

Company Registration No. 03771147 (England and Wales)

ALLIED DOMECQ LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

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ALLIED DOMEQ LIMITED

COMPANY INFORMATION

Directors	I Fitzsimons H Fetter S Macnab A Hamilton-Stanley
Company number	03771147
Registered office	Chivas House 72 Chancellors Road Hammersmith London W6 9RS
Auditor	Mazars LLP 90 St. Vincent Street Glasgow G2 5UB

ALLIED DOMEQ LIMITED

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ALLIED DOMEcq LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 30 JUNE 2016

The directors present the strategic report for the year ended 30 June 2016.

Introduction

The principal activity of the Company is that of an investment holding company.

The Company's results have been prepared in accordance with FRS 102 - The Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS 102"), for the first time for the year ended 30 June 2016. Comparative figures for the previous year have also been restated on this basis. As a result of the transition to FRS 102, the Company's functional currency has changed to EUR. Full details of the functional currency change and reconciliations of equity and of profit or loss from previous UK GAAP to FRS 102 are contained in Note 19 of the accounts.

Business review

The Company made a profit of €16.5m in the year (2015: loss of €219.7m). The prior year result included a loss on foreign currency activities of €329m in respect of GBP loans repaid at 1 July 2015. In addition current year income from investments has reduced by €106.9m which has been mitigated slightly by lower interest rates reducing net interest costs from €62.9m to €49.9m.

Principal risks and uncertainties

The principal risks facing the Company are interest rate risk and currency risk. The Company manages these risks by financing its operations through Group borrowings made in the desired currencies at floating rates.

As the Company is a holding company, it is reliant on the executive management teams within the operational businesses to manage competitive pressures in all of the markets in which they operate and to grow the business in line with forecast expectations.

Financial key performance indicators

The Company monitors changes in the underlying value of equity investments and uses the results of this monitoring process to ensure there is no permanent diminution in the carrying value of its equity investments.

Results

The results for the year are set out on page 7.

ALLIED DOMECQ LIMITED

STRATEGIC REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2016

Financial instruments

Treasury operations and financial instruments

The Pernod Ricard Group ("Group") operates a centralised treasury function. The directors make use of this facility to assist in managing liquidity, interest rate and foreign currency risks associated with the Group's activities.

Liquidity risk

The Group manages its cash and borrowing requirements centrally to maximise interest income and minimise interest expense, whilst ensuring that the Group has sufficient liquid resources to meet the operating needs of the business.

Interest rate risk

The Group is exposed to fair value interest rate risk on its fixed rate borrowings and cash flow interest rate risk on its floating rate deposits, bank overdrafts and loans. The Group uses interest rate derivatives to manage the mix of fixed and variable rate debt so as to reduce its exposure to changes in interest rates where appropriate. The Company has no interest rate swaps in place as all loan balances are within the Pernod Ricard S.A. group.

Foreign currency risk

The Group's principal foreign currency exposures arise from trading operations in overseas companies. Group policy permits but does not demand that these exposures may be hedged. This hedging activity involves the use of foreign exchange forward contracts.

Credit risk

Investments of cash surpluses, borrowings and derivative instruments are made through banks which must fulfill credit rating criteria approved by the Board of Pernod Ricard SA.

On behalf of the board



S Macnab

Director

14 December 2016

ALLIED DOMECQ LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2016

The directors present their report and financial statements for the year ended 30 June 2016. The following information is not included in the Directors' Report because it is shown in the Strategic Report:

Business review
Principal risks and uncertainties
Financial key performance indicators
Financial instruments

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

I Fitzsimons
H Fetter
S Macnab
A Hamilton-Stanley

Results and dividends

The Directors declared and paid a dividend of €66,097,000. (Year ended 30 June 2015: €173,043,000 (£130,576,000)).

Auditor

In order to ensure good corporate governance, the Audit Committee of the Company's ultimate holding company, Pernod Ricard S.A. (PRSA), recommended that the provision of external audit services currently performed by Mazars, one of PRSA's two principal statutory auditors, be put out to tender in 2016. Following a transparent and competitive tender, KPMG S.A. was appointed to replace Mazars as a principal statutory auditor of the Group at PRSA's 2016 Annual General Meeting. For consistency, the Company will appoint KPMG Audit Plc. as auditor to replace Mazars LLP in accordance with section 485 of the Companies Act 2006, commencing with the 2017 financial year.

ALLIED DOMECQ LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2016

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 the 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 of disclosure to auditor

Each of the directors in office at the date of approval of this annual report confirms that:

- so far as the directors are aware, there is no relevant audit information of which the Company's auditor is unaware, and
- the directors have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information

On behalf of the board



S Macnab

Director

14 December 2016

ALLIED DOMEQC LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF ALLIED DOMEQC LIMITED

We have audited the financial statements of Allied Domecq Limited for the year ended 30 June 2016 which comprise the Statement of Total Comprehensive Income, the Balance Sheet, the Statement of Changes in Equity and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 4, 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. 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.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the FRC'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 30 June 2016 and of its profit 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 Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

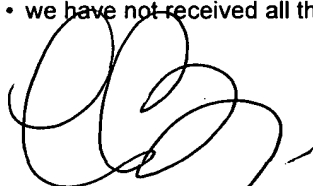
ALLIED DOMEQ LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF ALLIED DOMEQ 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.



Jacqueline Berry (Senior Statutory Auditor)
for and on behalf of Mazars LLP

14 December 2016

**Chartered Accountants and
Statutory Auditor**

90 St. Vincent Street
Glasgow
G2 5UB

ALLIED DOMECQ LIMITED

STATEMENT OF TOTAL COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2016

	Notes	2016 €000	2015 €000
Income from shares in group undertakings		66,096	173,043
Operating profit		66,096	173,043
Gain on disposal of fixed asset investments		234	-
Interest receivable and similar income	5	11,576	15,515
Foreign exchange (loss) on financing activities		-	(329,831)
Interest payable and similar charges	6	(61,449)	(78,464)
Profit / (Loss) before taxation		16,457	(219,737)
Taxation	7	-	-
Profit / (Loss) after taxation		16,457	(219,737)
Other comprehensive income		-	-
Total comprehensive income/(loss) for the year		16,457	(219,737)

The Statement of Total Comprehensive Income has been prepared on the basis that all operations are continuing operations.

The notes on pages 10 to 22 are an integral part of these financial statements.

ALLIED DOMECQ LIMITED

BALANCE SHEET

AS AT 30 JUNE 2016

	Notes	2016 €'000	2015 €000
Fixed assets			
Investments	9	7,366,284	7,369,872
Current assets			
Debtors: amounts falling due after one year	10	698,807	687,231
Creditors: amounts falling due within one year	11	-	(3,648,888)
Net current assets/(liabilities)		698,807	(2,961,657)
Creditors: amounts falling due after one year	12	(3,706,516)	-
Net Assets		<u>4,358,575</u>	<u>4,408,215</u>
Capital and reserves			
Called up share capital	13	826,091	826,091
Share premium account	14	1,236,369	1,236,369
Profit and loss reserves		2,296,115	2,345,755
Total equity		<u>4,358,575</u>	<u>4,408,215</u>

The notes on pages 10 to 22 are an integral part of these financial statements.

The financial statements were approved by the board of directors and authorised for issue on 14 December 2016 and are signed on its behalf by:



S Macnab
Director

Company Registration No. 03771147

ALLIED DOMECQ LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2016

	Notes	Share capital €'000	Share premium account €'000	Profit and loss reserves €'000	Total €'000
Balance at 1 July 2014		826,091	1,236,369	2,738,535	4,800,995
Year ended 30 June 2015:					
Total comprehensive income for the year		-	-	(219,737)	(219,737)
Dividends	8	-	-	(173,043)	(173,043)
Balance at 30 June 2015		826,091	1,236,369	2,345,755	4,408,215
Year ended 30 June 2016:					
Total comprehensive income for the year		-	-	16,457	16,457
Dividends	8	-	-	(66,097)	(66,097)
Balance at 30 June 2016		826,091	1,236,369	2,296,115	4,358,575

The notes on pages 10 to 22 are an integral part of these financial statements.

ALLIED DOMEcq LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2016

1 Accounting policies

Company information

Allied Domecq Limited is a limited company domiciled and incorporated in England and Wales. The registered office is Chivas House, 72 Chancery Road, Hammersmith, London, W6 9RS. The principal place of business is 111-113 Renfrew Road, Paisley, PA3 4DY.

The Company is a wholly owned subsidiary of Pernod Ricard S.A. and its results are included in the consolidated financial statements of Pernod Ricard S.A.

1.1 Accounting convention

These financial statements for the year ended 30 June 2016 are the first financial statements of the Company prepared in accordance with FRS 102 - The Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS 102") and the Companies Act 2006. The date of transition to FRS 102 was 1 July 2014. An explanation of how transition to FRS 102 has affected the reported financial position and financial performance is given in note 19. The last financial statements prepared under previous UK GAAP were as at 30 June 2015.

The financial statements are prepared in EUR, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest €'000.

The financial statements have been prepared under the historical cost convention and on a going concern basis. The principal accounting policies adopted are set out below.

The Company has taken advantage of the exemption under section 400 of the Companies Act 2006 not to prepare consolidated accounts. The financial statements present information about the Company as an individual entity and not about its group.

1.2 Reduced Disclosure exemptions

The Company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by Section 1 of FRS 102:

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Basic Financial Instruments paragraphs 11.41 to 11.48A, financial instruments disclosures;
- the requirements of Section 12 Other Financial Instrument Issues paragraphs 12.27 to 12.29, hedge accounting disclosures;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7, key management personnel compensation.

This information is included in the consolidated financial statements of Pernod Ricard S.A. as at 30 June 2016.

1.3 Judgements and key estimates

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and amounts reported in the Statement of Total Comprehensive Income during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. The following judgements have had the most significant effect on amounts recognised in the financial statements:

ALLIED DOMEQC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2016

1 Accounting policies

(Continued)

Assessing for indicators of impairment

The Company assesses for any indication that its assets may be impaired by considering whether any significant changes have taken place, or are expected to take place, which could have an adverse effect on the entity.

Assessing functional currency

The directors are required to identify the functional currency of the Company. In making this decision the directors have used judgement to determine which currency represents the economic effects of the underlying transactions, events and conditions.

1.4 Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

1.5 Revenue

Dividend income receivable is recognised when the Company's right to receive the payment is established and is classified as forming part of operating profit from ordinary activities.

1.6 Fixed asset investments

A subsidiary is an entity controlled by the Company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

Interests in subsidiaries are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. Any impairment losses or reversals of impairment losses are recognised immediately in the Statement of Total Comprehensive Income.

1.7 Financial assets and liabilities

The Company has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS102.

Financial instruments are recognised in the Company's Balance Sheet when the Company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial instruments

Basic financial instruments which include trade payables and receivables; inter-company lending arrangements; 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. Instruments that are payable or receivable within one year are measured at the undiscounted amount of the cash or other consideration expected unless the arrangement constitutes a financing transaction, where the Company measures the debt instrument at the present value of future payments discounted at a market rate of interest for a similar debt instrument.

1.8 Equity instruments

Equity instruments issued by the Company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the Company.

ALLIED DOMECQ LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2016

1 Accounting policies (Continued)

1.9 Taxation

The tax expense represents the sum of the tax currently payable.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the Statement of Total Comprehensive Income because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

1.10 Foreign exchange

Transactions in currencies other than EUR are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the Statement of Total Comprehensive Income for the period.

2 Auditors' remuneration

The current and prior year audit fee has been borne by another group company.

3 Employees

There were no employees during the year (except for directors) (2015: nil).

4 Directors' remuneration

The directors received no remuneration during the year to 30 June 2016 in respect of their services to the Company (2015: nil).

5 Interest receivable and similar income

	2016 €'000	2015 €'000
Interest receivable from group companies	11,576	15,515

6 Interest payable and similar charges

	2016 €'000	2015 €'000
Interest payable to group companies	61,449	78,464

ALLIED DOMECQ LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2016

7 Taxation

The charge for the year can be reconciled to the profit/(loss) per the Statement of Total Comprehensive Income as follows:

	2016 €'000	2015 €'000
Profit/(loss) before taxation	16,457	(219,737)
Expected tax charge based on the standard rate of corporation tax in the UK of 20.00% (2015: 20.75%)	3,291	(45,595)
Tax effect of expenses that are not deductible in determining taxable profit	-	68,440
Tax effect of income not taxable in determining taxable profit	(13,266)	(35,908)
Surrender of tax losses to group companies	9,975	13,063
Tax expense for the year	-	-

The tax credit for the year to 30 June 2016 has been reduced by €9,975,000 (2015: €13,063,000) in respect of group relief surrendered to group undertakings for nil consideration.

Factors that may affect future tax charges

The Company's tax charge in future periods will be affected by the availability of group relief for any losses that are incurred by other group undertakings.

Summer Finance Bill 2015 was substantively enacted on 26 October 2015, which had the effect of reducing the main rate of corporation tax to 19% from 1 April 2017 and to 18% from 1 April 2020. As these rate changes were enacted before the balance sheet date, any deferred tax assets or liabilities have been calculated at 19% or 18% in line with when the Company anticipates the temporary differences will unwind.

Budget 2016 set out a further reduction in the main rate of corporation tax from 18% to 17% from 1 April 2020, and included measures relating to the OECD Base Erosion and Profit Shifting Actions. These measures include limiting the utilisation of brought forward losses and interest deductions, to be effective from 1 April 2020. These changes are not expected to have a material cash impact on the Company.

8 Dividends

	2016 €'000	2015 €'000
Amounts recognised as distributions to equity holders:		
Ordinary		
Interim paid	66,097	173,043
	66,097	173,043

ALLIED DOMECQ LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2016

9 Fixed asset investments

Movements in fixed asset investments

	Shares in group undertakings €'000
Cost	
At 1 July 2015	7,369,884
Disposals	(3,588)
At 30 June 2016	7,366,296
Impairment	
At 1 July 2015 & 30 June 2016	12
At 30 June 2016	12
Carrying amount	
At 30 June 2016	7,366,284
At 30 June 2015	7,369,872

Details on the Company's subsidiaries can be found in Note 18 of the accounts.

There were no movements in fixed asset investments in the year from 1 July 2014 to 30 June 2015.

The Company's subsidiary Allied Domecq International Finance Company (ADIFC) was liquidated in June 2016 and its assets distributed, resulting in the Company recognising ADIFC's receivable from another group company of €3,822,000 and disposing of the carrying value of its investment in ADIFC of €3,588,000, resulting in a gain on liquidation of €234,000.

10 Debtors

	2016 €'000	2015 €'000
Amounts falling due after one year		
Amounts due from fellow group undertakings	698,807	687,231

11 Creditors: amounts falling due within one year

	2016 €'000	2015 €'000
Amounts due to group undertakings	-	3,648,888

ALLIED DOMECQ LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2016

12 Creditors: amounts falling due after more than one year

	2016 €'000	2015 €'000
Amounts due to fellow group undertakings	3,706,516	-
Loan maturity analysis		
In more than two years but not more than five years	3,706,516	-

13 Share capital

	2016 €'000	2015 €'000
Ordinary share capital		
Allotted, called up and fully paid		
664,186,130 A Ordinary shares of £1 each	826,091	826,091

The Company has one class of ordinary shares which carry no right to fixed income.

14 Share premium account

This reserve records the amount above the nominal value received for shares issued, less transaction costs.

15 Contingent liabilities

In 2003, the Company agreed with the Trustees of the Allied Domecq Pension Fund that it would guarantee the obligations of Allied Domecq (Holdings) Limited to pay contributions to the fund.

16 Related party transactions

The Company has taken advantage of the exemption under the terms of paragraph 33.1A of FRS 102 from disclosing transactions with entities that are wholly owned by the Pernod Ricard S.A. group.

17 Controlling party

The Company's immediate parent company is Goal Acquisitions Limited, registered in Guernsey.

The ultimate parent undertaking and controlling party is Pernod Ricard S.A., a company incorporated in France. Copies of its annual report may be obtained from 12 Place Des Etats-Unis, 75783 Paris, Cedex 16, France. This is the largest and smallest group into whose consolidated accounts the Company's financial information is consolidated.

ALLIED DOMEQC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2016

18 Subsidiaries

Details of the company's direct subsidiaries at 30 June 2016 are as follows:

Name of undertaking and country of incorporation or residency	Class of shareholding	% Held	
		Direct	Indirect
Allied Domecq (Holdings) Limited	England & Wales Ordinary	100.00	
Allied Domecq Pensions Limited	England & Wales Ordinary	99.99	

Details of the Company's indirect subsidiaries can be found in Note 20 to the accounts.

ALLIED DOMECQ LIMITED

RECONCILIATION ON ADOPTION OF FRS 102

AS AT 30 JUNE 2016

19 Explanation of transition to FRS 102

Reconciliation of equity

	At 1 July 2014			
	As reported under previous UK GAAP £000	Effect of transition: change in functional currency €000	Effect of transition: other adjustments €000	As reported under FRS 102 €000
Fixed assets				
Investments	5,246,813	7,369,872	-	7,369,872
Current assets				
Debtors	509,885	636,163	-	636,163
Creditors: amounts falling due within one year	(2,476,957)	(3,090,403)	-	(3,090,403)
Total assets less current liabilities	<u>3,279,741</u>	<u>4,915,632</u>	<u>-</u>	<u>4,915,632</u>
Creditors: amounts falling due after one year	(91,882)	(114,637)	-	(114,637)
Net assets	<u>3,187,859</u>	<u>4,800,995</u>	<u>-</u>	<u>4,800,995</u>
Capital and reserves				
Share capital	664,186	826,091	-	826,091
Share premium	993,735	1,236,369	-	1,236,369
Profit and loss	1,529,938	2,738,535	-	2,738,535
Total equity	<u>3,187,859</u>	<u>4,800,995</u>	<u>-</u>	<u>4,800,995</u>

ALLIED DOMECQ LIMITED

RECONCILIATION ON ADOPTION OF FRS 102 (CONTINUED)

AS AT 30 JUNE 2016

19 Explanation of transition to FRS 102

(Continued)

Reconciliation of equity

	At 30 June 2015			
	As reported under previous UK GAAP £000	Effect of transition: change in functional currency €000	Effect of transition: other adjustments €000	As reported under FRS 102 €000
Fixed assets				
Investments	5,246,813	7,369,872	-	7,369,872
Current assets				
Debtors	488,897	687,231	-	687,231
Creditors: amounts falling due within one year	(2,595,819)	(3,648,888)	-	(3,648,888)
Net assets	<u>3,139,891</u>	<u>4,408,215</u>	<u>-</u>	<u>4,408,215</u>
Capital and reserves				
Share capital	664,186	826,091	-	826,091
Share premium	993,735	1,236,369	-	1,236,369
Profit and loss	1,481,970	2,345,755	-	2,345,755
Total equity	<u>3,139,891</u>	<u>4,408,215</u>	<u>-</u>	<u>4,408,215</u>

ALLIED DOMECQ LIMITED

RECONCILIATION ON ADOPTION OF FRS 102 (CONTINUED)

AS AT 30 JUNE 2016

19 Explanation of transition to FRS 102

(Continued)

Reconciliation of profit or loss for the year ended 30 June 2015

	Year ended 30 June 2015			As reported
	As reported	Effect of	Effect of	under FRS
	under previous	transition: change	transition: other	102
	UK GAAP	in functional	currency adjustments	
	£'000	€000	€000	€000
Income from investments	130,576	173,043	-	173,043
Operating profit	130,576	173,043	-	173,043
Interest receivable and similar income	11,822	15,515	-	15,515
Interest payable and similar charges	(59,790)	(78,464)	-	(78,464)
Foreign exchange loss on financing activities	-	(329,831)	-	(329,831)
Profit / (Loss) before taxation	82,608	(219,737)	-	(219,737)
Taxation	-	-	-	-
Profit / (Loss) for the financial period	82,608	(219,737)	-	(219,737)

ALLIED DOMECQ LIMITED

RECONCILIATION ON ADOPTION OF FRS 102 (CONTINUED)

AS AT 30 JUNE 2016

19 Explanation of transition to FRS 102

(Continued)

Notes to reconciliations on adoption of FRS 102

Functional currency

The Company is a non-trading investment holding company and under FRS 102 its local currency has been determined as EUR. The Company was a member of the former Allied Domecq group, a UK group acquired by the French company Pernod Ricard S.A. on 26 July 2005. The Company had a GBP "local currency" under old UK GAAP but under FRS 102 rules it is considered a non-trading investment holding company that is an extension of its parent and its functional currency has been assessed as EUR.

On transition to FRS 102 on 1 July 2014, non-EUR denominated items in the Company's balance sheet have been re-translated. Monetary items have been translated at closing rate and non-monetary items at the appropriate historic rate.

A foreign exchange loss on financing activities of €329.8m has arisen in the FRS102 Statement of Total Comprehensive Income for 30 June 2015. The loss arose on net GBP loan payables which were repaid on 30 June 2015.

The previous UK GAAP figures include a reclassification of dividend income to operating profit. In prior years this was presented below operating profit.

ALLIED DOMECQ LIMITED

RECONCILIATION ON ADOPTION OF FRS 102 (CONTINUED)

AS AT 30 JUNE 2016

20 Indirect subsidiaries

The company indirectly holds more than 50% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held Class	%
Allied Domecq Overseas Holdings Limited	Cayman Islands	Ordinary	100.00%
Allied Domecq Atlantic Finance Limited	England & Wales	Ordinary	100.00%
Optisure Limited	England & Wales	Ordinary	100.00%
Allied Domecq Canada Financing Company	England & Wales	Ordinary	100.00%
Allied Domecq Spirits and Wine (Investments) Limited	England & Wales	Ordinary	100.00%
Millstream Finance Limited	Guernsey	Ordinary	100.00%
Allied Domecq Financial Services Limited	England & Wales	Ordinary	100.00%
Allied Domecq Investments Limited	England & Wales	Ordinary	100.00%
Millstream (Holdings) Limited	England & Wales	Ordinary	100.00%
Pernod Ricard Korea Imperial Company Limited	Korea	Preference	100.00%
Pernod Ricard Korea Imperial Company Limited	Korea	Ordinary	100.00%
Drybrough & Company Limited	Scotland	Ordinary	100.00%
Allied Domecq Medical Expenses Trust Limited	England	Ordinary	100.00%
Allied Domecq Russia (Holdings) Limited	England	Ordinary	100.00%
J R Phillips & Co. Limited	Scotland	Ordinary	100.00%
Adder Investment Holdings	Scotland	Ordinary	100.00%
Martinez Gassiot & Company Limited	England	Ordinary	100.00%
Reid, Stuart and Company Limited	England	Ordinary	99.57%
Allied Domecq Overseas Limited	England	Ordinary	100.00%
Allied Domecq Overseas (Europe) Limited	England	Ordinary	100.00%
Allied Domecq Overseas (Canada) Limited	England	Ordinary	100.00%
Chiswell Holdings	England	Ordinary	100.00%
Zoo Girl Limited	England	Ordinary	100.00%
Overseas Trading Corporation (1939) Limited	Jersey	Ordinary	100.00%
Beefeater Gin Limited	England	Ordinary	100.00%
Borzo Company Limited	England	Ordinary	100.00%
Millstream Equities Limited	New Zealand	Ordinary	100.00%
Allied Domecq Australia Limited	Australia	Ordinary	100.00%
J. Lyons Holdings Limited	England	Ordinary	100.00%
PR Goal Netherlands B.V.	Netherlands	Ordinary	87.60%
PR Goal Netherlands B.V.	Netherlands	Preference	87.60%
Betset Limited	England	Ordinary	100.00%
Lemon Hart & Son Limited	England	Ordinary	100.00%
Recordpull Limited	England	Ordinary	100.00%
Montana Group (NZ) Limited	New Zealand	Ordinary	100.00%
J. Lyons & Co. Limited	England	Ordinary	99.00%
Allied Domecq International Holdings B.V.	Netherlands	A Shares	87.60%
Allied Domecq International Holdings B.V.	Netherlands	B Shares	87.60%
Pernod Ricard Winemakers New Zealand Limited	New Zealand	Ordinary	100.00%
The Strand Hotels Limited	England	Ordinary	99.00%
Allied Domecq Canada Limited	Canada	A Common Shares	87.60%
Allied Domecq (Europe) Finance	England	Ordinary	87.60%
Allied Domecq Netherlands B.V.	Netherlands	Ordinary	87.60%

ALLIED DOMECQ LIMITED

RECONCILIATION ON ADOPTION OF FRS 102 (CONTINUED)

AS AT 30 JUNE 2016

20	Indirect subsidiaries			(Continued)
	Allied Domecq (US) Finance	England	Ordinary	87.60%
	Hiram Walker (International) AG	Switzerland	Ordinary	87.60%
	Brancott Estates Limited	New Zealand	Ordinary	100.00%
	Camshorn Vineyards Limited	New Zealand	Ordinary	100.00%
	Church Road Winery Limited	New Zealand	Ordinary	100.00%
	Couper's Shed wines Limited	New Zealand	Ordinary	100.00%
	Montana Vineyard Leasing Limited	New Zealand	Ordinary	100.00%
	Montana Wines Limited	New Zealand	Ordinary	100.00%
	Penfolds Wines (NZ) Limited	New Zealand	Ordinary	100.00%
	Tylers Stream Wine Co. Limited	New Zealand	Ordinary	100.00%
	Hiram Walker & Sons Limited	Canada	Ordinary	87.60%
	Allied Domecq Spirits & Wine (Europe) B.V.	Netherlands	Ordinary	87.60%
	Lif B.V.	Netherlands	Ordinary	87.60%
	Kahlua AG	Switzerland	Ordinary	87.60%
	Overnal S.A. Montevideo	Uruguay	Ordinary	87.60%
	Boundary Vineyards Limited	New Zealand	Ordinary	100.00%
	Cooks New Zealand Wine Co. Limited	New Zealand	Ordinary	100.00%
	Five Flax Wine Limited	New Zealand	Ordinary	100.00%
	International Cellars Limited	New Zealand	Ordinary	100.00%
	Longridge Wines Limited	New Zealand	Ordinary	100.00%
	Stoneleigh Winery Limited	New Zealand	Ordinary	100.00%
	Sun Country Juices Limited	New Zealand	Ordinary	100.00%
	Tripleback Wines Limited	New Zealand	Ordinary	100.00%
	Averill Estate Limited	New Zealand	Ordinary	100.00%
	Woodhill Vineyards Limited	New Zealand	Ordinary	100.00%
	Allied Domecq Investments UK	England & Wales	Ordinary	87.60%
	Allied Domecq European Investments Limited	England & Wales	Ordinary	87.60%
	Spain Alecq B.V.	Netherlands	Ordinary	87.60%
	Chivas Allied Domecq Ventures Limited	Scotland	Ordinary	87.60%
	Allied Domecq Stadthofstrasse B.V.	Netherlands	Ordinary	87.60%
	Allied Domecq Latin America Finance	England & Wales	Ordinary	87.60%