

Registration number 4749202

Reckitt Benckiser Finance Company Limited

Directors' Report and Financial Statements

for the Year Ended 31 December 2011

TUESDAY



A117BKPT

A10

25/09/2012

#77

COMPANIES HOUSE

Reckitt Benckiser Finance Company Limited
Contents

Directors' Report	1 to 3
Independent Auditors' Report	4 to 5
Profit and Loss Account	6
Balance Sheet	7
Notes to the Financial Statements	8 to 11

Reckitt Benckiser Finance Company Limited

Directors' Report for the Year Ended 31 December 2011

The directors present their report and the audited financial statements for the year ended 31 December 2011

This report has been prepared in accordance with special provisions related to small companies within Part 15 of the Companies Act 2006

Directors of the company

The directors who held office during the year were as follows

C R Day (resigned 8 February 2011)

S J Edwards

M S Keeley (resigned 28 April 2012)

M Dawar (resigned 31 July 2012)

The following directors were appointed after the year end

W Mordan (appointed 31 July 2012)

C Davies (appointed 31 July 2012)

H Andersen (appointed 31 July 2012)

Directors' Indemnity

On 28 July 2009 Reckitt Benckiser Group plc executed a deed poll of indemnity for the benefit of each individual who is at any time on, or after 28 July 2009, an officer of Reckitt Benckiser Group plc and/or any company within the Reckitt Benckiser group of companies in respect of costs of defending claims against them and third party liabilities

Statement of directors' responsibilities

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing these financial statements, the directors are required to

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

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Reckitt Benckiser Finance Company Limited
Directors' Report for the Year Ended 31 December 2011

Principal activity

The principal activity of the Company is to act as a finance company for other group companies. The Company, which is a member of the Reckitt Benckiser group of companies, carries out the strategy intended by the directors.

Results for the year and movement on reserves

The financial statements for the year ended 31 December 2011 show a profit of £940,000 (2010 - profit of £718,000) which has been added to reserves (2010 - added to reserves).

The directors do not recommend the payment of a dividend (2010 - £nil).

Going concern

The Company is expected to generate positive cash flows on its own account for the foreseeable future.

The Company participates in the group's centralised treasury arrangements and so shares the banking arrangements with its parent and fellow subsidiaries.

The directors, having assessed the responses of the directors of the Company's parent Reckitt Benckiser Group plc to their enquiries, have no reason to believe that a material uncertainty exists that may cause significant doubt about the ability of Reckitt Benckiser Group plc to continue as a going concern or its ability to continue with the current banking arrangements.

On the basis of their assessment of the Company's financial position and of the enquiries made of the directors of Reckitt Benckiser Group plc, the Company's directors have a reasonable expectation that the Company will be able to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Independent auditors

The Company has adopted Articles which are compliant with the provision of the Companies Act 2006 and is therefore not required to hold annual general meetings to lay financial statements before the shareholders and to reappoint the auditors annually.

Reckitt Benckiser Finance Company Limited
Directors' Report for the Year Ended 31 December 2011

Disclosure of information to the auditors

Each of the persons who are directors at the date of approval of this report confirms that

(1) so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware,

and

(2) he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information

This confirmation is given and should be interpreted in accordance with the provisions of s418(1) to (4) of the Companies Act 2006

Approved by the Board on 14 September 2012 and signed on its behalf by



E A Richardson
Company secretary

Independent Auditors' Report to the Members of Reckitt Benckiser Finance Company Limited

We have audited the financial statements of Reckitt Benckiser Finance Company Limited for the year ended 31 December 2011 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Respective responsibilities of directors and auditors

As explained more fully in the Statement of directors' responsibilities set out on page 1 of the Directors' Report, 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.

This report, including the opinions, has been prepared for and only for the 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.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the financial statements

In our opinion the financial statements

- give a true and fair view of the state of the Company's affairs as at 31 December 2011 and of its profit for the financial year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the Companies Act 2006

Opinion on other matter prescribed by the Companies Act 2006

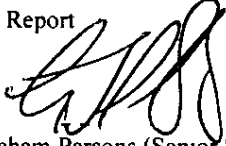
In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Independent Auditors' Report to the Members of
Reckitt Benckiser Finance Company Limited**

Matters on which we are required to report by exception

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

- o adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- o the financial statements are not in agreement with the accounting records and returns, or
- o certain disclosures of directors' remuneration specified by law are not made, or
- o we have not received all the information and explanations we require for our audit, or
- o the directors were not entitled to take advantage of small companies' exemption in preparing the Directors' Report



Graham Parsons (Senior Statutory Auditor)
For and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors

London

Date 17/9/12

Reckitt Benckiser Finance Company Limited
Profit and Loss Account for the Year Ended 31 December 2011

	Note	2011 £ 000	2010 £ 000
Interest receivable and similar income	2	1,278	1,010
Interest payable and similar charges	3	-	(13)
Profit on ordinary activities before taxation		1,278	997
Tax on profit on ordinary activities	4	(338)	(279)
Profit for the financial year		<u>940</u>	<u>718</u>

Notes:

- 1) The results for the current and prior financial year derive entirely from continuing operations
- 2) There is no material difference between the profit on ordinary activities before taxation and the retained profit for the financial year stated above and their historical cost equivalents
- 3) There are no recognised gains and losses in the current or prior financial periods other than the profit reported above. Consequently no separate statement of total recognised gains and losses is presented

Reckitt Benckiser Finance Company Limited

(Registration number: 4749202)

Balance Sheet at 31 December 2011

	Note	2011 £ 000	2010 £ 000
Current assets			
Debtors due within one year	5	175,178	173,901
Creditors amounts falling due within one year	6	<u>(616)</u>	<u>(279)</u>
Net assets		<u>174,562</u>	<u>173,622</u>
Capital and reserves			
Called up share capital	7	132,320	132,320
Profit and loss account	8	<u>42,242</u>	<u>41,302</u>
Total Shareholder's funds	9	<u>174,562</u>	<u>173,622</u>

Approved by the Board on 14 September 2012 and signed on its behalf by



S J Edwards
Director

Reckitt Benckiser Finance Company Limited
Notes to the Financial Statements for the Year Ended 31 December 2011

1 Accounting policies

Accounting convention

These financial statements are prepared on a going concern basis, under the historical cost convention and in accordance with the Companies Act 2006 and applicable United Kingdom accounting standards. The principal accounting policies, which have been applied consistently throughout the current and prior year, are set out below.

Debtors

Debtors are initially recorded at cost. If there is objective evidence that the Company will not be able to collect the full amount of the debtor, an impairment is recognised through the profit and loss account.

Interest

Interest payable is charged to the profit and loss account as incurred and interest receivable is credited as it falls due.

Taxation

The tax charge/credit is based on the result for the year and takes into account taxation deferred due to timing differences between the treatment of certain items for taxation and accounting purposes. Deferred tax liabilities are provided for in full and deferred tax assets are recognised to the extent that they are considered recoverable.

Creditors

Creditors are initially recorded at cost. If there is objective evidence that the Company will not be able to fulfil the liabilities, an impairment is recognised through the profit and loss account.

2 Interest receivable and similar income

	2011 £ 000	2010 £ 000
Interest receivable from group undertakings	<u>1,278</u>	<u>1,010</u>

3 Interest payable and similar charges

	2011 £ 000	2010 £ 000
Interest payable to group undertakings	<u>-</u>	<u>13</u>

Reckitt Benckiser Finance Company Limited
Notes to the Financial Statements for the Year Ended 31 December 2011

4 Taxation

Tax on profit on ordinary activities

	2011 £ 000	2010 £ 000
Current tax		
Corporation tax charge	339	279
Adjustments in respect of previous years	(1)	-
UK Corporation tax	<u>338</u>	<u>279</u>

Factors affecting current tax charge for the year

Tax on profit on ordinary activities for the year is lower than (2010 - the same as) the standard rate of corporation tax in the UK of 26.5% (2010 - 28%)

The differences are reconciled below

	2011 £ 000	2010 £ 000
Profit on ordinary activities before taxation	<u>1,278</u>	<u>997</u>
Corporation tax at standard rate	339	279
Prior year adjustment	(1)	-
Total current tax	<u>338</u>	<u>279</u>

Factors that may affect future tax charges

The standard rate of Corporation Tax in the UK changed from 28% to 26% with effect from 1 April 2011. Accordingly, the Company's profits for this accounting year are taxed at an effective rate of 26.5%. Further reductions to the main rate have been enacted, reducing the rate by 2% to 24% as at 1 April 2012 and by a further 1% to 23% as at 1 April 2013. Future profits will be taxed at the appropriate rate.

A further reduction to the standard rate of Corporation Tax is proposed to reduce the rate by 1% to 22% by 1 April 2014. The proposed future rate reduction will be reflected when the relevant legislation is substantively enacted. No deferred tax is recognised in the Company.

Reckitt Benckiser Finance Company Limited
Notes to the Financial Statements for the Year Ended 31 December 2011

5 Debtors: amounts falling due within one year

	2011 £ 000	2010 £ 000
Amounts owed by fellow group undertakings	<u>175,178</u>	<u>173,901</u>

Included in the amounts owed by fellow group undertakings is an amount of £167,382k (2010 - £166,199k), which is unsecured, repayable on demand and interest bearing at LIBOR less a margin of 0.125% (2010 - LIBOR less 0.125%) and an amount of £7,796k (2010 - £7,658k), which is unsecured, repayable on demand and interest bearing at LIBOR plus a margin of 0.4% (2010 - LIBOR plus 0.4%)

6 Creditors: amounts falling due within one year

	2011 £ 000	2010 £ 000
Amounts owed to fellow group undertakings	<u>616</u>	<u>279</u>

The amount owed to fellow group undertakings is unsecured and interest free (2010 - interest free)

7 Called up share capital

Allotted and fully paid shares

	2011		2010	
	No. 000	£ 000	No. 000	£ 000
Ordinary shares of £0.43 each	<u>310,000</u>	<u>132,320</u>	<u>310,000</u>	<u>132,320</u>

8 Reserves

	Called up share capital £ 000	Profit and loss account £ 000	Total £ 000
At 1 January 2011	132,320	41,302	173,622
Profit for the financial year	<u>-</u>	<u>940</u>	<u>940</u>
At 31 December 2011	<u>132,320</u>	<u>42,242</u>	<u>174,562</u>

Reckitt Benckiser Finance Company Limited
Notes to the Financial Statements for the Year Ended 31 December 2011

9 Reconciliation of movement in shareholder's funds

	2011 £ 000	2010 £ 000
Profit for the financial year	940	718
Net addition to shareholder's funds	940	718
Shareholder's funds at 1 January	173,622	172,904
Shareholder's funds at 31 December	<u>174,562</u>	<u>173,622</u>

10 Directors and staff

During the year the Company had 4 directors resident in the UK, none of whom received any emoluments in respect of services to the Company (2010 - 4 directors, no emoluments)

The Company had no employees during the current or prior year and consequently did not incur any expenditure in respect of wages and salaries, social security costs or other pension costs

11 Ultimate parent undertaking and controlling party

The immediate parent is Reckitt Benckiser (Cayman Islands) Limited, a company incorporated in the Cayman Islands

The ultimate parent company and controlling party is Reckitt Benckiser Group plc, which is the parent undertaking of the smallest and largest group to consolidate these financial statements. Copies of the group financial statements of Reckitt Benckiser Group plc can be obtained from 103-105 Bath Road, Slough, Berkshire, SL1 3UH

12 Cash flow statement

The Company is a wholly owned subsidiary of Reckitt Benckiser Group plc which has presented a group cash flow statement in its 2011 group financial statements. Therefore, as permitted by Financial Reporting Standard No 1, (revised 1996) 'Cash Flow Statements', the directors have not prepared a cash flow statement for the Company

13 Auditors' Remuneration

The auditors' remuneration is met by the ultimate parent company, Reckitt Benckiser Group plc and is disclosed in total in the group financial statements. No recharge is made to its subsidiaries as it is not practical to make an allocation of the audit fee to each subsidiary entity individually

14 Related party transactions

The Company is a wholly owned subsidiary of Reckitt Benckiser Group plc. The Company has taken advantage of the exemption within Financial Reporting Standard No 8 "Related Party Disclosures", not to disclose related party transactions with other wholly owned members of the Reckitt Benckiser group of companies. There were no other related party transactions (2010 none)