

Company Registration No. 04558176

ENIC Limited

Report and Financial Statements

31 December 2015

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ENIC Limited

Report and financial statements 2015

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ENIC Limited

Report and financial statements 2015

Officers and professional advisers

Directors

D P Levy
M J Collecott

Secretary

M J Collecott

Registered Office

748 High Road
London
N17 0AP

Bankers

HSBC Bank plc
70 Pall Mall
London
SW1Y 5EZ

Auditor

Deloitte LLP
Chartered Accountants and Statutory Auditor
London
United Kingdom

ENIC Limited

Strategic report

The Directors present their strategic report of ENIC Limited and its subsidiaries ('the Group') for the year ended 31 December 2015.

Principal activities and performance of the business during the period

The Entertainment division retains the deferred income from a lease assignment in the Venetian hotel in Las Vegas.

The Group continued to operate Raz Air Limited, which owns an Embraer Legacy 600 executive jet. The jet is operated through a chartering company, running a commercial executive airline business.

Transglobal Estates Limited continues to hold a lucrative residential property which it will hold until the market is favourable, whilst Brook Road Ltd owns a property which is leased out.

The Group's year end position resulted in net assets of £23m (31 December 2014: £24m). The key performance indicators for the board relate to building long term investment growth through its investment portfolio.

The board are significantly involved in the operating activities of the Group's key investments and believe that the current portfolio of assets meets the board's expectations. Investment opportunities are frequently reviewed by the board and assessed as to their viability and fit within the Group's current structure. Where appropriate the Group will continue to invest where it sees potential for long term growth.

Principal risks and uncertainties

Each sector of the business retains its own commercial risks which include property valuation within the property division and economic conditions affecting the amount of hours the executive jet is chartered. The Group has no specific reliance on any division and continues to focus on consolidating its cash holdings. The commercial risks are deemed to be mitigated by the group maintaining a diverse portfolio.

Going concern

The Group meets its day to day working capital requirements through operating profits and revenue streams from throughout the Group. The Group's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the Group should be able to operate within the level of its facilities. The Group renewed, reduced and refinanced its banking facilities until June 2017. The Group has held discussions with its bankers about its future borrowing needs and no matters have been drawn to its attention to suggest that future renewals will not be forthcoming on acceptable terms. The Group is in compliance with all of its covenants and has sufficient headroom for the foreseeable future.

After making enquires and taking into consideration the Group balance sheet position and forecasted trading performance, the directors have formed the judgement that there is a reasonable expectation that the Company and the Group have adequate resources to continue in operational existence for the foreseeable future. For this reason, the directors continue to adopt the going concern basis in preparing the financial statements.

Results and dividends

The Group made a loss of £0.8m for the year, after taxation (31 December 2014: £2.9m).

No dividend was paid in the year to 31 December 2015 (31 December 2014: £nil).

Approved by the Board of Directors and signed on behalf of the Board



M J Collecott
Director

ENIC Limited

Strategic report

30th August 2016

ENIC Limited

Directors' report

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

Directors

The directors who served throughout the period and to the date of this report were as follows:

D P Levy
M J Collecott

Supplier payment policy

It is the Group's payment policy to obtain the best possible terms for all its businesses and therefore there is no single policy as to the terms used. In general, the Group agrees with its suppliers the terms on which business will take place and it is the Group's policy to abide by these terms. At 31 December 2015 the Group had trade creditors of £0.1m (31 December 2014: £0.1m). The company's subsidiaries are free to settle their liabilities in accordance with local trading practices.

Information to auditor

Each of the persons who is a director at the date of approval of this report confirms that:

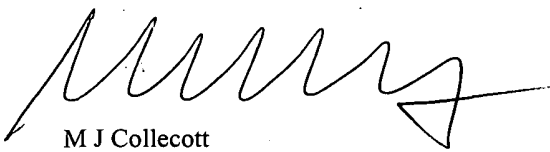
- so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- the director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Auditor

A resolution to re-appoint Deloitte LLP will be proposed at the forthcoming Annual General Meeting.

Approved by the Board of Directors
and signed on behalf of the Board



M J Collecott
Director

30th August 2016

ENIC Limited

Statement of directors' responsibilities

The directors are responsible for preparing the Annual 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:

- select suitable accounting policies and then apply them consistently;
- make judgments 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 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.

Independent auditor's report to the members of ENIC Limited

We have audited the financial statements of ENIC Limited for the year ended 31 December 2015 which comprise the consolidated profit and loss account, the consolidated balance sheet, the company balance sheet, the consolidated cash flow statement, the statement of changes in equity and the related notes 1 to 23. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in 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 auditors

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

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 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.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and the parent company's affairs as at 31 December 2015 and of the group's loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

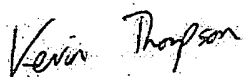
In our opinion the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Independent auditor's report to the members of ENIC Limited (continued)

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.



Kevin Thompson (Senior Statutory Auditor)
for and on behalf of Deloitte LLP
Chartered Accountants and Statutory Auditor
London, United Kingdom
5th September 2016

ENIC Limited

Consolidated profit and loss account Year ended 31 December 2015

	Notes	2015 £'000	2014 £'000
Turnover	2	1,580	1,555
Cost of sales		(665)	(596)
Gross profit		915	959
Operating expenses		(1,329)	(1,755)
Operating loss	3	(414)	(796)
Other income		-	12
Revaluation gain on investment property		33	2,902
Loans written down		(606)	-
(Loss)/Profit on ordinary activities before finance charges		(987)	2,118
Net interest receivable	4	256	784
(Loss)/Profit on ordinary activities before taxation		(731)	2,902
Tax credit on loss on ordinary activities	6	-	-
(Loss)/Profit on ordinary activities after taxation		(731)	2,902

The accompanying accounting policies and notes form an integral part of these financial statements.

All amounts derive from continuing operations.

ENIC Limited


Consolidated balance sheet 31 December 2015

	Notes	2015 £'000	2014 £'000
Fixed assets			
Tangible assets	9	5,646	6,564
Investment property	11	6,324	6,443
		<u>11,970</u>	<u>13,007</u>
Current assets			
Stock	12	11,000	11,517
Debtors	13	20,202	21,380
Cash at bank and in hand		345	524
		<u>31,547</u>	<u>33,421</u>
Creditors: amounts falling due within one year	14	(9,224)	(9,320)
Net current assets		<u>22,323</u>	<u>24,101</u>
Total assets less current liabilities		<u>34,293</u>	<u>37,108</u>
Creditors: amounts falling due in more than one year	15	(10,831)	(12,915)
Net assets		<u>23,462</u>	<u>24,193</u>
Capital and reserves			
Called up share capital	17	1	1
Profit and loss account		20,623	21,387
Investment Property Reserve		2,838	2,805
Shareholders' funds		<u>23,462</u>	<u>24,193</u>

The accompanying accounting policies and notes form an integral part of these financial statements.

The financial statements of the company, registered number, 4558176, were approved by the Board of Directors on 30th August 2016.

Signed on behalf of the Board of Directors


M J Collecott
Director

ENIC Limited

Company balance sheet 31 December 2015

	Notes	2015 £'000	2014 £'000
Fixed assets			
Investments	10	43,055	43,173
Investment Property	11	-	-
		<u>43,055</u>	<u>43,173</u>
Current assets			
Debtors	13	9,778	10,984
Cash at bank and in hand		193	318
		<u>9,971</u>	<u>11,302</u>
Creditors : amounts falling due within one year	14	<u>(3,062)</u>	<u>(2,105)</u>
Net current assets		<u>6,909</u>	<u>9,197</u>
Total assets less current liabilities		<u>49,964</u>	<u>52,370</u>
Creditors: amounts falling due after more than one year	15	<u>(8,000)</u>	<u>(10,000)</u>
Net assets		<u>41,964</u>	<u>42,370</u>
Capital and reserves			
Called up share capital		1	1
Profit and loss account		<u>41,963</u>	<u>42,369</u>
Shareholders' funds		<u>41,964</u>	<u>42,370</u>

The financial statements of the company, registered number, 4558176, were approved by the Board of Directors on 30th August 2016.

Signed on behalf of the Board of Directors



M J Collecott
Director

ENIC Limited

Consolidated statement of cash flow Year ended 31 December 2015

	Notes	2015 £'000	2014 £'000
Net cash (outflow)/inflow from operating activities	18	(494)	(1,858)
Returns on investments and servicing of finance			
Interest paid		(633)	(1,026)
Net cash (outflow)/inflow from return on investments and servicing of finance		(139)	(1,026)
Taxation		-	-
Capital expenditure and financial investments			
Purchase of tangible fixed assets		-	(582)
Net cash (outflow) from capital expenditure and financial investments		-	(582)
Financing			
Bank loan repayment		(2,085)	(30,500)
Bank loan advances		2,800	14,915
Other loans		(755)	18,925
Net cash (outflow)/inflow from financing		(40)	3,340
(Decrease)/increase in cash and cash equivalents		(179)	(126)

ENIC Limited

Consolidated statement of changes in equity Year ended 31 December 2015

	Called-up share capital £ 000's	Investment Property reserve £ 000's	Profit and loss reserve £ 000's	Total £ 000's
At 1 January 2015	1	2,805	21,387	24,193
Profit for the financial year		33	(764)	(731)
At 31 December 2015	1	2,838	20,623	23,462

	Called-up share capital £ 000's	Investment Property reserve £ 000's	Profit and loss reserve £ 000's	Total £ 000's
At 1 January 2014	1	(97)	21,387	21,291
Profit for the financial year	-	2,902	-	2,902
At 31 December 2014	1	2,805	21,387	24,193

ENIC Limited

Notes to the accounts Year ended 31 December 2015

1. Accounting policies

The principal accounting policies are summarised below. They have been applied consistently throughout the current year and preceding year.

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include certain items at fair value, and in accordance with Financial Reporting Standard 102 issued by the Financial Reporting Council.

The prior year financial statements were restated for material adjustments in the prior year on adoption of FRS 102 in the current year. For more information see note 23.

Going concern

The accounts have been prepared on a going concern basis as discussed in the Strategic Report on page two.

Basis of consolidation

The Group financial statements consolidate the financial statements of the company and its subsidiary undertakings drawn up to 31 December each year. The results of subsidiary undertakings acquired or sold during the period are consolidated to or from the date on which control passed. Acquisitions are accounted for under the acquisition method.

Turnover

Turnover is recognised on the accruals basis and represents invoiced services net of related sales taxes.

Executive jet charter income arises wholly in the UK, and is recognised on an accruals basis, based on when the charter takes place.

Tangible fixed assets

Tangible fixed assets are stated at cost net of depreciation and any provisions for impairment.

Depreciation

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write down the cost less estimated residual value of all tangible fixed assets by equal annual instalments over their expected useful lives. The periods generally applicable are:

Aircraft engines	5,000 flying hours
Aircraft frames	20 years
Fixtures, fittings, tools and equipment	4 to 10 years

ENIC Limited

Notes to the accounts Year ended 31 December 2015

1. Accounting policies (continued)

Investment property

Investment properties are revalued annually to fair value. Surpluses or deficits on individual properties are recognised in the profit and loss account.

Stock

Stock is valued at the lower of cost and estimated selling price less costs to sell.

Foreign currencies

Transactions in foreign currencies are translated at the exchange rates ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the rates of exchange ruling at that date. The results of foreign subsidiaries are translated at the closing rates for the balance sheet date and the average exchange rate for the period for the profit and loss account. The exchange differences arising from the re-translation of the opening net assets of subsidiaries are reported in the statement of total recognised gains and losses. All other exchange differences are included in the profit and loss account.

Taxation

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the Group's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is recognised in respect of the retained earnings of overseas subsidiaries and associates only to the extent that, at the balance sheet date, dividends have been accrued as receivable or a binding agreement to distribute past earnings in future has been entered into by the subsidiary or associate.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

Contribution to pension funds

For defined contribution schemes the amount charged to the profit and loss account in respect of pension costs is the contribution payable in the period. Differences between contributions payable in the period and those actually paid are accounted for in the balance sheet.

ENIC Limited

Notes to the accounts Year ended 31 December 2015

2. Segmental information and geographical analysis

(a) Segmental information

	2015 £'000	2014 £'000
Turnover by division		
ENIC Entertainment	344	320
Property and Group management	359	227
Executive airline	877	1,008
	<u>1,580</u>	<u>1,555</u>
Profit/(loss) on ordinary activities after taxation		
ENIC Entertainment	344	291
Property and Group management	(369)	274
Executive airline	(706)	(565)
ENIC Ltd	0	2,902
	<u>(731)</u>	<u>2,902</u>
Net assets		
ENIC Entertainment	596	596
Property and Group management	17,022	16,895
Executive airline	5,844	6,702
	<u>23,462</u>	<u>24,193</u>

(b) Geographical analysis

	2015 £'000	2014 £'000
Turnover by origin and destination		
UK	1,236	1,235
Other	344	320
	<u>1,580</u>	<u>1,555</u>
Profit/(loss) on ordinary activities after taxation		
UK	(938)	(1,759)
Other	207	1,759
	<u>(731)</u>	<u>-</u>

ENIC Limited

Notes to the accounts Year ended 31 December 2015

2. Segmental information and geographical analysis (continued)

	2015 £'000	2014 £'000
Net assets		
UK	22,866	23,597
Other	596	596
	<u>23,462</u>	<u>24,193</u>

3. Group operating loss

The loss on ordinary activities is stated after charging:

	2015 £'000	2014 £'000
Fees payable to the company's auditor		
-for the audit of the company's annual accounts	10	10
-for the audit of the company's subsidiary accounts	20	20
Depreciation of tangible fixed assets	918	902
Impairment of goodwill	-	102
	<u>-</u>	<u>102</u>

4. Net interest

	2015 £'000	2014 £'000
Interest receivable on Group loans	307	969
Bank interest payable	(529)	(580)
Other interest receivable	478	395
	<u>256</u>	<u>784</u>

5. Directors and employees

Total emoluments of directors and the emoluments of the highest paid director of the Group during the year were as follows:

	2015 £'000	2014 £'000
Fees	-	-
	<u>-</u>	<u>-</u>

Total cost of employees, including directors, during the year was as follows:

	2015 £'000	2014 £'000
Wages and salaries	-	-
Social security costs	-	-
Pension and other costs	-	-
	<u>-</u>	<u>-</u>

No payments were made in respect of directors' pension schemes. (2014: £nil)

ENIC Limited

Notes to the accounts Year ended 31 December 2015

5. Directors and employees (continued)

Average number of employees

The average number of employees, including directors during the year was as follows:

	2015 £'000	2014 £'000
Directors	2	2

The number of employees at the year end was 2 (2014:2). No employees drew any emoluments from the Group.

6. Tax on Profit/(Loss) on ordinary activities

The tax charge comprises:

	2015 £'000	2014 £'000
UK corporation tax	-	-
Total current tax	-	-
Total tax on loss on ordinary activities	-	-

The differences between the total tax charge shown above and the amount calculated by applying the standard rate of UK corporation tax to the profit before tax is as follows:

	2015 £'000	2014 £'000
Profit/(Loss) on ordinary activities before tax	(731)	2,902
Profit/(Loss) on ordinary activities at standard rate of corporation tax in the UK 20.25% (2014: 21.5%)	(148)	624
Effects of:		
Expenses not deductible for tax purposes	55	60
Depreciation in excess of capital allowances	185	194
Other timing differences	(28)	
Income not taxable in determining taxable profit	(70)	(63)
Income not realised and therefore not taxable		620
Carry forward of tax losses not recognised	238	138
Utilisation of tax losses not previously recognised	(232)	(325)
Group total tax charge for period	-	-

ENIC Limited

Notes to the accounts Year ended 31 December 2015

There are no provided deferred tax liabilities in the current year or prior year. The tax charge in future periods may be affected by losses carried forward which are not recognised by the Group. A deferred tax asset for tax losses and other timing differences has not been recognised because in the opinion of the directors there is unlikely to be sufficient taxable income available in the foreseeable future. The total potential deferred tax asset that has not been recognised in respect of tax losses and other timing differences at a tax rate of 18% (2014: 20%) is £2,188,000 (2014: £2,284,000).

There is no expiry date on timing differences, unused tax losses or tax credits.

Factors that may affect future tax charges

The standard rate of UK Corporation Tax reduced from 21% to 20% on 1 April 2015 and therefore the average standard rate of corporation tax for the year ended 31 December 2015 was 20.25%.

The Finance (No 2) Act 2015 substantively enacted reductions in the standard rate of UK corporation tax from 20% to 19% from 1 April 2017, and 18% from 1 April 2020. Therefore deferred tax calculations are based on the enacted rate of 18% (2014: 20%) as at the balance sheet date

A further rate reduction was announced in the 2016 Budget Statement whereby the standard rate of corporation tax will be reduced to 17% with effect from 1 April 2020. This change had not been substantively enacted at the balance sheet date and consequently its effect is not included in these financial statements. The effect of these announced reductions is not likely to be material.

The above changes to the rate of corporation tax will impact the amount of future cash tax payments to be made by the company.

7. Result for the financial year

The parent company has taken advantage of Section 408 of the Companies Act 2006 and has not included its own profit and loss account in these financial statements. The Group results for the year include a loss of £406,000 (2014: profit of £2,248,000 although this is due to an unrealised gain on a property revaluation following transition to FRS 102) which is dealt with in the financial statements of the company.

8. Dividends

No dividend was declared or paid during the year (2014: £nil).

ENIC Limited

Notes to the accounts Year ended 31 December 2015

9. Tangible fixed assets

Group	Embraer Legacy 600 Aircraft £'000
Cost	
At 1 January 2015	13,145
Additions	-
At 31 December 2015	<u>13,145</u>
Depreciation	
At 1 January 2015	6,581
Charge for the year	918
At 31 December 2015	<u>7,499</u>
Net book value	
At 31 December 2015	<u><u>5,646</u></u>
At 31 December 2014	<u><u>6,564</u></u>

There were no fixed assets held by ENIC Limited at the year end (2014: £nil). There are no assets held under finance leases in both the Group and the company in the current or prior year.

ENIC Limited

Notes to the accounts Year ended 31 December 2015

10. Investments

Subsidiary undertakings

Interests in subsidiary undertakings held by the Company are as follows:

Undertaking	Country of registration	Nature of business	Effective holding
ENIC			
ENIC Group	England and Wales	Holding company	100%
*Raz Air Limited	England and Wales	Executive airline	100%
ENIC Entertainment			
*ENIC Entertainment Limited	England and Wales	Holding company	100%
*ENIC Entertainment (Restaurants) Limited	England and Wales	Holding company	100%
*WB/ENIC Soundstage Restaurants L.P.	USA	Property company	100%
ENIC Property			
*Transglobal Estates Limited	England and Wales	Property company	100%
*Brook Road Limited	England and Wales	Property company	100%
*Upper Street Investments LLP	England and Wales	Property company	95%

Investments marked with an asterisk (*) are investments of the company which are held indirectly.

The Company's investment at 31 December 2015 was £43,055,000 (2014: £43,173,000) which represents the cost and net book value of the investment made by ENIC Limited to acquire the entire share capital of ENIC Group.

11. Investment property

	Property Investments £'000
Group	
Cost at 1 January 2015	6,443
Revaluation gain	33
Disposals	(152)
At 31 December 2015	6,324
Company	
Cost at 1 January 2015 & 31 December 2015	-

During the prior year the investment properties were revalued, resulting in a gain of £2,902,000 and then transferred to Upper Street Investments LLP in return for a 95% shareholding in the LLP.

12. Stock - Group

	2015 £'000	2014 £'000
Finished goods and goods for resale	11,000	11,517

Stock represents a property development which is ready for resale. Current valuations indicate all amounts are recoverable in full.

ENIC Limited

Notes to the accounts Year ended 31 December 2015

13. Debtors

	Group		Company	
	2015	2014	2015	2014
	£'000	£'000	£'000	£'000
Amounts due from Group companies	9,081	8,740	5,171	6,370
Trade debtors	285	231	-	-
Other debtors	10,834	12,409	4,607	4,614
	<u>20,200</u>	<u>21,380</u>	<u>9,778</u>	<u>10,984</u>

14. Creditors: amounts falling due within one year

	Group		Company	
	2015	2014	2015	2014
	£'000	£'000	£'000	£'000
Trade creditors	74	90	-	-
Other creditors	6,995	7,105	1,062	105
Accruals and deferred income	155	125	-	-
Bank loan	2,000	2,000	2,000	2,000
	<u>9,224</u>	<u>9,320</u>	<u>3,062</u>	<u>2,105</u>

15. Creditors: amounts falling due after more than one year

	Group		Company	
	2015	2014	2015	2014
	£'000	£'000	£'000	£'000
Bank loans	10,831	12,915	8,000	10,000

A £10m facility is in place and is due to mature in June 2017 (£2m payable in June annually, shown within creditors due in one year), bearing interest at Libor +3%.

A further bank loan of £2.8m is also in place. The loan is due to mature 5 years from drawdown, bearing interest at Libor + 2.5%. The facility is secured on the properties held by Upper Street Investments LLP.

The company only balance sheet shows the £8m due after more than a year. The £2.8m relates to another group company loan and is consolidated within the Group accounts.

ENIC Limited

Notes to the accounts Year ended 31 December 2015

16. Deferred taxation

	Group		Company	
	2015	2014	2015	2014
	£'000	£'000	£'000	£'000
Deferred taxation assets not recognised are as follows:				
Losses	1,747	2,012	-	254
Accelerated capital allowances	410	272	262	-
Other timing differences	32	-	32	-
	<u>2,188</u>	<u>2,284</u>	<u>294</u>	<u>254</u>

No deferred tax asset has been recognised in relation to losses since they arise in companies where there are presently limited taxable profits against which they may be offset. Tax relief in relation to other short term timing differences will be available only if there are taxable profits in other Group companies.

17. Called up Share capital

	Group		Company	
	2014	2014	2014	2014
	No.	£'000	No.	£'000
Group and Company				
Allotted, called up and fully paid				
Ordinary shares of 1p	<u>100,000</u>	<u>1</u>	<u>100,000</u>	<u>1</u>

18. Net cash inflow/(outflow) from operating activities

	2015	2014
	£'000	£'000
Loss on ordinary activities before interest	(414)	(784)
Depreciation of tangible fixed assets	918	902
Impairment of goodwill	-	102
Increase in stock	(57)	(5)
Increase in debtors	(33)	(2,086)
Increase in creditors	80	13
Net cash inflow/(outflow) from operating activities	<u>494</u>	<u>(1,858)</u>

ENIC Limited

Notes to the accounts Year ended 31 December 2015

19. Reconciliation of net cash flow to movement in net debt

	2015 £'000	2014 £'000
Decrease in cash	(179)	(126)
Net debt at the beginning of the year	(14,391)	(29,850)
Net repayment of facilities	2,084	15,585
Net debt at 31 December	<u>(12,486)</u>	<u>(14,391)</u>

20. Analysis of changes in net debt

	1 January 2015 £'000	Cash flow £'000	31 December 2015 £'000
Cash in hand and at bank	524	(179)	345
Debt due within one year	(2,000)	-	(2,000)
Debt due in more than one year	(12,915)	2,084	(10,831)
	<u>(14,391)</u>	<u>1,905</u>	<u>(12,486)</u>

21. Capital commitments and contingent liabilities

The company has no contracted commitments at 31 December 2015 (2014: £nil).

The company has one residual lease for which it indemnifies Time Warner Entertainment Limited. The lease was acquired with Warner Bros. Studio Stores Limited ("WBSS"). The contingent liability under the indemnities provided by ENIC Group in respect of the lease at the end of the year was £4.3m (2014: £5.9m) over the full term of such leases. The lease is on a store in Regent Street, London, and has been assigned to Esprit. WBSS has been liquidated.

Whilst a contingent liability has been noted, the view of the Directors is that should the lease revert it is unlikely to be a liability.

22. Ultimate parent undertaking

The directors consider ENIC International Limited, a company incorporated in the Bahamas, as the ultimate and immediate parent undertaking and the ultimate controlling party. ENIC Limited is both the largest and smallest group that these accounts are consolidated into.

ENIC Limited

Notes to the accounts Year ended 31 December 2015

23. EXPLANATION OF TRANSITION TO FRS 102

This is the first year that the Company has presented its financial statements under Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council. The last financial statements under previous UK GAAP were for the year ended 31 December 2014 and the date of transition to FRS 102 was therefore 1 January 2014. As a consequence of adopting FRS 102, there has been a change in accounting policy around the prior year revaluation of the Upper Street investment properties. Under previous UK GAAP, this revaluation was held within the revaluation reserve, but upon FRS 102 the revaluation is required to pass through the Profit & Loss account.

Reconciliation of profit or loss for 2014

	£000
Profit/(Loss) for the financial year under previous UK GAAP	-
<i>Revaluation gain transferred from reserves to P&L</i>	2,902
Profit for the financial year under FRS 102	<u>2,902</u>

Notes to the reconciliation of profit or loss for 2014

Under FRS 102, all changes in fair value of investment property pass through the profit and loss account, rather than being held in a revaluation reserve.