ 000's	£ 000's
Rental income	21	49
Sundry income	2	-
	23	49

Rental income is generated from the UK office sub-lease amounting to £21k (2015: £49k).

9 Finance costs and Finance Income	2016	Unaudited 2015
	£ 000's	£ 000's
Bank interest and charges	34	-
	34	-

10 Income tax expense	2016	Unaudited 2015
	£ 000's	£ 000's
Current tax:		
Current tax on profit for the year		
Adjustment in respectof prior years	-	-
Total Current Tax	-	-

10 Income tax expense (continued)

The Company is subject to the UK corporation tax rate of 20%. Feelunique France SAS is subject to corporate income tax in France at the rate of 33.3%.

	2016	2015
	£ 000's	£ 000's
Loss before tax	(8,618)	(2,592)
Tax calculated at the tax rates applicable (blended rate 2016: 20.26%, 2015: 21%)	(1,746)	(544)
Tax effects of :-		
- Depreciation in excess of capital allowances	12	6
- Losses created in the year	1,734	538
- Adjustment in respect of prior years	-	-
Tax Charge	-	-

The Feelunique International Limited Group consists of Feelunique International Limited company which is subject to UK corporation tax and it's French subsidiary, Feelunique France SAS, being subject to French company taxation. No UK or French taxation has been accrued for, as both companies do not have taxable profits for the year.

11 Deferred tax

The Group has cumulative negative retained earnings carried forward at the year end in the sum of £13.2m. This loss is derived from the business activities carried out predominately in UK prior to the transfer of the online retail business from the Jersey parent company, thebigwebsite Limited on 1 August 2015. The loss attributable to the new French business operation (acquired in November 2015) is in the sum of £0.167m. A summary of the losses by jurisdiction is noted below:

	Group	UK	France
	£ m	£ m	£ m
Cumulative Negative Retained Earnings	13.20	13.03	0.17

During the year the Group transferred its online retail trading activities from Jersey to the UK (on 1 August 2015) and after this date, the group's online retail trading activities was subject to the UK corporation tax provisions.

The Group agreed a new transfer pricing arrangement between its group companies, to reflect the reality of commercial activities and associated costs incurred by the various business teams operating in different jurisdictions on behalf of the online business.

The directors have considered whether a deferred tax asset should be recognised in the year end financial statements and performed a review of the financial projections for the next few years and the plan to reach break-even in the next two years.

The directors are of the view that a deferred tax asset should not be recognised in this year end financial statements due to fact that the Group continues to work through some operational restructuring activities and investment projects which may effect the timing of the recognition of the break-even and profit levels and any allowable losses during that period.

The value of the estimated deferred tax asset not yet recognised is in the sum of £2.2m.

Notes to the consolidated financial statements for the year ended 31 March 2016

12 Intangible assets

Group		Computer Software	Feelunique France Goodwill	Total
At cost		**£ 000's**	**£ 000's**	**£ 000's**
As at 31 March 2015	(unaudited)	-	-	-
Additions		14	747	761
Foreign currency adjustment		-	-	-
As at 31 March 2016		14	747	761
Amortisation				
As at 31 March 2015	(unaudited)	-	-	-
Charge for the year		5	-	5
As at 31 March 2016		5	-	5
Net book value				
As at 31 March 2016		9	747	756
As at 31 March 2015	(unaudited)	-	-	-

Group Prior Year		Computer Software	Feelunique France Goodwill	Total
At cost		**£ 000's**	**£ 000's**	**£ 000's**
As at 31 March 2014	(unaudited)	-	-	-
Additions		-	-	-
Foreign currency adjustment		-	-	-
As at 31 March 2015	(unaudited)	-	-	-
Amortisation				
As at 31 March 2014	(unaudited)	-	-	-
Charge for the year		-	-	-
As at 31 March 2015		-	-	-
Net book value				
As at 31 March 2015	(unaudited)	-	-	-
As at 31 March 2014	(unaudited)	-	-	-

12 Intangible assets (continued)

Company		**Computer Software**	**Total**
At cost		**£ 000's**	**£ 000's**
As at 31 March 2015	(unaudited)	-	-
Additions		14	14
Foreign currency adjustment		-	-
As at 31 March 2016		14	14
Amortisation			
As at 31 March 2015	(unaudited)	-	-
Charge for the year		5	5
As at 31 March 2016		5	5
Net book value			
As at 31 March 2016		9	9
As at 31 March 2015	(unaudited)	-	-

Company Prior Year		**Computer Software**	**Total**
At cost		**£ 000's**	**£ 000's**
As at 31 March 2014		-	-
Additions		-	-
Foreign currency adjustment		-	-
As at 31 March 2015	(unaudited)	-	-
Amortisation			
As at 31 March 2014	(unaudited)	-	-
Charge for the year		-	-
As at 31 March 2015	(unaudited)	-	-
Net book value			
As at 31 March 2015	(unaudited)	-	-
As at 31 March 2014	(unaudited)	-	-

Computer Software
The cost of acquisition of the computer software is capitalised and shown at cost. This cost reflects the cost of the third party software at time of purchase. This intangible asset is written-off over 5 years to the consolidated statement of comprehensive income from the date of its acquisition.

Feelunique France goodwill
Upon the acquisition of the French business, Parfumeries Rive Droite, the Company identified assets acquired and liabilities assumed. The goodwill stated above represents the goodwill recognised on acquisition as shown in note 13. The Directors reviewed for impairment at year end and they continue to monitor the carrying value of goodwill. The goodwill value £747k is the goodwill value €1.06m converted at the exchange rate at the time of acquisition.

13 Business combinations

On 20 November 2015, the Company acquired 100% of the share capital of Parfumeries Rive Droite (now renamed Feelunique France) for €1,577,576 (£1,103,971). Transaction costs amounted to €194,041 (£140,324) and were expensed to the consolidated statement of comprehensive income and included in restructuring costs. This company is locally managed and operates four retail parfumeries in the following Paris areas: 35avenue Marceau, Levallois, Boulogne and Neuilly.

FEELUNIQUE INTERNATIONAL LIMITED
(formerly Thebigweb UK Limited)

Notes to the consolidated financial statements for the year ended 31 March 2016

13 Business combinations (continued)

As a result of the acquisition, the Group is expected to increase its presence in the French markets for both its online beauty retail business and the "bricks and mortar" business in Paris. This transaction provides the Group with the opportunity to build its brand relationships within the beauty sector in the French and European markets and to look to reduce costs through economies of scale where possible.

The following table summarises the consideration paid for Parfumeries Rive Droite company, the fair value of assets acquired, liabilities assumed at the acquisition date.

Recognised amounts of identifiable assets acquired and liabilities assumed:

	Book Values	Consistency of accounting policies	Revaluations	Other Adjustment	Fair Value EURO	Fair Value GBP
	€ 000's	€ 000's	€ 000's	€ 000's	€ 000's	£'000
Tangible fixed assets	97	-	-	-	97	67
Other financial assets	31	-	-	-	31	22
Stock	512	-	-	-	512	357
Trade debtors	40	-	-	-	40	28
Other accounts receivable	130	-	-	-	130	91
Prepayments	4	-	-	-	4	3
Cash	136	-	-	-	136	94
Trade creditors	(274)	-	-	-	(274)	(191)
Current taxation	(135)	-	-	-	(135)	(96)
Other debts	(16)	-	-	-	(16)	(13)
Deferred income	(7)	-	-	-	(7)	(5)
Loan and financial debts	(1,303)	-	-	1,303	-	-
Total identifiable net assets	(785)	-	-	1,303	518	357
Consideration paid -cash					€ 1,578	£1,104
Goodwill					€ 1,060	£747

The book values have been taken from the unaudited financial statements at date of completion, 19 November 2015.

No fair value adjustments have been made to the book values of the net assets recorded and taken over at the time of the acquisition.

Other adjustment reflects the full repayment of the shareholder loan upon acquisition.

The acquisition related transaction costs have been charged to restructuring expenses in the consolidated income statement for the year ended 31 March 2016.

The revenue included in the consolidated statement of comprehensive income since 20 November 2015 contributed by Parfumeries Rive Droite (now named Feelunique France) amounted to €946k (£713k) and a net loss for the period in the sum of €211k (£167k).

Had Parfumeries Rive Droite been consolidated from 1 April 2015, the consolidated statement of income would show pro-forma revenue of €2.37m and net loss amounting to €301k.

14 Property, plant and equipment

Group		Motor Vehicles £ 000's	Fixtures & fittings £ 000's	Computer Equipment £ 000's	Web Equipment £ 000's	Leasehold Improvement £ 000's	Total £ 000's
At cost							
As at 31 March 2015	(unaudited)	-	13	76	15	-	104
Additions		-	1	73	1	-	75
Additions via new business combination		6	29	-	-	151	186
Disposals		-	-	-	-	(20)	(20)
Foreign currency adjustment		1	3	-	-	9	13
As at 31 March 2016		7	46	149	16	140	358
Depreciation							
As at 31 March 2015	(unaudited)	-	3	45	8	-	56
Charge for the year		1	5	38	5	5	54
Disposals		-	-	-	-	(2)	(2)
Foreign currency adjustment		0	0	-	-	0	-
As at 31 March 2016		1	8	83	13	3	108
Net book value							
As at 31 March 2016		6	38	66	3	137	250
As at 31 March 2015	(unaudited)	-	10	31	7	-	48

Group		Motor Vehicles £ 000's	Fixtures & fittings £ 000's	Computer Equipment £ 000's	Web Equipment £ 000's	Leasehold Improvement £ 000's	Total £ 000's
Prior Year:							
At cost							
As at 31 March 2014	(unaudited)	-	11	48	10	-	69
Additions		-	2	28	5	-	35
As at 31 March 2015	(unaudited)	-	13	76	15	-	104
Depreciation							
As at 31 March 2014	(unaudited)	-	1	21	4	-	26
Charge for the year		-	2	24	4	-	30
As at 31 March 2015	(unaudited)	-	3	45	8	-	56
Net book value							
As at 31 March 2015	(unaudited)	-	10	31	7	-	48
As at 31 March 2014	(unaudited)	-	10	27	6	-	43

14 Property, plant and equipment (continued)

Company		Fixtures & fittings £ 000's	Computer Equipment £ 000's	Web Equipment £ 000's	Total £ 000's
At cost					
As at 31 March 2015	(unaudited)	12	76	15	103
Additions		1	73	1	75
As at 31 March 2016		13	149	16	178
Depreciation					
As at 31 March 2015	(unaudited)	3	45	9	57
Charge for the year		2	38	5	45
As at 31 March 2016		5	83	14	102
Net book value					
As at 31 March 2016		8	66	2	76
As at 31 March 2015	(unaudited)	9	31	6	46

Company		Fixtures & fittings £ 000's	Computer Equipment £ 000's	Web Equipment £ 000's	Total £ 000's
Prior Year:					
At cost					
As at 31 March 2014	(unaudited)	11	48	10	69
Additions		2	28	5	35
As at 31 March 2015	(unaudited)	13	76	15	104
Depreciation					
As at 31 March 2014	(unaudited)	1	21	4	26
Charge for the year		2	24	4	30
As at 31 March 2015	(unaudited)	3	45	8	56
Net book value					
As at 31 March 2015	(unaudited)	10	31	7	48
As at 31 March 2014	(unaudited)	10	27	6	43

15 Inventories

		Group 2016 £ 000's	Unaudited Group 2015 £ 000's	Company 2016 £ 000's	Unaudited Company 2015 £ 000's
Stock for resale		5,786	-	5,786	-
(less) stock provisions		(345)	-	(345)	-
		5,441	-	5,441	-
Stock for resale	- Feelunique France	433	-	-	-
Stock of packaging materials		49	-	49	-
		5,923	-	5,490	-

Notes to the consolidated financial statements for the year ended 31 March 2016

16 Other receivables and prepayments	Group	Unaudited Group	Company	Unaudited Company
	2016	2015	2016	2015
	£ 000's	£ 000's	£ 000's	£ 000's
Property rental security deposit	75	70	75	70
Adyen payment agent deposit	15	-	15	-
Prepayments and other debtors	657	91	576	91
Trade receivable	1,343	22	1,273	22
VAT refund due	-	6	-	6
	2,090	189	1,939	189

17 Cash and cash equivalents	Group	Unaudited Group	Company	Unaudited Company
	2016	2015	2016	2015
	£ 000's	£ 000's	£ 000's	£ 000's
Credit Lyonnais SA	19	-	-	-
RBS current account	848	71	848	71
	867	71	848	71
<u>Bank overdraft</u>				
RBS International current account	-	-	-	-

On the 27 May 2015, the Company secured an overdraft facility from Lloyds bank in London in the sum of £1.964m. This facility provided the feelunique Group with a new working capital overdraft. This overdraft facility was secured by a Letter of Credit provided by the ultimate controlling party of the feelunique Group, Palamon European Equity II LP. This facility was increased to £3.75m on 21 December 2015 and had expiry date of 30 April 2016. This facility was fully repaid on 7 March 2016.

A new Revolving Loan facility was secured with Barclays Bank after the year end. Refer to Note 30 for details.

18 Trade and other payable	Group	Unaudited Group	Company	Unaudited Company
	2016	2015	2016	2015
	£ 000's	£ 000's	£ 000's	£ 000's
Trade	4,590	-	4,411	-
Other payable	1,159	56	1,158	56
	5,749	56	5,569	56

Trade payable creditor amounts represents the value of invoices due for payment at the year end and those invoices that are due for payment within one year. The increase in trade payable liability is mainly due to the transfer of the feelunique retail business to the Company from the Jersey parent company and in some cases, the result of improved credit terms with suppliers.

19 Other payables and accruals	Group	Unaudited Group	Company	Unaudited Company
	2016	2015	2016	2015
	£ 000's	£ 000's	£ 000's	£ 000's
Employment taxes due: PAYE and Social Security	67	63	67	63
VAT	95	-	95	-
Deferred Income	193	-	193	-
GRNI accrual	242	-	242	-
Gift Vouchers	369	-	369	-
Other creditors and accruals	479	220	378	220
	1,445	283	1,344	283

20 Investment in Subsidiary	Company	Company
	2016	2015
	£ 000's	£ 000's
Acquisition of subsidiary undertaking. Feelunique France (see Note 13 and 28)	1,104	-

21 Amount due to feelunique Group companies

	Group 2016 £ 000's	Unaudited Group 2015 £ 000's	Company 2016 £ 000's	Unaudited Company 2015 £ 000's
Amount due to: Feelunique Holding Limited (ultimate parent company)	3,750	-	3,750	-
Amount due to: thebigwebsite Limited (parent company)	11,531	4,497	11,478	4,497
Amount due to: Feelunique Delivery Company Limited (Group company)	212	-	212	-
Amount due to: Ocapel Limited (Group company)	329	-	329	-
	15,822	4,497	15,769	4,497

The loan amount due to the parent company relates to transactions in the normal course of business and consists of payments made by the parent company on behalf of the company in relation to all of it's operating activities. The parent company continues to provide finance capital to the company and is committed to meeting all of the company's liabilities when they fall due. The loan is interest free and repayable on demand.

22 Share capital

	Group Ordinary shares	Group Ordinary shares £	Company Ordinary shares	Company Ordinary shares £
Authorised:				
Ordinary £1 shares	100	100	100	100

<u>Issued, allotted and fully paid: ordinary shares at £1 each</u>

	Ordinary shares	Ordinary shares £	Ordinary shares	Ordinary shares £
Balance as at 31 March 2015 (unaudited)	100	100	100	100
New shares issued	-	-	-	-
Repurchase of shares	-	-	-	-
Balance as at 31 March 2016	100	100	100	100

23 Retained earnings

Group

	Foreign Currency Translation Reserve £ 000's	Profit & loss Account Group £ 000's	Total Group Reserves £ 000's
Balance as at 31 March 2015 (unaudited)	-	(4,598)	(4,598)
Loss for the year	51	(8,618)	(8,567)
Balance as at 31 March 2016	51	(13,216)	(13,165)

<u>Reserves (2015)</u>

	Foreign Currency Translation Reserve £ 000's	Profit & loss Account Group £ 000's	Total Group Reserves £ 000's
Balance as at 31 March 2014 (unaudited)			
Loss for the year	-	(2,006)	(2,006)
Transfer to reserve during the year	-	(2,592)	(2,592)
IFRS conversion adjustment	-	-	-
Balance as at 31 March 2015 (unaudited)	-	(4,598)	(4,598)

23 Retained earnings (continued)

Company	Profit & loss Account Group £ 000's	Total Group Reserves £ 000's
Balance as at 31 March 2015 (unaudited)	(4,598)	(4,598)
Loss for the year	(8,450)	(8,450)
Balance as at 31 March 2016	(13,048)	(13,048)

Reserves (2015)	Profit & loss Account Group	Total Group Reserves
Balance as at 31 March 2014 (unaudited)	£ 000's	£ 000's
Loss for the year	(2,006)	(2,006)
Transfer to reserve during the year	(2,592)	(2,592)
IFRS conversion adjustment	-	-
Balance as at 31 March 2015 (unaudited)	(4,598)	(4,598)

24 Operating leases commitments

At 31 March 2016 the Group had lease agreements in respect of properties for which the payments extend over a number of years. The company had a lease agreement in respect of a London office property which it renewed during the year, with the new lease starting from 27 February 2017 with term commited for a period until 10 July 2024. The Group also has property leases in relation to its new French subsidiary company and operating lease in relation to the new UK warehouse in Northampton.

Annual commitments under non-cancellable operating leases expiring:

	Group 2016 £ 000's	Unaudited Group 2015 £ 000's	Company 2016 £ 000's	Unaudited Company 2015 £ 000's
Within one year	211	-	211	-
Within two to five years	65	211	-	211
After five years	382	-	270	-
	658	211	481	211

The group leases various offices, warehouses and retail stores under non-cancellable operating leases expiring within one to eight years. The leases have varying terms, early break clauses and rent increase clauses. On renewal, the terms of the leases are renegotiated.

Sub-lease payments	Group 2016 £ 000's	Unaudited Group 2015 £ 000's	Company 2016 £ 000's	Unaudited Company 2015 £ 000's
Future minimum lease payments expected to be received in relation to non-cancellable sub-leases of operating leases	21	49	21	49

The London office leases has a rent free period within the agreements and the value of this rent free period is amortised to the Statement of comprehensive income on a straight line basis over the period of the lease terms.

Rental expense relating to operating lease:	Group 2016 £ 000's	Unaudited Group 2015 £ 000's	Company 2016 £ 000's	Unaudited Company 2015 £ 000's
Minimum lease payments	343	179	284	179
Sub-leases	-	-	-	-
Total rental expense relating to operating leases	343	179	284	179

25 Cash flows from operating activities

Group	Group 2016 £ 000's	Unaudited Group 2015 £ 000's	Company 2016 £ 000's	Unaudited Company 2015 £ 000's
Operating loss	(8,584)	(2,592)	(8,416)	(2,592)
Depreciation and amortisation charge	59	30	50	30
Amortisation of reverse premium credit	(35)	(32)	(35)	(32)
Increase in stock	(5,566)	-	(5,490)	-
(Increase)/decrease in other debtors and prepayments	(1,757)	5	(1,750)	5
Increase in trade creditors	5,502	49	5,514	49
Increase in other creditors and accruals	1,048	168	1,062	168
Cash used in operations	(9,333)	(2,372)	(9,065)	(2,372)

26 Financial risk management

The Group's activities expose it to a variety of financial risks, market risk, credit risk and liquidity risk. The Group's overall risk management programme seeks to minimise potential adverse effects on the Group's performance. Risk management is carried out by using policies and guidelines approved by the Board of Directors.

Market risk comprises cashflow and fair value interest rate risk, foreign exchange risk and commodity price risk.

Interest rate risk
As the Group has no significant interest-bearing assets or liabilities, the Group's income and operating cashflows are substantially independent of changes in the market interest rates.

Foreign currency risk
The Group's international operations consist primarily of internet sales to various customers around the world. The Group's established corporate policy towards minimising the potential foreign exchange risk is to have a fixed translation rate which is regularly monitored against international market rates. The Group did not use foreign exchange hedging instruments during the year.

The Group's exposure to foreign currency risk at the end of the year, expressed in GBP, was as follows:

	31 March 2016			(Unaudited) 31 March 2015		
	EUR £ 000's	SEK £ 000's	USD £ 000's	EUR £ 000's	SEK £ 000's	USD £ 000's
Other receivables and prepayments	173	14	4	-	-	-
Cash and cash equivalents	45	2	0	-	-	-
Trade and other payables	224	-	49	-	-	-
Other creditors and accruals	100	-	-	-	-	-

	31 March 2016		(Unaudited) 31 March 2015	
	NOK £ 000's	DKK £ 000's	NOK £ 000's	DKK £ 000's
Other receivables and prepayments	3	1	-	-

All other Group assets and liabilities are in GBP.

26 Financial risk management (continued)

Foreign currency risk (continued)

The Group's scnitivity to foreign currency risk as the end of the year, expressed in GBP, was as follows:

	2016	Unaudited 2015
	£ 000's	£ 000's
Euro/GBP exchange rate - increase 5%	(94.75)	-
SEK/GBP exchange rate - increase 5%	(0.78)	-
USD/GBP exchange rate - increase 5%	(2.52)	-
NOK/GBP exchange rate - increase 5%	(0.17)	-
DKK/GBP exchange rate - increase 5%	(0.05)	-
Euro/GBP exchange rate - decrease 5%	199.48	-
SEK/GBP exchange rate - decrease 5%	1.64	-
USD/GBP exchange rate - decrease 5%	5.30	-
NOK/GBP exchange rate - decrease 5%	0.35	-
DKK/GBP exchange rate - decrease 5%	0.10	-

The Company's exposure to foreign currency risk at the end of the year, expressed in GBP, was as follows:

	31 March 2016			(unaudited) 31 March 2015		
	EUR	SEK	USD	EUR	SEK	USD
	£ 000's	£ 000's	£ 000's	£ 000's	£ 000's	£ 000's
Other receivables and prepayments	21	14	4	-	-	-
Cash and cash equivalents	27	2	0	-	-	-
Trade and other payables	44	-	49	-	-	-

	31 March 2016		(unaudited) 31 March 2015	
	NOK	DKK	NOK	DKK
	£ 000's	£ 000's	£ 000's	£ 000's
Other receivables and prepayments	3	1	-	-

All other Company assets and liabilities are in GBP.

The Company's senitivity to foreign currency risk as the end of the year, expressed in GBP, was as follows:

	2016	(unaudited) 2015
	£ 000's	£ 000's
Euro/GBP exchange rate - increase 5%	(4.39)	-
SEK/GBP exchange rate - increase 5%	(0.78)	-
USD/GBP exchange rate - increase 5%	(2.52)	-
NOK/GBP exchange rate - increase 5%	(0.17)	-
DKK/GBP exchange rate - increase 5%	(0.05)	-
Euro/GBP exchange rate - decrease 5%	9.25	-
SEK/GBP exchange rate - decrease 5%	1.64	-
USD/GBP exchange rate - decrease 5%	5.30	-
NOK/GBP exchange rate - decrease 5%	0.35	-
DKK/GBP exchange rate - decrease 5%	0.10	-

26 Financial risk management (continued)

Commodity price risk
The Group is also exposed to commodity price risk for sales around the world. The prices for products is predominately determined by the world market and the activities of large international trading operations. The company controls the prices for its products through timely changes of sales prices according to market development and competition.

Liquidity risk
Prudent liquidity risk management includes maintaining sufficient cash. The Group closely monitors its cash position and requirements on an ongoing basis to ensure that it is able to settle its financial obligations as they fall due.

All trade receivables and other debtor amounts are falling due within one year.

All financial liabilities amounts are falling due within one year.

Directors have secured a new three year revolving loan facility with Barclays Bank to ensure the Group has sufficient liquidity going forward. Directors also monitor inventory levels to ensure optium stock turn. In addition to this Directors continue to negotiate improved credit terms from suppliers.

Credit risk
Credit risk arises from cash and cash equivalents, deposits with banks and financial institutions, as well as credit exposures to clients, including outstanding receivables and committed transactions. The main elements that Directors monitor closely is the accounts receivable especially around business partners debtor balances and monies due from merchant payment providers.

During the year there have been no losses due to non-payment of receivables and the Group does not expect any losses from the credit counterparties as held at the balance sheet date. The directors do not consider the credit risk to be significant.

Cash and cash equivalents *external credit rating (S&P's)*		Group 2016 £ 000's	(unaudited) Group 2015 £ 000's	Company 2016 £ 000's	(unaudited) Company 2015 £ 000's
A	Credit Lyonnais SA	19	-	-	-
A-2	Royal Bank of Scotland International	848	71	848	71
		867	71	848	71

Capital risk management
The Group's objectives when managing capital is to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal structure to reduce the cost of capital. The company has an unchanged ordinary share capital structure.

27 Related party transactions

The company's operating expenses have been financed by it's ultimate parent company, Feelunique Holding Limited, via the immediate parent company, thebigwebsite Limited during the year. These costs relate to transactions in the normal course of business in the provision of commercial, marketing, technical, PR services and now warehouse fullfilment services for the Group. See note 21 for amounts due to and from related companies. There are no transactions with the directors which are outside of normal employment service agreements that require to be disclosed.

28 Investment in principal subsidiary company

The principal subsidiary undertaking of the Company, which is 100% owned, is as follows:

Name	Country of Incorporation	Shares Held	Principal activity
Feelunique France 35 Avenue Marceau, 75116, Paris	France	Ordinary €1 shares	Cosmetic and perfumery retailer

29 Contingent liabilities

There were no contigent liabilities identified at the year end.

30 Subsequent events

A new Revolving Loan facility was secured with Barclays Bank on 16 November 2016 and this facility is in the sum of £4m and is for a period of 3 years from the date of the agreement. This facility is to support the Group with its working capital requirements over that period.

On 23 May 2016, the Company changed its name from Thebigweb UK Limited to Feelunique International Limited. This was done to align the Company name more closely to the Group's trading brand name.

31 Ultimate controlling party

The parent company is thebigwebsite Limited, a company incorporated in Jersey, Channel Islands, whose registered office is at Unit 9, St Peters Technical Park, St Peter, Jersey, JE3 7NN (registered number 90552).

The ultimate controlling party is Palamon European Equity II LP, a limited liability partnership registered in England and Wales, whose registered office is at Cleveland House, 33 King Street, London, SW1Y 6RJ (registered number L.P. 010434).