

Registered number: 36581

BROOKE BOND GROUP LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

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Registered number: 36581

BROOKE BOND GROUP LIMITED

COMPANY INFORMATION

DIRECTORS

Ms A J K Elphick
Mr R C Hazell
Ms A L King
Mr J Thurston (resigned 18 April 2016)

COMPANY SECRETARIES

Mr J O Earley
Mr R C Hazell
Miss S Magol (appointed 23 March 2016)
Mr J Thurston (resigned 23 February 2016)
Ms A K Conway (resigned 31 December 2015)

REGISTERED NUMBER

36581

REGISTERED OFFICE

Unilever House
100 Victoria Embankment
London
EC4Y 0DY
United Kingdom

INDEPENDENT AUDITOR

KPMG LLP Statutory Auditor
Chartered Accountants
15 Canada Square
London
E14 5GL
United Kingdom

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BROOKE BOND GROUP LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2015**

The Directors present their report and the financial statements for the year ended 31 December 2015.

PRINCIPAL ACTIVITY

The principal activity of the Company is to act as a holding company. Almost all expenses, including the remuneration of the auditor, were borne by the ultimate parent undertaking or a fellow subsidiary.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £17,477,000 (2014: £14,089,000).

Dividends paid in the year amounted to £NIL (2014: £NIL).

DIRECTORS

The Directors who served during the year were:

Ms A J K Elphick
Mr R C Hazell
Ms A L King
Mr J Thurston (resigned 18 April 2016)

POLITICAL AND CHARITABLE DONATIONS

No donations were paid during the year (2014: £NIL)

FUTURE DEVELOPMENTS

The Directors consider that, in the conditions prevailing during the year, the development of the Company's business and its financial position at the end of the year were satisfactory. The Directors do not expect any development in the Company's business in the coming year which is significantly different from its present activities.

PRINCIPAL RISKS AND UNCERTAINTIES

The management of the business and the execution of the Company's strategy are subject to a number of risks. The key business risks and uncertainties affecting the Company are considered to relate to the deterioration of the underlying businesses that support the investments held. Additional risks that this Company and the Unilever Group are subject to, and how they are managed, in the context of the Unilever Group as a whole is provided in the Unilever Group published annual report for the year ended 31 December 2015.

FINANCIAL KEY PERFORMANCE INDICATORS

Given the straightforward nature of the business, the Company's Directors are of the opinion that analysis using key performance indicators is not necessary for an understanding of the development, performance or position of the business.

BROOKE BOND GROUP LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2015**

DISCLOSURE OF INFORMATION TO AUDITOR

Each of the persons who is a Director at the time when this Directors' Report is approved has confirmed that:

- as so far as that 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/she ought to have been taken as a Director in order to be aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

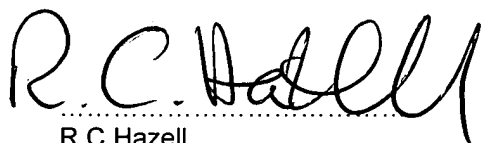
STRATEGIC REPORT

The Company has taken advantage of disclosure exemptions available to small companies under Section 414B of the Companies Act 2006, and not prepared a strategic report.

AUDITORS

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

This report was approved by the Board on 23 September 2016 and signed on its behalf by



R C Hazell
Director

Registered Office: Unilever House, 100 Victoria Embankment, London, EC4Y 0DY

Company registration number: 36581

BROOKE BOND GROUP LIMITED**DIRECTORS' RESPONSIBILITIES STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2015**

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 applicable law and United Kingdom Accounting Standards (UK Generally Accepted Accounting Practice), including Financial Reporting Standard 101 'Reduced Disclosure Framework'. 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.

BROOKE BOND GROUP LIMITED**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF BROOKE BOND GROUP LIMITED**

We have audited the financial statements of Brooke Bond Group Limited for the year ended 31 December 2015, set out on pages 6 to 21. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (UK Generally Accepted Accounting Practice) including Financial Reporting Standard 101 'Reduced Disclosure Framework'.

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 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 December 2015 and of its results 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 MATTERS 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.

BROOKE BOND GROUP LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF BROOKE BOND GROUP 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:

- 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; or
- the directors were not entitled to take advantage of the small companies exemption from the requirement to prepare strategic report.



Paul Korolkiewicz (Senior Statutory Auditor)

for and on behalf of
KPMG LLP, Statutory Auditor

Chartered Accountants

15 Canada Square
London
E14 5GL
United Kingdom

Date: 26 September 2016

BROOKE BOND GROUP LIMITED**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2015**

	Note	2015 £000	2014 £000
Exchange gain/(loss)		638	(156)
Other expenses		(10)	(9)
Operating profit/(loss)	3	628	(165)
Income from shares in group companies	7	16,470	14,219
Result on ordinary activities before taxation		17,098	14,054
Taxation on result on ordinary activities	8	379	35
Profit for the year		17,477	14,089

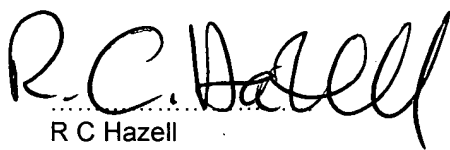
STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2015

	2015 £	2014 £
Profit for the financial period	<u>17,477</u>	<u>14,089</u>
Other comprehensive income:		
Items that will not be reclassified to profit or loss:		
Fair value movement	112,052	227,221
	<u>129,529</u>	<u>241,310</u>
Total comprehensive income for the period	<u><u>129,529</u></u>	<u><u>241,310</u></u>

**BALANCE SHEET
AS AT 31 DECEMBER 2015**

	Note	2015 £000	2014 £000 <i>Restated (note 14)</i>
Fixed assets			
Investments	9	4,924,378	4,812,326
Current assets			
Debtors (Debtors amounts falling due after more than one year £24,284,000 (2014: £24,318,000))	10	24,698	24,318
Cash at bank and in hand		12	13
		<u>24,710</u>	<u>24,331</u>
Creditors: Amounts falling due within one year	11	(233,887)	(250,985)
Net current liabilities		<u>(209,177)</u>	<u>(226,654)</u>
Total assets less current liabilities		<u>4,715,201</u>	<u>4,585,672</u>
Net assets		<u><u>4,715,201</u></u>	<u><u>4,585,672</u></u>
Capital and reserves			
Called up share capital	12	86,662	86,662
Share premium account		30,990	30,990
Revaluation reserve		33,528	33,528
Fair value reserves		918,667	806,615
Profit and loss account		3,645,354	3,627,877
Total shareholders' funds		<u><u>4,715,201</u></u>	<u><u>4,585,672</u></u>

The financial statements were approved and authorised for issue by the Board of Directors and were signed on its behalf on 23 September 2016:


R C Hazell
Director

BROOKE BOND GROUP LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2015

	Called up share capital £000	Share premium account £000	Revaluation reserves £000	Fair value reserves £000	Profit and loss account £000	Total equity £000
At 1 January 2015	86,662	30,990	33,528	806,615	3,627,877	4,585,672
Profit for the year	-	-	-	-	17,477	17,477
Fair value movement	-	-	-	112,052	-	112,052
At 31 December 2015	<u>86,662</u>	<u>30,990</u>	<u>33,528</u>	<u>918,667</u>	<u>3,645,354</u>	<u>4,715,201</u>

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2014

<i>Restated (note 14)</i>	Called up share capital £000	Share premium account £000	Revaluation reserves £000	Fair value reserves £000	Profit and loss account £000	Total equity £000
At 1 January 2014	86,662	30,990	33,528	579,394	3,613,788	4,344,362
Profit for the year	-	-	-	-	14,089	14,089
Fair value movement	-	-	-	227,221	-	227,221
At 31 December 2014	<u>86,662</u>	<u>30,990</u>	<u>33,528</u>	<u>806,615</u>	<u>3,627,877</u>	<u>4,585,672</u>

BROOKE BOND GROUP LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015****1. ACCOUNTING POLICIES****1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

Brooke Bond Group Limited is a company incorporated and domiciled in the UK.

These financial statements were prepared in accordance with Financial Reporting Standard 101 'Reduced Disclosure Framework' ("FRS 101"). The amendments of FRS 101 (2014/15 Cycle) issued in July 2015 and effective immediately have been applied.

In preparing these financial statements, the Company applies the recognition, measurement and disclosure requirements of International Accounting Standards as adopted by the EU ("Adopted IFRS"), but makes amendments where necessary in order to comply with Companies Act 2006 and has been set out below where advantages of the FRS 101 disclosure exemptions has been taken.

In these financial statements, the Company has adopted FRS 101 for the first time.

In the transition to FRS 101, the Company has applied IFRS 1 whilst ensuring that its assets and liabilities are measured in compliance with FRS 101. An explanation of how the transition to FRS 101 has affected the reported financial position, financial performance of the Company is provided in note 14.

IFRS 1 grants certain exemptions from the full requirements of Adopted IFRSs in the transition period. The following exemptions have been taken in these financial statements:

- Business combinations: business combinations that took place prior to 1 January 2014 have not been restated;
- Fair value at deemed cost – At 1 January 2014 fair value has been used at deemed costs.

In these financial statements, where applicable, the Company has applied the exemptions available under FRS 101 in respect of the following disclosures:

- A Cash Flow Statement and related notes;
- Comparative period reconciliations for share capital, tangible assets, intangible assets and investment properties;
- Disclosures in respect of transactions with wholly owned subsidiaries;
- Disclosures in respect of capital management;
- The effects of new but not yet effective IFRSs;
- Disclosures in respect of compensation of Key Management Personnel.

As the consolidated financial statements of Unilever PLC includes equivalent disclosures, the Company has also applied the exemptions under FRS 101 available in respect of the following disclosures where applicable:

- IFRS 2 Share Based Payments in respect of group settled share based payments;
- Certain disclosures required by IAS 36 Impairment of assets in respect of the impairment of goodwill and indefinite life intangible assets;
- Disclosures required by IFRS 5 Non-current Assets Held for Sale and Discontinued Operations in respect of the cash flows of discontinued operations;
- Certain disclosures required by IFRS 3 Business Combinations in respect of business combinations undertaken by the Company;

BROOKE BOND GROUP LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

1. ACCOUNTING POLICIES (continued)

- Certain disclosures required by IFRS 13 Fair value measurement and the disclosures required by IFRS 7 Financial Instrument Disclosures;
- The disclosures required by IFRS 7 and 13 regarding financial instrument disclosures have not been provided apart from those which are relevant for the financial instruments which are held at fair value and are not either held as part of trading portfolio or derivatives.

The Company's ultimate parent undertaking, Unilever PLC, includes the Company in its consolidated financial statements. The consolidated financial statements of Unilever PLC are prepared in accordance with International Financial Reporting Standards and provided in the published Unilever PLC Annual Report, available at www.unilever.com.

The Company has notified its shareholders that it has elected to adopt FRS 101, for its financial statements for the year ended 31 December 2015 and on an ongoing basis until such time as the Company notifies its shareholders of any changes to its chosen accounting framework.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements and in preparing an opening FRS 101 balance sheet at 1 January 2015 for the purposes of the transition to FRS 101.

1.2 CONSOLIDATION

The company is a wholly-owned subsidiary of Unilever PLC. It is included in the consolidated financial statements of Unilever Group which are publicly available. Therefore the company is exempt by virtue of section 400 of the Companies Act 2006 from the requirement to prepare consolidated financial statements.

1.3 MEASUREMENT CONVENTION

The financial statements are prepared on the historical cost basis except that the following assets are stated at their fair value: none

1.4 GOING CONCERN

Brooke Bond Group Limited has net current liabilities. These financial statements have been prepared on a going concern basis because Unilever PLC has formally indicated that it will continue to provide financial and other support to the Company to enable it to trade and meet its liabilities as and when they become due, for at least the next twelve months.

1.5 CASH AND CASH EQUIVALENTS

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

BROOKE BOND GROUP LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015****1. ACCOUNTING POLICIES (continued)****1.6 DEBTORS**

Debtors are amounts due from group undertakings for services performed in the ordinary course of business and other receivables. If collection is expected in one year or less (or in the normal operating cycle of the business if longer), they are classified as due within one year. If not, they are presented as due after more than one year.

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

1.7 VALUATION OF INVESTMENTS

Investments in Group undertakings are entities controlled by the Company, where control is the power directly or indirectly to govern the financial and operating policies of the entity so as to obtain benefit from its activities.

Associated company investments are entities in which the Group has a long-term interest and over which the Group has directly or indirectly significant influence, where significant influence is the ability to influence the financial and operating policies of the entity. Other investments are shares in other entities, for which the Company's influence is less than significant. This investment in equity securities held by the Company are classified as being available-for-sale and are stated at fair value, with any resultant gain or loss being recognised directly in equity (in the fair value reserve), except for impairment losses. When these investments are derecognised, the cumulative gain or loss previously recognised directly in equity is recognised in profit or loss.

Investments in Group undertakings are held at cost less accumulated impairment losses. Where the value of an investment is considered to have been permanently impaired, a carrying value below cost method is employed and any impairment charge is taken to the Profit and Loss Account.

The carrying amounts of the Company's fixed assets investments are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell.

1.8 CREDITORS

Creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers which are mainly group undertakings. If payment is expected in one year or less, they are classified as due within one year. If not, they are presented as due after more than one year.

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

1. ACCOUNTING POLICIES (continued)**1.9 FOREIGN CURRENCY TRANSLATION****Functional and presentation currency**

The company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Profit and Loss Account except when deferred in other comprehensive income as qualifying cash flow hedges.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Profit and Loss Account. All other foreign exchange gains and losses are presented in the Profit and Loss Account.

1.10 DIVIDENDS

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting. Dividends on shares recognised as liabilities are recognised as expenses and classified within interest payable.

BROOKE BOND GROUP LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015****1. ACCOUNTING POLICIES (continued)****1.11 CURRENT AND DEFERRED TAXATION**

Tax on the profit or loss for the year comprises current and deferred tax. Tax is recognised in the profit and loss account except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The following temporary differences are not provided for: the initial recognition of goodwill; the initial recognition of assets or liabilities that affect neither accounting nor taxable profit other than in a business combination, and differences relating to investments in subsidiaries to the extent that they will probably not reverse in the foreseeable future. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the balance sheet date. For investment property that is measured at fair value, deferred tax is provided at the rate applicable to the sale of the property except for that part of the property that is depreciable and the company's business model is to consume substantially all of the value through use. In the latter case the tax rate applicable to income tax is used.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised or that the Company has determined it is appropriate to recognise the deferred tax asset as it is recoverable due to the fact that the Company is part of a UK group for group relief purposes.

2. JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Estimates and judgements are continually evaluated and are based on historical experience and other factors including expectations of future events that are believed to be reasonable under the circumstances.

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

1 *Impairment of debtors*

The company makes an estimate of the recoverable value of the debtors. When assessing impairment of debtors, management considers factors including the ageing profile of receivables and historical experience;

2 *Impairment of fixed assets investments*

The company makes an estimate of the recoverable value of the fixed assets investments. For a description of management's approach see Note (1.7) Valuation of investments.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

3. OPERATING PROFIT/(LOSS)

The operating profit/(loss) is arrived at after crediting/(charging) the following amounts:

	2015	2014
	£000	£000
Exchange differences	638	(156)
Other expenses	(10)	(9)
Operating profit/(loss)	<u>628</u>	<u>(165)</u>

4. AUDITORS' REMUNERATION

The fees for KPMG LLP (and its associates, if applicable) in respect of the statutory audit for the current year are borne by a fellow Unilever Group company, Unilever U.K. Central Resources Limited.

	2015	2014
	£	£
Fees for the audit of the Company	2,850	3,750

The company has taken advantage of the exemption not to disclose amounts paid for non-audit services as these are disclosed in the group accounts of the parent company.

5. EMPLOYEES

No employees were employed by the Company during 2015 (2014: no employees) and no employee costs were incurred by the Company (2014: £NIL).

6. DIRECTORS' REMUNERATION

No remuneration (2014: £NIL) was paid by the Company to the Directors, including the Chairman. All Directors are employed by Unilever U.K. Central Resources Limited or Unilever PLC and are remunerated by those companies respectively in respect of their services to the Unilever Group as a whole. None of these costs are charged to the Company.

7. INCOME FROM SHARES IN GROUP UNDERTAKINGS

	2015	2014
	£000	£000
Dividends	16,470	14,219
Total	<u>16,470</u>	<u>14,219</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

8. TAXATION

	2015	2014
	£000	£000
Recognised in the profit and loss account		
UK corporation tax		
Current tax on income for the year	(29)	35
Adjustments in respect of prior years	408	-
Total current tax	<u>379</u>	<u>35</u>
Tax (charge)/credit on profits on ordinary activities	<u>379</u>	<u>35</u>

The current UK corporate tax rate that has been used for the period is a blended rate of 20.25% (2014: 21.5%). This is on the basis that the rate changed from 21% to 20% as of 1 April 2015.

In addition, a further reduction to the main rate is proposed to reduce the rate to 19% from 1 April 2017 and to 18% from 1 April 2020. This further change was substantively enacted on 26 October 2015, before the balance sheet date, and therefore has been included in these financial statements. An additional reduction to 17% (effective from 1 April 2020) was announced in the Budget on 16 March 2016. Such changes are not expected to have a significant effect on the deferred tax balances.

	2015	2014
	£000	£000
Reconciliation of tax expense		
Profit/(loss) for the year	17,098	14,054
Total tax expense	<u>379</u>	<u>35</u>
Tax using the UK corporation tax rate of 20.25% (2014: 21.5%)	(3,462)	(3,022)
Tax exempt revenues - dividends	3,433	3,057
(Under)/overprovided in prior years	408	-
Total tax expense	<u>379</u>	<u>35</u>

BROOKE BOND GROUP LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015****9. INVESTMENTS**

<i>Restated (note 14)</i>	Subsidiary undertakings £000	Associate undertakings £000	Participating interests £000	Total £000
Cost				
At 1 January 2015	3,977,530	67,752	16,550	4,061,832
At 31 December 2015	3,977,530	67,752	16,550	4,061,832
Provision				
At 1 January 2015	(56,121)	-	-	(56,121)
At 31 December 2015	(56,121)	-	-	(56,121)
Fair value adjustment (for assets available for sale)				
At 1 January 2015	-	-	806,615	806,615
Charge for the year	-	-	112,052	112,052
At 31 December 2015	-	-	918,667	918,667
Net book value				
At 31 December 2015	3,921,409	67,752	935,217	4,924,378
At 31 December 2014	3,921,409	67,752	823,165	4,812,326

SUBSIDIARY AND ASSOCIATE UNDERTAKINGS

The investments are in subsidiary undertakings of the Company. Their names together with their country of incorporation/registration are listed below. A description of the shares and the proportion held are also shown below.

Included in investments are the following associated undertakings, which amount to 20% or more of the nominal value of the allotted shares of the companies concerned and where significant influence is exercised over the investment.

BROOKE BOND GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

9. INVESTMENTS (continued)

The following were subsidiary undertakings and associates of the Company:

Name	Country of incorporation	Class of shares	Proportion of nominal value of shares held	Principal activity
BBG Investments (France) Ltd	England and Wales	Ordinary	100%	Dormant
Brooke Bond Assam Estates Ltd	England and Wales	Ordinary	100%	Holding
Unilever Australia Partnership Ltd.	England and Wales	Ordinary	100%	Holding
Unilever Australia Investments Ltd.	England and Wales	Ordinary	100%	Holding
Brooke Bond Mombasa Ltd.	Kenya	Ordinary - Indirect	98.52%	Dormant
Mabroukie Tea & Coffee Estates Ltd.	Kenya	Ordinary - Indirect	98.52%	Dormant
Unilever Tea Kenya Ltd. Plantations	Kenya	Ordinary	98.52%	Plantation, Tea and Packaging
Unilever Tea Tanzania Ltd.	Tanzania	Ordinary	100%	Tea Plantations
The Limuru Tea Company Ltd.	Kenya	Ordinary - Indirect	52%	Tea Plantations
Unilever Trumbull Holdings Inc.	USA	Ordinary	23.23%	Holding

The aggregate value of the share capital and reserves as at 31 December 2015 and of the profit or loss for the year ended on that date for the associated companies were as follows:

	Capital and reserves £000	Profit £000
Unilever Trumbull Holdings Inc.	411,769	42,204

BROOKE BOND GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

9. INVESTMENTS (continued)

PARTICIPATING INTERESTS

Participating interests include listed investments in companies in which Brooke Bond Group Limited influence is less than significant.

Listed investments represent 106,739,460 shares in Hindustan Unilever Limited, whose shares are listed on the Bombay Stock Exchange (market price per share at 31 December 2015 INR 862.35). For the calculation of the market value, the Unilever closing 31 December 2015 exchange rate of 98.42287 has been used.

Name	Country of incorporation	Class of shares	Proportion of nominal value of shares held
Hindustan Unilever Limited	India	Ordinary	4.94%

In the opinion of the Directors, the value of the investments in subsidiary undertakings, associate undertakings and participating interests consisting of shares and amounts owing, is not less than the amount at which the investment is stated in the balance sheet.

10. DEBTORS

	2015 £000	2014 £000
Due after more than one year		
Group relief receivable	-	35
Amounts owed by Group undertakings	24,280	24,280
Accruals and deferred income	4	3
Total	24,284	24,318

Amounts owed by Group undertakings include balances with Brooke Bond Assam Estates Limited, Brooke Bond South India Estates Limited and Unilever PLC which are non-interest bearing, unsecured and payable on demand. There is no intention to recall the repayment of the outstanding balance within a year as of 31 December 2015.

	2015 £000	2014 £000
Due within one year		
Group relief receivable	414	-
Total	414	-
Total debtors	24,698	24,318

BROOKE BOND GROUP LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

11. CREDITORS

	2015	2014
	£000	£000
Amounts falling due within one year		
Amounts owed to Group undertakings	(233,887)	(250,985)
Total	<u>(233,887)</u>	<u>(250,985)</u>

Amounts owed to Group undertakings include balances with Unilever U.K. Central Resources Limited which are non-interest bearing, unsecured and payable on demand.

12. SHARE CAPITAL

	2015	2014
	£000	£000
Allotted, called up and fully paid		
346,646,201 (2014: 346,646,201) ordinary shares of £0.25 each	<u>86,662</u>	<u>86,662</u>

13. CONTROLLING PARTY

The ultimate parent company and controlling party is Unilever PLC which is also the immediate parent company and is incorporated in the United Kingdom. The Company has not disclosed transactions with fellow, wholly owned subsidiaries in accordance with the exemption under the terms of International Accounting Standard (IAS) 24 "Related party disclosures" as the ultimate parent company produces publicly available consolidated financial statements. These financial statements are both the smallest and largest group to consolidate these financial statements. Copies of Unilever Group financial statements can be publicly obtained from Unilever PLC, Investor Relations Department, 100 Victoria Embankment, London EC4Y 0DY and www.unilever.com.

14. FIRST TIME ADOPTION OF FRS 101

As stated in note 1, these are the Company's first financial statements prepared in accordance with FRS 101. The accounting policies set out in the notes have been applied in preparing the financial statements for the year ended 31 December 2015, the comparative information presented in these financial statements for the year ended and in the preparation of an opening FRS 101 balance sheet at 1 January 2015 (the Company's date of transition).

In preparing its FRS 101 balance sheet, the Company has investigated whether amounts reported previously in financial statements prepared in accordance with its old basis of accounting (UK GAAP), should be adjusted. The outcome is that the accounting policies applied under the previous accounting framework are materially different to FRS 101 for fixed asset investments. See the next table for the reconciliations from 'old UK GAAP' to FRS 101 for total equity as at 1 January 2014 and 31 December 2014.

BROOKE BOND GROUP LIMITED**NOTES TO THE FINANCIAL STATEMENTS
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		As previously stated 1 January 2014 £000	Effect of transition 1 January 2014 £000	FRS 101 (as restated) 1 January 2014 £000	As previously stated 31 December 2014 £000	Effect of transition 31 December 2014 £000	FRS 101 (as restated) 31 December 2014 £000
	Note						
Fixed assets	(a)	3,989,411	579,394	4,568,805	4,005,711	806,615	4,812,326
Current assets							
Debtors		24,283	-	24,283	24,318	-	24,318
Cash at bank and in hand		13	-	13	13	-	13
Creditors: amounts falling due within one year		(248,739)	-	(248,739)	(250,985)	-	(250,985)
Net current liabilities		(224,443)	-	(224,443)	(226,654)	-	(226,654)
Total assets less current liabilities		3,764,968	579,394	4,344,362	3,779,057	806,615	4,585,672
NET ASSETS		3,764,968	579,394	4,344,362	3,779,057	806,615	4,585,672
Capital and reserves							
Called up share capital		86,662	-	86,662	86,662	-	86,662
Share premium account		30,990	-	30,990	30,990	-	30,990
Other reserves		33,528	-	33,528	33,528	-	33,528
Fair value reserves	(a)	-	579,394	579,394	-	806,615	806,615
Profit and loss account		3,613,788	-	3,613,788	3,627,877	-	3,627,877
TOTAL SHAREHOLDERS' FUND		3,764,968	579,394	4,344,362	3,779,057	806,615	4,585,672

(a) In line with UK GAAP, Brooke Bond Group Limited held the other investments at book value equal to historical cost. Under FRS 101, other investments are held at fair value with gains and losses on re-measurement are recognised in the fair value reserves.