

REGISTERED NUMBER: 02910034 (England and Wales)

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 SEPTEMBER 2017
FOR
OLDHAM PROPERTY PARTNERSHIPS LIMITED**



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FOR THE YEAR ENDED 24 SEPTEMBER 2017**

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OLDHAM PROPERTY PARTNERSHIPS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 24 SEPTEMBER 2017**

DIRECTORS:

J P Banfi
A J Gardner
M E Nuttall
B W Scandrett
J M Stretton

SECRETARY:

P Chape

REGISTERED OFFICE:

Prospect House
168-170 Washway Road
Sale
Cheshire
M33 6RH

REGISTERED NUMBER:

02910034 (England and Wales)

AUDITORS:

Deloitte LLP
Statutory Auditor
Manchester
United Kingdom
M60 2AT

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 24 SEPTEMBER 2017**

The directors present their report with the financial statements of the company for the year ended 24 September 2017.

The directors present their audited financial statements of the company for the year ended 24 September 2017. The financial statements have been prepared under FRS 102.

The directors' report has been prepared in accordance with the provisions applicable to the small companies exemption. Accordingly a strategic report has not been prepared.

The company meets the definition of a small entity under Section 1A of FRS 102 and has therefore taken advantage of the disclosure exemptions available to it including the presentation of a cash flow statement.

PRINCIPAL ACTIVITY

The principal activity in the year under review continued to be that of an investment holding company. The directors do not anticipate this to change in the foreseeable future.

REVIEW OF BUSINESS

The results for the year are set out in the Statement of Comprehensive Income on page 6. The directors consider the results for the year to be satisfactory and look forward to the coming year with confidence.

DIRECTORS

The directors shown below have held office during the whole of the period from 25 September 2016 to the date of this report.

J P Banfi
A J Gardner
M E Nuttall
B W Scandrett
J M Stretton

GOING CONCERN

After making enquiries, and based on the assumptions outlined in note 1, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis for accounting in preparing the annual financial statements.

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the report of directors and 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditor is unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

AUDITORS

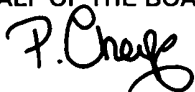
The company has passed an elective resolution dispensing with the requirement to appoint an auditor annually. Deloitte LLP have expressed their willingness to continue in office as auditor of the company and are therefore deemed to be reappointed for a further term.

OLDHAM PROPERTY PARTNERSHIPS LIMITED (REGISTERED NUMBER: 02910034)

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 24 SEPTEMBER 2017**

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to read 'P. Chape', written in a cursive style.

P Chape - Secretary

15 December 2017

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF OLDHAM PROPERTY PARTNERSHIPS LIMITED

Report on the audit of the financial statements

Opinion

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 24 September 2017 and of the company's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements of Oldham Property Partnerships Limited which comprise:

- the statement of comprehensive income;
- the balance sheet;
- the statements of changes in equity; and
- the related notes 1 to 13.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We are required by ISAs (UK) to report in respect of the following matters where:

- the directors' use of the going concern basis of accounting in preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

We have nothing to report in respect of these matters.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Responsibilities of directors

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, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF OLDHAM PROPERTY PARTNERSHIPS LIMITED

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit for the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

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.

Report on other legal and regulatory requirements

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

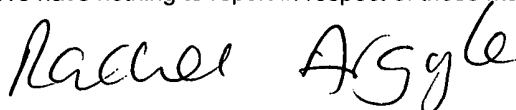
In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the directors' report.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters if, in our opinion:

- adequate accounting records have not been kept by, 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.
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

We have nothing to report in respect of these matters.



Rachel Argyle (Senior Statutory Auditor)
for and on behalf of Deloitte LLP
Statutory Auditor
Manchester
United Kingdom
M60 2AT

15 December 2017

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 24 SEPTEMBER 2017**

	Notes	2017 £'000	2016 £'000
TURNOVER		-	-
Administrative expenses		(2)	(4)
OPERATING LOSS	2	(2)	(4)
Income from shares in group undertakings		3,411	477
Interest receivable and similar income	3	-	2
		3,409	475
Interest payable and similar expenses	4	(411)	(478)
PROFIT/(LOSS) BEFORE TAXATION		2,998	(3)
Tax on profit/(loss)	5	-	(3)
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		2,998	(6)
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>2,998</u>	<u>(6)</u>

OLDHAM PROPERTY PARTNERSHIPS LIMITED (REGISTERED NUMBER: 02910034)

**BALANCE SHEET
24 SEPTEMBER 2017**

	Notes	2017 £'000	2016 £'000
FIXED ASSETS			
Investments	7	2,069	2,069
CURRENT ASSETS			
Debtors	8	17,273	16,683
Cash at bank		6	96
		<u>17,279</u>	<u>16,779</u>
CREDITORS			
Amounts falling due within one year	9	(7,227)	(9,725)
NET CURRENT ASSETS		<u>10,052</u>	<u>7,054</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>12,121</u>	<u>9,123</u>
CAPITAL AND RESERVES			
Called up share capital	11	-	-
Capital redemption reserve	12	9,711	7,211
Retained earnings	12	2,410	1,912
SHAREHOLDERS' FUNDS		<u>12,121</u>	<u>9,123</u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved and authorised for issue by the Board of Directors on 15 December 2017 and were signed on its behalf by:



A J Gardner - Director

OLDHAM PROPERTY PARTNERSHIPS LIMITED (REGISTERED NUMBER: 02910034)

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 24 SEPTEMBER 2017**

	Retained earnings £'000	Capital redemption reserve £'000	Total equity £'000
Balance at 25 September 2015	1,918	7,211	9,129
Changes in equity			
Total comprehensive income	(6)	-	(6)
Balance at 24 September 2016	<u>1,912</u>	<u>7,211</u>	<u>9,123</u>
Changes in equity			
Total comprehensive income	498	2,500	2,998
Balance at 24 September 2017	<u><u>2,410</u></u>	<u><u>9,711</u></u>	<u><u>12,121</u></u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 24 SEPTEMBER 2017**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

Oldham Property Partnerships Limited is a company incorporated in the United Kingdom under the Companies Act 2006. The address of the registered office is given on page 1. The nature of the company's operations and its principal activities are set out in the report of the directors on pages 2 and 3.

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 (FRS 102) issued by the Financial Reporting Council.

The company is a private company limited by shares and is registered in England and Wales.

The functional currency of the company is considered to be pounds sterling because that is the currency of the primary economic environment in which the company operates. The financial statements are presented in pounds sterling.

Oldham Property Partnerships Limited meets the definition of a qualifying entity under FRS 102 and has taken advantage of the disclosure exemptions available to it in respect of its separate financial statements. Oldham Property Partnerships Limited's balance sheet is consolidated in the financial statements of its parent, Brookhouse Properties Limited, which may be obtained from Prospect House, 168-170 Washway Road, Sale, Cheshire, M33 6RH. Exemptions have been taken in these separate company financial statements in relation to financial instruments, presentation of a cash flow statement, disclosure of certain related party transactions and remuneration of key management personnel.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 24 SEPTEMBER 2017

1. ACCOUNTING POLICIES - continued

Taxation

Current tax, including UK corporation 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 company'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.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent, 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 measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of the timing difference. Deferred tax relating to property, plant and equipment measured using the revaluation model and investment property is measured using the tax rates and allowances that apply to the sale of the asset.

Where items recognised in other comprehensive income or equity are chargeable to or deductible for tax purposes, the resulting current or deferred tax expense or income is presented in the same component of comprehensive income or equity as the transaction or other event that resulted in tax expense or income.

Current tax assets and liabilities are offset only when there is a legally enforceable right to set off the amounts and the company intends either to settle on a net basis or to realise the asset and settle the liability simultaneously. Deferred tax assets and liabilities are offset only if: a) the company has a legally enforceable right to set off current tax assets against current tax liabilities; and b) the deferred tax assets and deferred tax liabilities relate to income tax liabilities levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

Going Concern

The directors have received confirmation that Brookhouse Properties Limited, the company's parent company, will continue to provide the necessary level of support to enable the company to continue to operate for the foreseeable future. In considering the ability of Brookhouse Properties Limited to provide any necessary support in the context of the uncertainties it faces as a result of the current economic climate, the directors have obtained an understanding of Brookhouse Properties Limited's forecasts, the continuing availability of its facilities and its strategic and contingent plans.

Taking all of these factors into account, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future and therefore continue to adopt the going concern basis in preparing these financial statements.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 24 SEPTEMBER 2017

1. ACCOUNTING POLICIES - continued

Financial assets

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial assets are recognised in the company's statement of financial position when the company becomes party to the contractual provision of the instrument.

Financial assets are classified into specified categories. The classification depends on the nature and purpose of the financial assets and is determined at the time of recognition.

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Other financial assets classified as fair value through profit or loss are measured at fair value.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. The impairment loss is recognised in profit or loss.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expiry, or when it transfers the financial asset and substantially all the risks and rewards of ownership to another entity.

Financial liabilities

Basic financial liabilities are initially measured at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Other financial liabilities classified as fair value through profit or loss are measured at fair value.

Derecognition of financial liabilities

Financial liabilities are derecognised when, and only when, the company's obligations are discharged, cancelled, or they expire.

Investments

Fixed asset investments are shown at cost less provisions for impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value only of the shares issued. Any premium is ignored.

Investment income

Income from investments in subsidiary undertakings is included in the profit and loss account when dividends have been declared.

2. OPERATING LOSS

There were no directors' emoluments, staff costs or non-audit fees during the current or prior year. The auditor's remuneration of £2,595 (2016: £2,804) in respect of the statutory audit of the company for the current and prior year is borne by another group company, Brookhouse Builders Limited, and recharged.

The company does not have any employees.

No director received any remuneration for their services to the company (2016: £nil). The directors of the company were remunerated through another group company. No costs are recharged to the company as it is not practicable to fairly apportion the cost of these services.

3. INTEREST RECEIVABLE AND SIMILAR INCOME

	2017	2016
	£'000	£'000
Deposit account interest	-	2
	<u> </u>	<u> </u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 24 SEPTEMBER 2017

4. INTEREST PAYABLE AND SIMILAR EXPENSES

	2017	2016
	£'000	£'000
Preference dividends	411	478

5. TAXATION

Analysis of the tax charge

The tax charge on the profit for the year was as follows:

	2017	2016
	£'000	£'000
Current tax:		
Adjustment in respect of prior periods	-	3
Tax on profit/(loss)	-	3

UK corporation tax has been charged at 19.50%.

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2017	2016
	£'000	£'000
Profit/(loss) before tax	2,998	(3)
Profit/(loss) multiplied by the standard rate of corporation tax in the UK of 19.500% (2016 - 20%)	585	(1)
Effects of:		
Expenses not deductible for tax purposes	80	-
Income not taxable for tax purposes	(665)	-
Adjustments to tax charge in respect of previous periods	-	3
Group relief	-	1
Total tax charge	-	3

The company earns its profits in the UK therefore the tax rate used for tax on ordinary activities is the standard rate for corporation tax (pro-rated) of 19.5% (2016: 20%).

During the year beginning 25 September 2017 the net reversal of deferred tax assets and liabilities is expected to increase/(decrease) the corporation tax charge for the year by £nil.

6. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Company's accounting policies, which are described in note 1, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Critical judgements in applying the Company's accounting policies

The directors do not consider there to be any critical accounting judgements that must be applied.

Key sources of estimation uncertainty

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The directors do not consider there to be any estimates or assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 24 SEPTEMBER 2017

7. FIXED ASSET INVESTMENTS

	Shares in group undertaking £'000
COST	
At 25 September 2016 and 24 September 2017	2,069
NET BOOK VALUE	
At 24 September 2017	2,069
At 24 September 2016	2,069

The company's investment at the Balance Sheet date in the share capital of companies include the following:

OPP Investments Limited

Nature of business: Property development, investment and management
Registered office: Prospect House, 168-170 Washway Road, Sale, Cheshire, M33 6RH

	%
Class of shares:	holding
Ordinary	100.00

OPP (Westhulme) Limited

Nature of business: Property development, investment and management
Registered office: Prospect House, 168-170 Washway Road, Sale, Cheshire, M33 6RH

	%
Class of shares:	holding
Ordinary	100.00

OPP Chadderton Limited

Nature of business: Property development, investment and management
Registered office: Prospect House, 168-170 Washway Road, Sale, Cheshire, M33 6RH

	%
Class of shares:	holding
Ordinary	100.00

All subsidiaries are registered in England and Wales.

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £'000	2016 £'000
Amounts owed by group undertakings	17,273	16,683

Amounts owed by group undertakings in the current and previous year which are repayable within one year are repayable on demand, unsecured and interest free.

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £'000	2016 £'000
Preference shares (see note 10)	7,038	9,538
VAT	189	187
	7,227	9,725

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 24 SEPTEMBER 2017

10. LOANS

An analysis of the maturity of loans is given below:

	2017 £'000	2016 £'000
Amounts falling due within one year or on demand:		
Preference shares	<u>7,038</u>	<u>9,538</u>

Details of shares shown as liabilities are as follows:

Allotted, issued and fully paid:			2017	2016
Number:	Class:	Nominal value:	£	£
19,075,000	"B" Cumulative Redeemable 5% Preference Shares	50p	-	9,537,500
14,075,000	"B" Cumulative Redeemable 5% Preference Shares	50p	<u>7,037,500</u>	<u>-</u>
			<u>7,037,500</u>	<u>9,537,500</u>

During the year the company redeemed 5,000,000 of its "B" Cumulative Redeemable 5% Preference Shares at their nominal value.

The "B" cumulative redeemable 5% preference shares represent financial liabilities and are redeemable in full on 31 March 2018.

The rights attributed to these shares are summarised in note 11.

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2017	2016
Number:	Class:	Nominal value:	£	£
264	Ordinary	£1	<u>264</u>	<u>264</u>

The rights attributed to each class of shares (including preference shares in note 10) are summarised below:

Income

The "B" cumulative redeemable 5% preference shareholders have the right, in priority to any payment by way of a dividend to the holders of any other shares in the capital of the company, to an amount equal to 5% of the nominal issued value.

The preference share holders will received an annual preference dividend as may be determined by the directors for an amount equal to 5% of the nominal value.

Voting

The ordinary shares confer on the holders the right to receive notice of all general meetings of the company and vote threat. The "B" cumulative redeemable 5% preference shares and preference shares do not carry these rights.

Capital

Firstly in paying the holders of the "B" cumulative redeemable 5% preference shares all unpaid arrears, dividends and amount paid up as capital. Secondly in paying the preference shares the amount paid up as capital. Thirdly in paying the ordinary shares the amount paid up as capital together with any balance.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 24 SEPTEMBER 2017

12. RESERVES

	Retained earnings £'000	Capital redemption reserve £'000	Totals £'000
At 25 September 2016	1,912	7,211	9,123
Profit for the year	2,998	-	2,998
Preference share redemption	(2,500)	2,500	-
At 24 September 2017	<u>2,410</u>	<u>9,711</u>	<u>12,121</u>

The capital redemption reserve arose as a result of the redemption of the company's preference shares.

Retained earnings represents cumulative profits or losses, including unrealised profit on the re-measurement of investment properties, net of dividends paid and other adjustments.

13. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

14. ULTIMATE PARENT COMPANY

The company's immediate parent company is Brookhouse Group Limited, a company incorporated in the UK. The company's ultimate parent company is Aggregate Company S.a.r.l, a company incorporated in Luxembourg. The ultimate controlling party of that company is the Aggregate Trust.

The smallest and largest group in which the results of the company are consolidated is that headed by Brookhouse Properties Limited incorporated in the UK. Copies of the financial statements are available from the registered office, Prospect House, 168-170 Washway Road, Sale, Cheshire M33 6RH.