

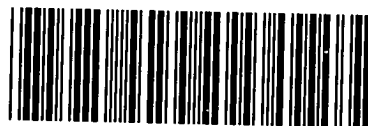
Registration number: 3316860

Ellis Bates Insurance Brokers Limited

Financial Statements

for the period from 1 February 2013 to 31 December 2013

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Ellis Bates Insurance Brokers Limited
Company Information

Company secretary	J Owens
Registered office	Towergate House Eclipse Park Sittingbourne Road Maidstone Kent ME14 3EN
Auditors	KPMG Audit Plc Senior Statutory Auditor 1 The Embankment Neville Street Leeds LS1 4DW

Ellis Bates Insurance Brokers Limited

Strategic Report for the period from 1 February 2013 to 31 December 2013

The directors present their strategic report for the period from 1 February 2013 to 31 December 2013.

Principal activities and business review

The results for Ellis Bates Insurance Brokers Limited ("the Company") show a pre-tax profit of £2,453,597 (Year ended 31/01/2013: £202,890) for the period and turnover of £927,683 (Year ended 31/01/2013: £1,238,496). The company has net assets of £60,000 (Year ended 31/01/2013: £474,214). The Company's accounting reference date was changed from 31 January to 31 December to fall inline with the Groups year end.

The principal activity of the company was the provision of insurance intermediary services, until 31 October 2013 when the business of the Company together with its assets and liabilities were sold to Towergate Risk Solutions Limited, a fellow undertaking within the Towergate PartnershipCo Limited Group, which generated an exceptional profit of £2,200,000.

The Company ceased to trade on that date.

The consideration receivable comprised the sum of the fair value of the tangible fixed assets and liabilities and the market value of goodwill as estimated by the directors.

Principal risks and uncertainties

The principal risks and their mitigation are as follows.

Strategic and Commercial Risk

There are risks of changes to the competitive and / or economic environment. This is mitigated by a robust strategy and planning process, regular monitoring of economic and competitive environment and diversification of product lines and channels.

Financial Risk

There is the risk of adverse impact on business value or earning capacity as well as risk of inadequate cash flow to meet financial obligations. This risk is mitigated by proactive management of the business plan, regular monitoring of cash flows against risk appetite and a close relationship with a number of debt providers.

Operational Risk

There is the risk of losses arising from inadequate or failed internal processes, from personnel and / or from external events. These are mitigated by employing an Enterprise Risk Management Framework owned by the Group Risk Officer and business continuity planning.

Regulatory and Legal Risk

The Risk of regulatory sanctions, material financial loss or loss to reputation suffered as a result of non compliance with laws, regulations and applicable administrative provisions. This risk is mitigated by a proactive relationship with the FCA, a dedicated compliance function, and a compliance monitoring programme in place.

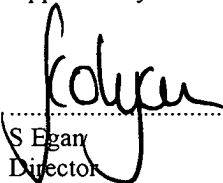
Ellis Bates Insurance Brokers Limited
Strategic Report for the period from 1 February 2013 to 31 December 2013

Key performance indicators

Financial key performance indicators are Gross Written Premium and commission and fees income as a percentage of premium.

Non financial key performance indicators are staffing levels which remained constant throughout the period. The Company actively encourages all employees to become involved in Group affairs and is also keen to encourage two way communications on relevant business issues. This is achieved through regular employee meetings and presentations by senior management and is supported by a Group wide communication plan. Further discussions on employee matters can be found in the director's report.

Approved by the Board on 19 December 2014 and signed on its behalf by:


.....
S Egan
Director

Ellis Bates Insurance Brokers Limited
Directors' Report for the period from 1 February 2013 to 31 December 2013

The directors present their report and the financial statements for the period from 1 February 2013 to 31 December 2013.

Directors of the Company

The directors who held office during the period were as follows:

MS Hodges (*resigned 17 October 2014*)

S Egan

P Bates (*resigned 5 July 2013*)

P Ellis (*resigned 5 July 2013*)

D Hughes (*resigned 15 February 2013*)

M Shaw (*resigned 19 June 2013*)

The following director was appointed after the period end:

A Lyons (*appointed 12 December 2014*)

Dividends

The directors recommend a final dividend payment of £2,868,837 be made in respect of the financial period ended 31 December 2013. This dividend has not been recognised as a liability in the financial statements.

Political and charitable donations

The Company made charitable contributions of £50 (Year ended 31/01/2013: £185) and political contributions of £Nil (Year ended 31/01/2013: £Nil) during the period.

Ellis Bates Insurance Brokers Limited
Directors' Report for the period from 1 February 2013 to 31 December 2013

Going concern

In the previous years, the financial statements have been prepared on a going concern basis. However on 31 October 2013 the directors took the decision to cease trading following the sale of the company's trade and assets. As they do not intend to acquire replacement trade, the directors have not prepared the financial statements on a going concern basis. No adjustments were necessary to the amount at which the remaining net assets are included in these financial statements.

However, at 31 December 2013, the company's net assets of £60,000 (Year ended 31/01/2013: £474,214) and net current assets of £60,000 (Year ended 31/01/2013: £446,357) comprised an inter-company debtor balance of £60,000 (Year ended 31/01/2013: £32) and an inter-company creditor balance of £Nil (Year ended 31/01/2013: £271).

In reaching their view on the carrying value of this balance, the Directors have therefore considered significant uncertainties facing the wider Towergate group, which were disclosed on 19 November 2014 in the consolidated financial statements of Towergate Holdings II Limited, an intermediate parent company, for the period ended 30 September 2014. Those consolidated financial statements highlighted uncertainties over the group's operational cash flow and liquidity requirements in Q1 2015 and respective management actions some of which require the agreement of third parties, the successful renegotiation of the Group's financial covenant attaching to a fully drawn £85m Revolving Credit Facility and the quantum, timing and recoveries of customer redress payments relating to advice given by the group's Towergate Financial businesses. Due to the uncertainties facing the group, it has to be recognised that there is material uncertainty which may cast significant doubt as to the Group's ability to continue as a going concern and, if the assumptions underpinning the Group's remedial plans are not realised, the Group maybe unable to realise its assets and discharge its liabilities in the normal course of business.

It has to be recognised that the uncertainties facing the Towergate group highlighted above give rise to a material uncertainty over the recoverability of the inter-company debtor balance. Nevertheless, the Directors of the Company have considered the conclusions reached by the Directors of Towergate Holdings II Limited regarding the Group's going concern position and, on that basis, have made no provision against the balance.

Directors' liabilities

All directors benefit from qualifying third party indemnity provisions in place during the financial year and at the date of this report.

Disclosure of information to the auditors

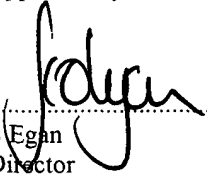
Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditors are unaware.

Ellis Bates Insurance Brokers Limited
Directors' Report for the period from 1 February 2013 to 31 December 2013

Reappointment of auditors

Our auditor, KPMG Audit Plc, has instigated an orderly wind down of business. The board has decided to put KPMG LLP forward to be appointed as auditors and the resolution concerning their appointment will be put forward for approval at the forthcoming board meeting.

Approved by the Board on 19 December 2014 and signed on its behalf by:


.....
S Egan
Director

Ellis Bates Insurance Brokers Limited

Statement of Directors' Responsibilities

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

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

- select suitable accounting policies and 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 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.

As explained in Note 1 the Directors do not believe that it is appropriate to prepared these financial statements on a going concern basis.

Independent Auditor's Report to the members of Ellis Bates Insurance Brokers Limited

We have audited the financial statements of Ellis Bates Insurance Brokers Limited for the period from 1 February 2013 to 31 December 2013, set out on pages 10 to 22. 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).

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

Respective responsibilities of directors and auditor

As explained more fully in the Statement of Directors' Responsibilities (set out on page 7), 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 (APB'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 the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2013 and of its profit for the period 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.

Other matter - Prior period financial statements

In forming our opinion on the financial statements we note that the prior period financial statements were not audited. Consequently, International Standards on Auditing (UK and Ireland) require the auditor to state that the corresponding figures contained within these financial statements are unaudited.

Emphasis of matter - recoverability of inter-company balance

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in note 1 to the financial statements concerning the recoverability of the Company's inter-company debtor of £60,000 against which no provision has been made. Note 1 discloses the need for the Directors of the Towergate Group successfully to manage the material uncertainties referred to in that note in order for the Group to continue as a going concern. Were it to be unable to do so, the Company's debtor would not be recoverable.

Emphasis of matter - non-going concern basis of preparation

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in note 1 to the financial statements which explains that the financial statements are now not prepared on the going concern basis for the reasons set out in that note.

Opinion on other matter prescribed by the Companies Act 2006

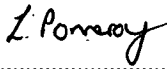
In our opinion the information given in the Strategic Report and the Directors' Report for the financial period for which the financial statements are prepared is consistent with the financial statements.

Independent Auditor's Report to the members of Ellis Bates Insurance Brokers 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.



.....
Lawrence Pomeroy (Senior Statutory Auditor)
For and on behalf of KPMG Audit Plc, Statutory Auditor

1 The Embankment
Neville Street
Leeds
LS1 4DW

19 December 2014

Ellis Bates Insurance Brokers Limited
Profit and Loss Account for the Period from 1 February 2013 to 31 December 2013

		1 February 2013 to 31 December 2013 £	Year ended 31 January 2013 £
Turnover		927,683	1,238,496
Administrative expenses		<u>(672,378)</u>	<u>(1,032,537)</u>
Operating profit	2	255,305	205,959
Exceptional profit on sale or termination of operations	3	2,200,000	-
Other interest receivable and similar income	6	168	-
Interest payable and similar charges	7	<u>(1,876)</u>	<u>(3,069)</u>
Profit on ordinary activities before taxation		2,453,597	202,890
Tax on profit on ordinary activities	8	<u>(58,970)</u>	<u>(43,946)</u>
Profit for the financial period	15	<u><u>2,394,627</u></u>	<u><u>158,944</u></u>

Turnover and operating profit derive wholly from discontinued operations.

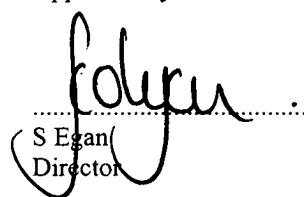
The Company has no recognised gains or losses for the period other than the results above.

There is no difference between the profit on ordinary activities before taxation and the retained profit for the year stated above, and their historical cost equivalents.

Ellis Bates Insurance Brokers Limited
(Registration number: 3316860)
Balance Sheet as at 31 December 2013

	Note	31 December 2013 £	31 January 2013 £
Fixed assets			
Tangible assets	9	-	56,785
Current assets			
Debtors	10	60,000	469,234
Cash at bank and in hand		-	412,339
		<u>60,000</u>	<u>881,573</u>
Creditors: Amounts falling due within one year	11	-	(435,216)
Net current assets		<u>60,000</u>	<u>446,357</u>
Total assets less current liabilities		60,000	503,142
Creditors: Amounts falling due after more than one year	12	-	(24,879)
Provisions for liabilities		-	(4,049)
Net assets		<u>60,000</u>	<u>474,214</u>
Capital and reserves			
Called up share capital	14	60,000	4
Profit and loss account	15	-	474,210
Shareholders' funds	16	<u>60,000</u>	<u>474,214</u>

Approved by the Board on 19 December 2014 and signed on its behalf by:


S Egan
Director

The notes on pages 12 to 22 form an integral part of these financial statements.

Ellis Bates Insurance Brokers Limited

Notes to the Financial Statements

1 Accounting policies

Basis of preparation

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

Exemption from preparing a cash flow statement

The Company is exempt from preparing a cash flow statement as 90% or more of the voting rights are held within the Group.

Going concern

In the previous years, the financial statements have been prepared on a going concern basis. However on 31 October 2013 the directors took the decision to cease trading following the sale of the company's trade and assets. As they do not intend to acquire replacement trade, the directors have not prepared the financial statements on a going concern basis. No adjustments were necessary to the amount at which the remaining net assets are included in these financial statements.

However, at 31 December 2013, the company's net assets of £60,000 (Year ended 31/01/2013: £474,214) and net current assets of £60,000 (Year ended 31/01/2013: £446,357) comprised an inter-company debtor balance of £60,000 (Year ended 31/01/2013: £32) and an inter-company creditor balance of £Nil (Year ended 31/01/2013: £271).

In reaching their view on the carrying value of this balance, the Directors have therefore considered significant uncertainties facing the wider Towergate group, which were disclosed on 19 November 2014 in the consolidated financial statements of Towergate Holdings II Limited, an intermediate parent company, for the period ended 30 September 2014. Those consolidated financial statements highlighted uncertainties over the group's operational cash flow and liquidity requirements in Q1 2015 and respective management actions some of which require the agreement of third parties, the successful renegotiation of the Group's financial covenant attaching to a fully drawn £85m Revolving Credit Facility and the quantum, timing and recoveries of customer redress payments relating to advice given by the group's Towergate Financial businesses. Due to the uncertainties facing the group, it has to be recognised that there is material uncertainty which may cast significant doubt as to the Group's ability to continue as a going concern and, if the assumptions underpinning the Group's remedial plans are not realised, the Group maybe unable to realise its assets and discharge its liabilities in the normal course of business.

It has to be recognised that the uncertainties facing the Towergate group highlighted above give rise to a material uncertainty over the recoverability of the inter-company debtor balance. Nevertheless, the Directors of the Company have considered the conclusions reached by the Directors of Towergate Holdings II Limited regarding the Group's going concern position and, on that basis, have made no provision against the balance.

Turnover

Turnover represents amounts chargeable in respect of the sale of goods and services to customers.

Ellis Bates Insurance Brokers Limited

Notes to the Financial Statements

Insurance transactions, client money and insurer money

Insurance transactions arise from the settlement of transactions with insurance companies on behalf of insurance intermediaries who are members of the network. A debtor balance representing amounts owing from individual customers is recognised when the member arranges a policy, along with a creditor balance representing amounts due to the ultimate insurance provider and commissions earned by the intermediary and Ellis Bates Insurance Brokers Limited. That element of commission earned by Ellis Bates Insurance Brokers Limited is recognised in the profit and loss account at the time the policy is arranged.

Insurance broking debtors and creditors are reported in accordance with the requirements of FRS 5, 'Reporting the Substance of Transactions'. The standard precludes assets and liabilities being offset unless net settlement is legally enforceable, and as a result the insurance broking debtors and creditors have been shown as the gross amounts due in respect of each contract, instead of the net amount due to or from clients and underwriters.

The insurance broking account relates to money held by the Company in a client money account for future settlement of insurance transactions.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

<i>Asset class</i>	<i>Depreciation method and rate</i>
Motor vehicles	25% straight line per annum
Fixtures and fittings	15% straight line per annum
Computer equipment	25% straight line per annum
Leasehold improvements	Over the remaining life of the lease

Deferred tax

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the balance sheet date, except as required by FRS19.

Deferred tax is measured at the rates that are expected to apply in the periods when the timing differences are expected to reverse, based on the tax rates and law enacted at the balance sheet date.

Post retirement benefits

The company operates a defined contribution pension scheme. Contributions are recognised in the profit and loss account in the period in which they become payable in accordance with the rules of the scheme.

Ellis Bates Insurance Brokers Limited
Notes to the Financial Statements

2 Operating profit

Operating profit is stated after charging/(crediting):

	1 February 2013 to 31 December 2013 £	Year ended 31 January 2013 £
Profit on sale of tangible fixed assets	(376)	(406)
Depreciation of owned assets	<u>13,307</u>	<u>19,859</u>

Amounts receivable by the Company's auditor in respect of services to the Company and its associates, other than the audit of the Company's financial statements, have not been disclosed as the information is required instead to be disclosed on a consolidated basis in the consolidated financial statements of the Company's parent, Towergate PartnershipCo Limited.

3 Exceptional items

	1 February 2013 to 31 December 2013 £	Year ended 31 January 2013 £
Exceptional profit on sale or termination of operations	<u>(2,200,000)</u>	<u>-</u>

On 31 October 2013 the business of the Company together with its assets and liabilities were sold to Towergate Underwriting Group Limited for a consideration of £2,200,000 plus a pound for pound amount representative of the value of the Adjusted Net Assets at that date. Profit on Sale of the business was therefore £2,200,000.

4 Particulars of employees

The average number of persons employed by the Company (including directors) during the period, analysed by category was as follows:

	1 February 2013 to 31 December 2013 No.	Year ended 31 January 2013 No.
Administration and support	22	23

The aggregate payroll costs were as follows:

	1 February 2013 to 31 December 2013 £	Year ended 31 January 2013 £
Wages and salaries	422,175	609,940
Social security costs	42,491	56,075
Other pension schemes	<u>10,216</u>	<u>31,396</u>
	<u>474,882</u>	<u>697,411</u>

Ellis Bates Insurance Brokers Limited
Notes to the Financial Statements

5 Directors' remuneration

The directors' remuneration for the period was as follows:

	1 February 2013 to 31 December 2013 £	Year ended 31 January 2013 £
Remuneration	21,600	64,756
Contributions paid to money purchase schemes	<u>3,658</u>	<u>9,015</u>
	<u>25,258</u>	<u>73,771</u>

The emoluments of Messrs Hodges and Egan are paid by other Group companies, which make no recharge to the Company. These directors are directors of the ultimate parent company and / or a number of fellow subsidiaries and it is not possible to make an accurate apportionment of their emoluments in respect of each of the subsidiaries. Their total emoluments are included in the financial statements of the ultimate parent company.

During the period the number of directors who were receiving benefits and share incentives was as follows:

	1 February 2013 to 31 December 2013 No.	Year ended 31 January 2013 No.
Accruing benefits under money purchase pension scheme	<u>2</u>	<u>2</u>

In respect of the highest paid director:

	1 February 2013 to 31 December 2013 £	Year ended 31 January 2013 £
Remuneration	21,600	64,756
Company contributions to money purchase pension schemes	<u>3,658</u>	<u>-</u>

6 Other interest receivable and similar income

	1 February 2013 to 31 December 2013 £	Year ended 31 January 2013 £
Bank interest receivable	<u>168</u>	<u>-</u>

Ellis Bates Insurance Brokers Limited
Notes to the Financial Statements

8 Taxation

Tax on profit on ordinary activities

	1 February 2013 to 31 December 2013 £	Year ended 31 January 2013 £
Current tax		
Corporation tax charge	62,022	47,031
Adjustments in respect of previous years	<u>4,414</u>	<u>(7,625)</u>
Total current tax	66,436	39,406
Deferred tax		
Origination and reversal of timing differences	<u>(7,466)</u>	<u>4,540</u>
Total tax on profit on ordinary activities	<u><u>58,970</u></u>	<u><u>43,946</u></u>

Factors affecting current tax charge for the year

The tax on profit on ordinary activities for the period is lower than the standard rate of corporation tax in the UK (Year ended 31/01/2013 - lower than the standard rate of corporation tax in the UK) of 23.25% (Year ended 31/01/2013 - 23.39%).

The differences are reconciled below:

	1 February 2013 to 31 December 2013 £	Year ended 31 January 2013 £
Profit on ordinary activities before tax	<u>2,453,597</u>	<u>202,890</u>
Corporation tax at standard rate	570,461	47,460
Capital allowances in excess of depreciation	973	(4,134)
Non-taxable income	(511,500)	-
Expenses not deductible for tax purposes	2,088	3,705
Adjustment for prior periods	<u>4,414</u>	<u>-</u>
Total current tax	<u><u>66,436</u></u>	<u><u>47,031</u></u>

Ellis Bates Insurance Brokers Limited
Notes to the Financial Statements

Factors that may affect future tax charges

The Budget on 20 March 2013 announced that the UK corporation tax rate will reduce to 20% by April 2015. A reduction in the rate from 25% to 23% (effective from 1 April 2013) was substantively enacted on 3 July 2012, and a further reduction to 21% (effective from 1 April 2014) and then 20% (effective 1 April 2015) was substantively enacted on 17 July 2013.

This will reduce the Company's future current tax charge accordingly.

It has not yet been possible to quantify the full anticipated effect of the announced further 3% rate reduction, although this will further reduce the Company's future current tax charge.

9 Tangible fixed assets

	Short leasehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Computer £
Cost				
At 1 February 2013	25,472	19,170	18,144	57,528
Additions	-	2,664	-	648
Disposals	(25,472)	(19,170)	(18,144)	(20,276)
Disposal of businesses	-	(2,664)	-	(37,900)
At 31 December 2013	-	-	-	-
Depreciation				
At 1 February 2013	20,635	13,305	2,649	26,940
Charge for the year	408	1,127	1,472	10,300
Eliminated on disposals	(21,043)	(11,768)	(4,121)	(16,425)
Disposal of businesses	-	(2,664)	-	(20,815)
At 31 December 2013	-	-	-	-
Net book value				
At 31 December 2013	-	-	-	-
At 31 January 2013	4,837	5,865	15,495	30,588

**Ellis Bates Insurance Brokers Limited ,
Notes to the Financial Statements**

	Total £
At 1 February 2013	120,314
Additions	3,312
Disposals	(83,062)
Disposal of businesses	(40,564)
At 31 December 2013	-
At 1 February 2013	63,529
Charge for the year	13,307
Eliminated on disposals	(53,357)
Disposal of businesses	(23,479)
At 31 December 2013	-
At 31 December 2013	-
At 31 January 2013	56,785

Leased assets

Included within the net book value of tangible fixed assets is £Nil (Year ended 31/01/2013 - £38,633) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the period on these assets was £Nil (Year ended 31/01/2013 - £2,649).

10 Debtors

	31 December 2013 £	31 January 2013 £
Trade debtors in relation to insurance transactions	-	440,564
Amounts owed by group undertakings	60,000	32
Other debtors	-	12,761
Prepayments and accrued income	-	15,877
	<u>60,000</u>	<u>469,234</u>

Ellis Bates Insurance Brokers Limited
Notes to the Financial Statements

11 Creditors: Amounts falling due within one year

	31 December 2013	31 January 2013
	£	£
Bank loans and overdrafts	-	5,478
Trade creditors in relation to insurance transactions	-	340,163
Obligations under finance lease and hire purchase contracts	-	13,812
Amounts owed to group undertakings	-	271
Corporation tax	-	39,441
Other taxes and social security	-	15,966
Other creditors	-	8,023
Accruals and deferred income	-	12,062
	<u>-</u>	<u>435,216</u>

12 Creditors: Amounts falling due after more than one year

	31 December 2013	31 January 2013
	£	£
Obligations under finance lease and hire purchase contracts	<u>-</u>	<u>24,879</u>

13 Obligations under leases and hire purchase contracts

Amounts repayable under finance leases and hire purchase contracts:

	31 December 2013	31 January 2013
	£	£
Within one year	-	13,812
In two to five years	<u>-</u>	<u>24,879</u>
	<u>-</u>	<u>38,691</u>

Ellis Bates Insurance Brokers Limited
Notes to the Financial Statements

14 Share capital

Allotted, called up and fully paid shares

	31 December 2013		31 January 2013	
	No.	£	No.	£
Ordinary Shares of £1 each	<u>60,000</u>	<u>60,000</u>	<u>4</u>	<u>4</u>

New shares allotted

During the period 59,996 Ordinary shares having an aggregate nominal value of £59,996 were allotted for an aggregate consideration of £59,996, which was settled through the intercompany account.

15 Reserves

	Profit and loss account £
At 1 February 2013	474,210
Profit for the period	2,394,627
Dividends	<u>(2,868,837)</u>
At 31 December 2013	<u>-</u>

16 Reconciliation of movement in shareholders' funds

	31 December 2013 £	31 January 2013 £
Profit attributable to the members of the Company	2,394,627	158,944
Dividends	(2,868,837)	(155,991)
New share capital subscribed	<u>59,996</u>	<u>-</u>
Net (reduction)/addition to shareholders funds	(414,214)	2,953
Shareholders' funds at start of period	<u>474,214</u>	<u>471,261</u>
Shareholders' funds at end of period	<u>60,000</u>	<u>474,214</u>

Ellis Bates Insurance Brokers Limited
Notes to the Financial Statements

17 Pension schemes

Defined contribution pension scheme

Towergate PartnershipCo Limited and the Company operate a defined contribution pension scheme. The pension cost charge for the period represents contributions payable by the Company to the scheme and amounted to £10,216 (Year ended 31/01/2013 - £31,396).

18 Related party transactions

The Company has taken advantage of the exemption in FRS8 "Related Party Disclosures" from disclosing transactions with other members of the Group.

19 Control

The parent of the largest Group in which results are consolidated is Towergate PartnershipCo Limited.

Consolidated financial statements are available from:

Towergate House
Eclipse Park
Sittingbourne Road
Maidstone
Kent ME14 3EN

The ultimate parent company is Towergate PartnershipCo Limited.