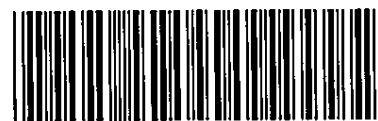


PARTNERSHIP ACCOUNTS

Company registration number: SC395611

WEDNESDAY



S3NE5YO8

SCT

24/12/2014

#466

COMPANIES HOUSE

Boots Propco E Limited
Strategic report, Directors' report
and financial statements
for the year ended 31 March 2014

ACCOMPLISH
CENTRAL

Contents

Strategic report	1
Directors' report	2
Statement of Directors' responsibilities in respect of the Strategic report, Directors' report and financial statements	3
Independent auditor's report	4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7

Boots Propco E Limited

Strategic report

for the year ended 31 March 2014

Principal activities

The Company is an intermediary holding company within the Alliance Boots GmbH Group ("the Group").

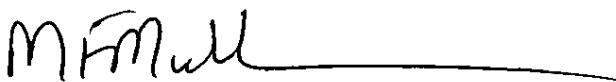
Business review

Details of the result for the year are shown in the profit and loss account on page 5.

Principal risks and uncertainties

The Company's Directors monitor the overall risk profile of the Company. In addition, the Directors are responsible for determining clear policies as to what the Company considers to be acceptable levels of risk. These policies seek to enable people throughout the Company to use their expertise to identify risks that could undermine performance and to devise ways of bringing them to within acceptable levels. Where the Directors identify risks that are not acceptable, they develop action plans to mitigate them with clear allocation of responsibilities and timescales for completion and ensure that progress towards implementing these plans is monitored and reported upon.

By order of the Board:

A handwritten signature in dark ink, appearing to read 'M Muller', followed by a long horizontal line extending to the right.

M Muller
Director
23 June 2014

Boots Propco E Limited

Directors' report

for the year ended 31 March 2014

The Directors present their report and the audited financial statements for the year ended 31 March 2014.

Dividends

Dividends of £nil (2013: £nil) were declared and paid in the year.

Post balance sheet events

There have been no significant events since the balance sheet date which should be considered for a proper understanding of these financial statements.

Directors

The following served as Directors during the year:

A Clare
M Muller
F Standish

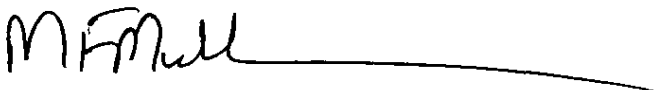
Auditor

KPMG Audit Plc resigned as auditor of the Company on 8 April 2014 pursuant to section 516 of the Companies Act 2006. On 9 April 2014 KPMG LLP were appointed as auditor of the Company.

Disclosure of information to the auditor

The Directors who held office at the date of approval of this Directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditor is unaware; and each Director has taken all the steps that they ought to have taken as a Director to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

By order of the Board:



M Muller
Director

23 June 2014

Registered office:
Boots - North
3rd Floor
79-91 High Street
Falkirk
FK1 1ES

Registered in Scotland No. SC395611

Boots Propco E Limited

Statement of Directors' responsibilities in respect of the Strategic report, Directors' report and the financial statements for the year ended 31 March 2014

The Directors are responsible for preparing the Strategic report, 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 they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

Independent auditor's report

to the members of Boots Propco E Limited

We have audited the financial statements of Boots Propco E Limited for the year ended 31 March 2014 set out on pages 5 to 9. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 3, 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 March 2014 and of its loss for the year then ended;
- have been properly prepared in accordance with UK 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 Strategic report and the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

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

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



Mark Flanagan (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor

Chartered Accountants
St Nicholas House
31 Park Row
Nottingham
NG1 6FQ

23 June 2014

Boots Propco E Limited

Profit and loss account

for the year ended 31 March 2014

	Notes	2014 £	2013 £
Operating profit	2	-	-
Income from shares in Group undertakings		5	-
Interest receivable and similar income	3	-	3
Interest payable and similar charges	4	(10)	-
(Loss)/profit on ordinary activities before taxation		(5)	3
Tax on (loss)/profit on ordinary activities	5	1	(1)
(Loss)/profit for the financial period		(4)	2

There were no recognised gains and losses for the current and preceding financial periods other than the loss of £4 (2013: profit £2) shown above. Accordingly, no statement of recognised gains and losses is presented.

There is no difference between the reported (loss)/profit shown above and the (loss)/profit for the year restated on an historical cost basis. Accordingly, no note of historical cost profits is presented.

The amounts presented for the current and preceding financial years are derived from continuing operations.

The notes on pages 7 to 9 form part of the Company's financial statements.

Boots Propco E Limited

Balance sheet

as at 31 March 2014

	Notes	2014 £	2013 £
Fixed assets			
Investments	6	100	100
Current assets			
Debtors	7	1	5
Creditors: amounts falling due within one year	8	(1)	(1)
Net current assets		-	4
Net assets		100	104
Capital and reserves			
Called up share capital	9,10	100	100
Profit and loss account	10	-	4
Shareholder's funds		100	104

The notes on pages 7 to 9 form part of the Company's financial statements.

These financial statements were approved by the Board on 23 June 2014 and were signed on its behalf by:



M Muller

Director

Registered in Scotland No. SC395611

Boots Propco E Limited

Notes to the financial statements

for the year ended 31 March 2014

1. Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

Basis of preparation

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

Alliance Boots GmbH ("the Group"), the intermediate parent entity, includes the Company's assets, liabilities and results in its own publicly-available consolidated financial statements. Under FRS 1 (Revised 1996), 'Cash flow statements', the Company is therefore exempt from the requirement to prepare a cash flow statement. In addition, under SSAP 25, 'Segmental Reporting', the Company is exempt from the requirement to present segmental information on the grounds that Alliance Boots GmbH includes segmental information in its own publicly-available consolidated financial statements in compliance with IFRS 8, 'Operating Segments'.

The Company's voting rights are wholly controlled within the Group and, consequently, the Company is exempt under FRS 8, 'Related party Disclosures', from disclosing transactions with entities that are part of the Group or investees of the Group qualifying as related parties.

The Company is exempt under Section 401 of the Companies Act 2006 from the requirement to prepare consolidated financial statements and deliver them to the Registrar of Companies. The financial statements therefore present information about the Company as an individual undertaking and not about its group.

Going concern

The Company has net assets and generates positive cash flows before distribution and expects this to continue in future periods. Based on these facts, the Partners have assessed that there is no material uncertainty surrounding the going concern of the entity. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Share capital

Equity instruments

An equity instrument is a contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Accordingly, a financial instrument is treated as equity if:

- there is no contractual obligation to deliver cash or other financial assets or to exchange financial assets or liabilities on terms that may be unfavourable; and
- the instrument is a non-derivative that contains no contractual obligation to deliver a variable number of shares or is a derivative that will be settled only by the Group exchanging a fixed amount of cash or other assets for a fixed number of the Company's own equity instruments.

Equity instruments are recorded as share capital and share premium, as applicable, net of tax-effected share issue costs. To the extent that this definition is not met, the proceeds of any issue are classified as a financial liability.

Dividends

Dividends on equity instruments classified as part of shareholder's funds are recognised as appropriations in the reconciliation of movements in shareholder's funds. Dividends unpaid at the balance sheet date are only recognised as a liability at that date to the extent that they are appropriately authorised by the shareholders of the Company and are no longer at the discretion of the Company. Unpaid dividends that do not meet these criteria are disclosed in the notes to the financial statements.

Investments

Investments are stated at cost less provision for impairment.

Taxation

Current taxation

Current tax is recognised at the amount expected to be paid or recovered for the period based on tax rates and laws that have been enacted or substantively enacted at the balance sheet date.

Deferred taxation

Deferred tax is recognised on all timing differences that have originated but not reversed by the balance sheet date. Deferred tax assets are only recognised to the extent that it is more likely than not there will be suitable taxable profits against which the underlying timing differences can reverse. Deferred tax liabilities are not recognised in respect of corporation tax on chargeable gains arising on the disposal of assets where that gain is expected to be deferred indefinitely.

Deferred tax is measured on a non-discounted basis at the average rates expected to apply in the periods when the timing differences are expected to reverse using the tax rates and laws enacted or substantively enacted at the balance sheet date.

2. Profit from operations

Auditor's remuneration

The 2014 audit fee for the audit of these financial statements was borne by a fellow group undertaking. The amount allocated that would have been incurred is £2,000 (2013: £2,000). Amounts receivable by the Company's auditors in respect of non-audit services provided to the Company were £nil (2013: £nil).

Directors' remuneration

The Directors' received no remuneration for their services to the Company during the year (2013: £nil).

Boots Propco E Limited

Notes to the financial statements (continued)

for the year ended 31 March 2014

3. Interest receivable and similar income

	2014 £	2013 £
Interest receivable from Group undertakings	-	3

4. Interest payable and similar charges

	2014 £	2013 £
Interest payable to Group undertakings	(10)	-

5. Tax on profit on ordinary activities

An analysis of the tax (credit)/charge for the year ended 31 March 2014 is presented as follows:

	2014 £	2013 £
Current tax		
<i>United Kingdom ('UK') corporation tax</i>		
Corporation tax on income for the period at 23% (2013: 24%)	(1)	1
Tax on profit on ordinary activities	(1)	1

The current tax credit (2013: charge) for the financial year is equal to (2013: equal to) the standard rate of corporation tax of 23% (2013: 24%).

Factors that may affect future current and total tax charges

During the year to 31 March 2014, the UK Government substantively enacted a reduction in the corporation tax rate to 21%, effective from 1 April 2014 and to 20% from 1 April 2015. This will reduce the Company's future current tax charge accordingly.

6. Fixed asset investments

	Investments £
Cost and net book value	
At 1 April 2013 and 31 March 2014	100

The Company's investment at the balance sheet date is presented as follows:

	Percentage held by the Company or subsidiary undertakings	Country of incorporation	Main activity
Boots Property Scottish Limited Partnership	0.10%	Scotland	Property Holding

7. Debtors

	2014 £	2013 £
Amounts owed by Group undertakings	-	5
Corporation tax receivable	1	-
	1	5

8. Creditors: amounts falling due within one year

	2014 £	2013 £
Other creditor	1	-
Corporation tax payable	-	1
	1	1

9. Called up share capital

	2014 £	2013 £
Allotted, called up and fully paid		
100 ordinary shares of £1 each	100	100

Boots Propco E Limited

Notes to the financial statements (continued)

for the year ended 31 March 2014

10. Reconciliation of movements in equity shareholder's funds

	Called up share capital £	Profit and loss account £	Total £
At 1 April 2012	100	2	102
Profit for the financial period	-	2	2
At 1 April 2013	100	4	104
Loss for the financial year	-	(4)	(4)
At 31 March 2014	100	-	100

11. Ultimate parent undertaking

At 31 March 2014 the Company's immediate parent company was Alliance Boots Holdings Limited and its ultimate parent company and controlling party was AB Acquisitions Holdings Limited. AB Acquisitions Holdings Limited is also the parent undertaking of the largest group in which the Company is consolidated.

AB Acquisitions Holdings Limited is incorporated in Gibraltar, and its registered office is 57/63 Line Wall Road, Gibraltar. AB Acquisitions Holdings Limited is jointly controlled by Alliance Santé Participations S.A., and certain funds advised by Kohlberg Kravis Roberts & Co. L.P., S. Pessina, and O. Barra, who are Directors of Alliance Boots GmbH, are also Directors of Alliance Santé Participations S.A., which is ultimately owned by a family trust.

The smallest group in which the results of the Company are consolidated is that headed by Alliance Boots GmbH, a company incorporated in Switzerland. The consolidated financial statements of this group are available from the Alliance Boots website at www.allianceboots.com.

Registration number: SL008770

Boots Property Scottish Limited Partnership
Strategic report, Partners' report
and financial statements
for the year ended 31 March 2014

Contents

Strategic report	1
Partners' report	2
Partners' responsibilities statement	3
Independent auditor's report	4
Profit and loss account	5
Balance sheet	6
Cash flow statement	7
Notes to the financial statements	8

Boots Property Scottish Limited Partnership

Strategic report

for the year ended 31 March 2014

Principal activities

The principal activity of Boots Property Scottish Limited Partnership ("Limited Partnership") throughout the year was to act as an intermediary holding company within the Alliance Boots GmbH Group ("the Group").

Business review

The profit for the year available for distribution among the Partners was £10,353,000 (2013: £10,353,000).

Principal risks and uncertainties

The Partners monitor the overall risk profile of the partnership. In addition, the Partners are responsible for determining clear policies as to what the Partnership considers to be acceptable levels of risk. These policies seek to enable people throughout the Partnership to use their expertise to identify risks that could undermine performance and to devise ways of bringing them to within acceptable levels. Where the Partners identify risks that are not acceptable, they develop action plans to mitigate them with clear allocation of responsibilities and timescales for completion and ensure that progress towards implementing these plans is monitored and reported upon.



M Muller

For and on behalf of the General Partner

18 June 2014

Boots Property Scottish Limited Partnership

Partners' report

for the year ended 31 March 2014

The Partners present their report and the audited financial statements for the year ended 31 March 2014.

Policy on Partners' drawings, subscription and repayment of Partners' capital

The Partners contributed the initial capital of the Limited Partnership. The Partners shall contribute any further capital or have capital repaid which they determine as being required for the purposes of the Limited Partnership in accordance with instructions from the designated Partners. Partners are entitled to a share of the profits and losses of the Limited Partnership in line with section 9.2 of the Partnership Agreement dated 31 March 2011. Profits and losses of the Limited Partnership are divided between the Partners on the allocation dates as defined in the Partnership Agreement, being 45 days after the 30 September and 90 days after 31 March. Capital adjustments can only be made in accordance with section 7.5 of the Partnership Agreement.

Distributions to Partners

A distribution of £10,353,000 (2013: £10,353,000) was declared and paid in the year.

Post balance sheet events

There have been no significant events since the balance sheet date which should be considered for a proper understanding of these financial statements.

Designated Partners

The following served as Partners during the year:

Boots PropCo D Limited ("General Partner")

Boots PropCo E Limited

Boots Pensions Limited

Auditor

KPMG Audit Plc resigned as auditor of the Company on 8 April 2014 pursuant to the Partnership (Accounts) Regulations 2008. On 9 April 2014 KPMG LLP were appointed as auditor of the Company.

Disclosure of information to auditor

The Partners who held office at the date of approval of this Partners' report confirm that, so far as they are each aware, there is no relevant audit information of which the Limited Partnership's auditor is unaware; and each Partner has taken all the steps that they ought to have taken as a Partner to make themselves aware of any relevant audit information and to establish that the Limited Partnership's auditor is aware of that information.



M Muller

For and on behalf of the General Partner

18 June 2014

Registered office:

Boots - North

3rd Floor

79 - 91 High Street

Falkirk

FK1 1ES

Registered in Scotland No. SL008770

Boots Property Scottish Limited Partnership

Partners' responsibilities statement

for the year ended 31 March 2014

The Partners are responsible for preparing the Partners' Report and the qualifying partnership's financial statements in accordance with applicable law and regulations.

The Partnerships (Accounts) Regulations 2008 require the Partners to prepare the qualifying partnership's financial statements for each financial year. Under that law the Partners have elected to prepare the qualifying partnership's financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

In line with the Partnerships (Accounts) Regulations 2008 the Partners 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 qualifying partnership and of the profit or loss of the qualifying partnership for that period. In preparing these financial statements, the Partners are required to:

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

In line with the Partnerships (Accounts) Regulations 2008, the Partners are responsible for keeping adequate accounting records that are sufficient to show and explain the qualifying partnership's transactions and disclose with reasonable accuracy at any time the financial position of the qualifying partnership and enable them to ensure that its financial statements comply with those regulations. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the qualifying partnership and to prevent and detect fraud and other irregularities.

Independent auditor's report

to the Partners of Boots Property Scottish Limited Partnership

We have audited the financial statements of Boots Property Scottish Limited Partnership for the year ended 31 March 2014 set out on pages 5 to 9. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

This report is made solely to the qualifying partnership's partners, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, as required by regulation 4 of The Partnerships (Accounts) Regulations 2008. Our audit work has been undertaken so that we might state to the partnership's partners 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 partnership and the partnership's partners, as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Partners and auditor

As explained more fully in the Partners' responsibilities statement set out on page 3, the Partners 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 relevant legal and regulatory requirements 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 affairs of the qualifying partnership as at 31 March 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 as applied to qualifying partnerships by The Partnerships (Accounts) Regulations 2008.

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 as applied to qualifying partnerships 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
- we have not received all the information and explanations we require for our audit.



Mark Fianagan (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor

Chartered Accountants
St Nicholas House
31 Park Row
Nottingham
NG1 6FQ

18 June 2014

Boots Property Scottish Limited Partnership

Profit and loss account

for the year ended 31 March 2014

	Notes	2014 £000	2013 £000
Operating profit	2	-	-
Income from shares in Group undertakings		7	7
Interest receivable and similar income	3	10,346	10,346
Profit on ordinary activities before Partners' remuneration and profit share		10,353	10,353
Partners' remuneration charged as an expense	4	-	-
Profit for the financial period available for discretionary division among Partners	5	10,353	10,353

There were no recognised gains and losses for the current year and preceding financial period other than the profit of £10,353,000 (2013: £10,353,000) shown above. Accordingly, no statement of recognised gains and losses is presented.

There is no difference between the reported profit shown above and the profit for the year restated on an historical cost basis. Accordingly, no note of historical cost profits is presented.

The amounts presented for the current and preceding financial periods are derived from continuing operations.

The notes on pages 8 to 9 form part of the Limited Partnership's financial statements.

Boots Property Scottish Limited Partnership

Balance sheet

as at 31 March 2014

	Notes	2014 £000	2013 £000
Fixed assets			
Investments	6	156,000	156,000
Current assets			
Debtors	7	5,173	5,173
Net current assets		5,173	5,173
Total assets less current liabilities		161,173	161,173
Net assets attributable to Partners		161,173	161,173
Represented by:			
Partners' capital	8	156,000	156,000
Partners' other interests – Other reserves classified as equity under FRS 25	8	5,173	5,173
Total Partners' interests		161,173	161,173

The notes on pages 8 to 9 form part of the Limited Partnership's financial statements.

These financial statements were approved by the Partners on 18 June 2014 and were signed on its behalf by:



M Muller
For and on behalf of the General Partner

Registered in Scotland No. SL008770

Boots Property Scottish Limited Partnership

Cash flow statement

for the year ended 31 March 2014

	2014 £000	2013 £000
Operating profit	-	-
Net cash outflow from operating activities	-	-
Income from shares in Group undertakings	7	7
Interest receivable and similar income	10,346	10,346
Net cash inflow from returns from investments	10,353	10,353
Distributions declared and paid	(10,353)	(10,353)
Net cash outflow from distributions paid	(10,353)	(10,353)
Net cash flow	-	-
Balance at 1 April	-	-
Balance at 31 March	-	-

Boots Property Scottish Limited Partnership

Notes to the financial statements

for the year ended 31 March 2014

1. Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

Basis of preparation

In compliance with the Partnership Agreement, the financial statements have been prepared in accordance with applicable accounting standards, and under the historical cost convention.

Alliance Boots GmbH ("the Group"), the intermediate parent entity, includes the partnership's assets, liabilities and results in its own publicly-available consolidated financial statements. Under SSAP 25, 'Segmental Reporting', the partnership is exempt from the requirement to present segmental information on the grounds that Alliance Boots GmbH includes segmental information in its own publicly-available consolidated financial statements in compliance with IFRS 8, 'Operating Segments'.

The partnership's voting rights are wholly controlled within the Group and, consequently, the partnership is exempt under FRS 8, 'Related party Disclosures', from disclosing transactions with entities that are part of the Group or investees of the Group qualifying as related parties.

Going concern

The Limited Partnership has net assets and generates positive cash flows before distribution and expects this to continue in future periods. Based on these facts, the Partners have assessed that there is no material uncertainty surrounding the going concern of the entity. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Impairment of assets

The Limited Partnership's fixed assets are reviewed at each balance sheet date to determine whether events or changes in circumstances exist that indicate that their carrying amount may not be recoverable. If such an indication exists, the fixed asset's recoverable amount is estimated. The recoverable amount is the higher of a fixed asset's net realisable value and its value in use. An impairment loss is recognised in the profit and loss account for the amount by which the asset's carrying amount exceeds its recoverable amount. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there is separately identifiable income, referred to as income generating units.

Taxation

Taxation on all partnership profits is solely the personal liability of individual partners.

2. Profit from operations

The 2014 fee for the audit of these financial statements was borne by a fellow group undertaking. The amount allocated that would have been incurred is £2,000 (2013: £2,000). Amounts receivable by the Limited Partnership's auditor in respect of non-audit services provided to the Limited Partnership were Nil (2013: Nil).

3. Interest receivable

	2014 £000	2013 £000
Interest receivable from Group undertakings	10,346	10,346

4. Partners' remuneration charged as an expense

The Partners did not receive any remuneration during the year (2013: Nil).

There were no employees during the period (2013: nil).

5. Profit for the financial year available for discretionary division among Partners

Partners are entitled to a share of the profits and losses of the Limited Partnership in line with section 9.2 of the Partnership Agreement dated 31 March 2011.

The average number of Partners in the year was 3 (2013: 3).

The amount of profit attributable to the partner with the largest entitlement was a profit of £10,302,000 (2013: £10,302,000).

Boots Property Scottish Limited Partnership

Notes to the financial statements (continued)

for the year ended 31 March 2014

6. Fixed asset investments

	Shares in subsidiary undertakings £000
Cost	
At 1 April 2013 and 31 March 2014	156,000

The Company's principal associate undertakings at the balance sheet date are presented as follows:

	Percentage held by the Company or subsidiary undertakings	Country of Incorporation	Main activity
Boots Property Partnership	48.2%	Scotland	Property Holding

7. Debtors

	2014 £000	2013 £000
Accrued interest	5,173	5,173

8. Total Partners' interests

	Partners' capital £000	Other reserves £000	Total £000
At 1 April 2012	156,000	5,173	161,173
Profit for the financial period available for division among Partners	-	10,353	10,353
Distributed to Partners	-	(10,353)	(10,353)
At 1 April 2013	156,000	5,173	161,173
Profit for the financial year available for division among Partners	-	10,353	10,353
Distributed to Partners	-	(10,353)	(10,353)
At 31 March 2014	156,000	5,173	161,173

9. Ultimate parent undertaking

At 31 March 2014 the Limited Partnership had three companies acting as partners: Boots PropCo D Limited; Boots PropCo E Limited; and Boots Pensions Limited. The ultimate parent company and controlling party of all three companies was AB Acquisitions Holdings Limited. AB Acquisitions Holdings Limited is also the parent undertaking of the largest group in which the Limited Partnership is consolidated.

AB Acquisitions Holdings Limited is incorporated in Gibraltar, and its registered office is 57/63 Line Wall Road, Gibraltar. AB Acquisitions Holdings Limited is jointly controlled by Alliance Santé Participations S.A., and certain funds advised by Kohlberg Kravis Roberts & Co. L.P., S. Pessina, and O. Barra, who are Directors of Alliance Boots GmbH, are also Directors of Alliance Santé Participations S.A., which is ultimately owned by a family trust.

The smallest group in which the results of the Limited Partnership are consolidated is that headed by Alliance Boots GmbH, a company incorporated in Switzerland. The consolidated financial statements of this group are available from the Alliance Boots website at www.allianceboots.com.