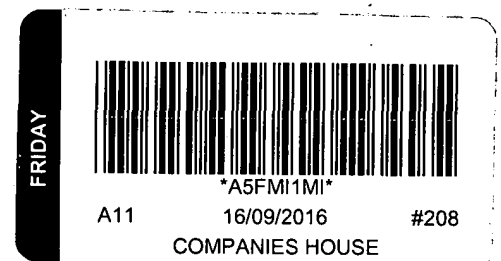


DOUGHTY HANSON & CO V BRIDGECO LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2015



Registered In England & Wales No. 06019290

DOUGHTY HANSON & CO V BRIDGECO LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

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DOUGHTY HANSON & CO V BRIDGECO LIMITED

Directors' Report

The Directors present their Report to the members together with the audited Financial Statements for the year ended 31 December 2015.

Business review

The principal activity of the Company is to arrange and provide bridging finance for use in investments undertaken by the two limited partnerships forming Doughty Hanson & Co V ("the Fund").

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

Strategic Report

In August 2013 the Department for Business, Innovation & Skills published new narrative reporting regulations amending the Companies Act 2006 requiring entities that do not qualify as small, to include a 'Strategic Report' to replace the Business Review element of the Directors' Report. The Company qualifies as a small company in accordance with the Companies Act 2006 and as such a 'Strategic Report' has not been included within these Financial Statements.

Results and dividends

The results for the year are set out in the profit and loss account on page 7. The Directors do not recommend the payment of a dividend for the year (2014: £nil).

Liability insurance

The Company has professional indemnity insurance, in the form of a qualifying third party indemnity provision in place in respect of the duties of the Directors and Officers. This was in place throughout the year and at the date the Financial Statements were approved.

Directors

The Directors of the Company who served during the year and up to the date of the signing of the Financial Statements were as follows:

R. P. Hanson
S. C. Marquardt (resigned 22 December 2015)
R. N. Lund
G. D. Stening

DOUGHTY HANSON & CO V BRIDGECO LIMITED

Directors' Report (continued)

Statement of Directors' Responsibilities

The Directors are responsible for preparing the Annual Report and the Financial Statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare Financial Statements for each financial year. Under that law, the Directors have prepared the Financial Statements in accordance applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). 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, including FRS 102 have been followed, subject to any material departures disclosed and explained in the Financial Statements;
- notify its shareholders in writing about the use of disclosure exemptions, if any, of FRS 102 used in the preparation of 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 confirm that they have complied with the above requirements in preparing the Financial Statements.

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.

Disclosure of Information to Auditors

So far as each Director is aware, there is no relevant audit information of which the Company's auditors are unaware. Each Director has taken all the steps that he ought to have taken as a Director in order to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

On behalf of the Board:



R. N. Lund
Director
29 April 2016

Registered Office:
45 Pall Mall
London
SW1Y 5JG

DOUGHTY HANSON & CO V BRIDGECO LIMITED

Independent Auditors' Report to the member of Doughty Hanson & Co V Bridgeco Limited

Report on the Financial Statements

Our opinion

In our opinion, Doughty Hanson & Co V Bridgeco Limited's Financial Statements (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 result and cash flows 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.

This opinion is to be read in the context of what we say below.

What we have audited

The Financial Statements, included within the Annual Report and Financial Statements (the "Annual Report"), comprise:

- the Balance Sheet as at 31 December 2015;
- the Balance Sheet as at 31 December 2015;
- the Cash Flow Statement for the year then ended;
- the Statement of Changes in Equity for the year then ended; and
- the notes to the Financial Statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the Financial Statements 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".

In applying the financial reporting framework, the Directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

Opinion on matter 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.

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

Directors' remuneration

Under the Companies Act 2006 we are required to report if, in our opinion, certain disclosures of Directors' remuneration specified by law have not been made. We have no exceptions to report arising from this responsibility.

DOUGHTY HANSON & CO V BRIDGECO LIMITED

Independent Auditors' Report to the member of Doughty Hanson & Co V Bridgeco Limited (continued)

Entitlement to exemptions

Under the Companies Act 2006 we are required to report to you if, in our opinion, the Directors were not entitled to take advantage of the small companies exemption from preparing a Strategic Report. We have no exceptions to report arising from this responsibility.

Responsibilities for the Financial Statements and the audit

Our responsibilities and those of the Directors

As explained more fully in the Statement of Directors' Responsibilities 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) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the Company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of Financial Statements involves

We conducted our audit in accordance with ISAs (UK & Ireland). An audit involves obtaining evidence about the amounts and disclosures in the Financial Statements sufficient to give reasonable assurance that the Financial Statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the Directors; and
- the overall presentation of the Financial Statements.

We primarily focus our work in these areas by assessing the Directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the Financial Statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited Financial Statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.



Andrew G Hill (Senior Statutory Auditor)
For and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
London
29 April 2016

DOUGHTY HANSON & CO V BRIDGECO LIMITED
Registered In England & Wales No. 06019290

Profit and Loss Account for the year ended 31 December 2015

| | Note | 2015 £'000 | 2014 £'000 |
|--|------|---------------|----------------|
| Turnover | 2 | 237 | 1,520 |
| Administrative expenses | | <u>(237)</u> | <u>(1,520)</u> |
| Result on ordinary activities before taxation | 3 | - | - |
| Taxation on result on ordinary activities | | <u>-</u> | <u>-</u> |
| Result for the financial year | | <u>-</u> | <u>-</u> |

The Company has no recognised comprehensive income other than the results as stated above. All comprehensive income is attributable to the parent.

DOUGHTY HANSON & CO V BRIDGECO LIMITED
Registered In England & Wales No. 06019290

Balance Sheet as at 31 December 2015

| | Note | 2015 £'000 | 2014 £'000 |
|--|------|-----------------|----------------|
| Current assets | | | |
| Debtors | 6 | 22,859 | 7,621 |
| Creditors: amounts falling due within one year | 7 | (22,859) | (7,621) |
| Net assets | | ===== | ===== |
| Capital and Reserves | | | |
| Called up share capital | 8 | - | - |
| Profit and loss account | | ===== | ===== |
| Total shareholders' funds | | ===== | ===== |

The Financial Statements on pages 7 to 13 were approved by the Board of Directors on 29 April 2016 and were signed on its behalf by:



R. N. Lund
Director

DOUGHTY HANSON & CO V BRIDGECO LIMITED
Registered In England & Wales No. 06019290

Cash Flow Statement for the year ended 31 December 2015

There were no cash flows for the year ended 31 December 2015 (2014: £nil).

There are no cash movements in relation to the arrangement of bridging finance. Cash in relation to short term bridging loans, including the £22,858,690 outstanding as at 31 December 2015 (2014: £7,620,800) is settled directly between the bank and Doughty Hanson & Co V. All interest payments are made by Doughty Hanson & Co V directly to the bank (see note 1).

All other payments are made by a fellow subsidiary undertaking and settled via an intercompany payable. All other receipts are also received by a fellow subsidiary undertaking and settled via an intercompany receivable.

Statement of Changes in Equity

For the year ended 31 December 2015

| | Called up share capital | Profit and loss account | Total shareholders' funds |
|-------------------------------|----------------------------|----------------------------|---------------------------------|
| | £ | £ | £ |
| As at 1 January 2014 | 100 | - | 100 |
| Result for the financial year | — | — | — |
| As at 31 December 2014 | 100 | - | 100 |
| Result for the financial year | — | — | — |
| As at 31 December 2015 | <u>100</u> | <u>—</u> | <u>100</u> |

DOUGHTY HANSON & CO V BRIDGECO LIMITED

Notes to the Financial Statements for the year ended 31 December 2015

1 Accounting Policies

General information

The principal activity of the Company is to arrange and provide bridging finance for use in investments undertaken by the two limited partnerships forming Doughty Hanson & Co V ("the Fund").

The Company is incorporated in England & Wales, registration number 06019290.

Statement of compliance

These financial statements have been prepared in accordance with applicable United Kingdom accounting standards, including Financial Reporting Standard 102 – 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' ('FRS 102'), and with the Companies Act 2006.

Basis of accounting

The principal accounting policies applied in the preparation of these Financial Statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

The headings and formats adopted in the Profit and Loss Account have been adapted from those specified in the Companies Act 2006 as, in the opinion of the Directors, those adopted more appropriately reflect the nature of the Company's business.

Revenue Recognition

Fee income, which excludes value added tax, represents the value of services supplied accounted for on an accruals basis.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at rates of exchange ruling at the end of the financial period. Transactions denominated in foreign currency are translated into sterling at the rate of exchange ruling on the date of transaction. Foreign exchange differences are taken to the profit and loss account in the year in which they arise.

Loans

The principal activity of the Company is to arrange and provide bridging finance for use in investments undertaken by Doughty Hanson & Co V (the "Fund"). Where the purpose of the loan is to cover a timing difference between required funding and actual drawdown from Limited Partners of the Fund, the liability is presented in the Financial Statements of the Fund. The liability and corresponding debtor is recognised on the balance sheet of the Fund, not the Group, as it is a short term loan that the Group will never have to repay. It will be repaid by the Limited Partners of the Fund. Where the loan is used for another purpose within the Fund the liability and corresponding debtor from the Fund is recognised on the Company's balance sheet. On all loans relating to bridging finance taken out by the Fund, interest receivable is presented as turnover and interest payable is presented as administrative expenses.

DOUGHTY HANSON & CO V BRIDGECO LIMITED

Notes to the Financial Statements for the year ended 31 December 2015

2 Turnover

Turnover represents interest receivable on bridging finance for use in investments undertaken by the two limited partnerships forming Doughty Hanson & Co V.

During the year loans were outstanding relating to ASCO, a portfolio company in the Fund. The loans in relation to ASCO were reflected in the Balance Sheet of the Company, during the period for which they were outstanding, as they were drawn down in order to provide financing for a short-term financing requirement pending an exit or refinancing of the portfolio company.

All loans are secured by the undrawn commitments of the Fund. Furthermore Doughty Hanson & Co V acts as a principal guarantor to the bank under a Guarantee and Indemnity agreement.

3 Result on ordinary activities before taxation

The Company's fee payable for the audit for the year ended 31 December 2015 is £1,134 (2014: £950). This fee is met by a fellow subsidiary undertaking, Doughty Hanson & Co Managers Limited, and is not recharged to the Company.

4 Employee information

There were no employees of the Company during the year (2014: nil).

5 Directors' emoluments

The emoluments of the Directors are paid by the parent company or a fellow subsidiary which makes no recharge to the Company. The Directors are also directors of the parent company and a number of fellow subsidiaries and for disclosure purposes an apportionment of Directors' emoluments is made to each company in the Group based on services provided. The services provided to the Company are deemed to be immaterial in the context of Directors' emoluments as a whole and therefore the above details include no emoluments in respect of the Directors.

6 Debtors

| | 2015 £'000 | 2014 £'000 |
|----------------------------------|---------------|---------------|
| Short term loan | 22,859 | 7,621 |
| Amount owed by group undertaking | - | - |
| | <u>22,859</u> | <u>7,621</u> |

As at 31 December 2015, a short term loan of £22,858,690 (2014: £7,620,800) was outstanding in relation to ASCO, a portfolio company in Doughty Hanson & Co V. This loan was reflected in the balance sheet of the Company as it was drawn down in order to provide financing for a short-term financing requirement for ASCO pending a full refinancing or exit of the portfolio company. Interest is chargeable on this loan at EURIBOR +1.85% on a 3 month interest period. The loan expires on 5 May 2016; however there is the facility within the loan agreement to extend the loan for a further 3 months on a rolling basis.

Amounts owed of £100 (2014: £100) by group undertaking, Doughty Hanson & Co V Limited are interest free and payable on demand.

DOUGHTY HANSON & CO V BRIDGECO LIMITED

Notes to the Financial Statements for the year ended 31 December 2015

7 Creditors: amounts falling due within one year

| | 2015 £'000 | 2014 £'000 |
|-----------------|---------------|---------------|
| Short term loan | <u>22,859</u> | <u>7,621</u> |

As at 31 December 2015, a short term loan of £22,858,690 (2014: £7,620,800) was outstanding in relation to ASCO, a portfolio company in Doughty Hanson & Co V. This loan was reflected in the balance sheet of the Company as it was drawn down in order to provide financing for a short-term financing requirement for ASCO pending a full refinancing or exit of the portfolio company. Interest is chargeable on this loan at EURIBOR +1.85% on a 3 month interest period. The loan expires on 5 May 2016; however there is the facility within the loan agreement to extend the loan for a further 3 months on a rolling basis.

8 Called up share capital

| | 2015 £ | 2014 £ |
|---------------------------------------|------------|------------|
| Authorised | | |
| 100 Ordinary Shares of £1 each | <u>100</u> | <u>100</u> |
| Allotted, called up and issued | | |
| 1 Ordinary Share of £1 each | <u>100</u> | <u>100</u> |

9 Ultimate parent company

The ultimate parent undertaking and controlling party is DHC Limited, which is the parent undertaking of the largest group to consolidate these Financial Statements. DHC Limited is registered in the Cayman Islands and trades from 45 Pall Mall, London, SW1Y 5JG. DHC Limited and all of its subsidiary companies, other than overseas operating companies, are subject to UK Corporation Tax. Overseas operating subsidiaries are subject to taxation in Germany, USA, Sweden and Italy. The financial statements of DHC Limited are not publically available.

The smallest group to consolidate these Financial Statements is Doughty Hanson & Co V Limited, registered in England and Wales.

The ultimate controlling parties are Richard Hanson and the Executors of the estate of the late Nigel Doughty. The ultimate controlling parties are UK domiciled and therefore subject to UK taxation.

Key management services are provided by DHC Limited, see note 5.

10 Related party transactions

The principal activity of the Company is to arrange and provide finance for use in investments undertaken by the two limited partnerships forming Doughty Hanson & Co V. Any bridging finance arranged for the Fund is guaranteed and repaid by Doughty Hanson & Co V. The Company received no fees for its services in the year (2014: £nil). Interest payable of £237,455 (2014: £1,519,936) in relation to loans arranged during the year was matched by interest receivable in full from the Fund.

At 31 December 2015 a balance of £100 (2014: £100) was owed by Doughty Hanson & Co V Limited.

DOUGHTY HANSON & CO V BRIDGECO LIMITED

Notes to the Financial Statements for the year ended 31 December 2015

11 Financial Instruments

| | 2015 | 2015 | 2014 | 2014 |
|---|-----------------|-----------------|----------------|----------------|
| | £ | £ | restated | restated |
| | | | £ | £ |
| Financial assets measured at amortised cost | | | | |
| Amount owed by fellow subsidiary undertakings | <u>22,859</u> | | <u>7,621</u> | |
| | | <u>22,859</u> | | <u>7,621</u> |
| Financial liabilities measured at amortised cost | | | | |
| Amount due to fellow subsidiary undertakings | <u>(22,859)</u> | | <u>(7,621)</u> | |
| | | <u>(22,859)</u> | | <u>(7,621)</u> |

Liquidity risk

The assets are illiquid. However this is not reflected in the investment valuations when compared with publically traded comparable companies as the investments can be held until a suitable buyer is identified.

Market risk

The assets are spread across a number of different markets and sectors; hence diversification reduces the market risk in the investment portfolio. Levels of leverage in the investment portfolio companies are relatively conservative in order that market risk is not excessively magnified for the instruments held by the Company.

Credit risk

Within the investee fund portfolio companies themselves levels of credit risk are dependent on the type and concentration of customers. This is managed by the executive management and further review by the respective investment committees.

12 Transition to FRS 102

This is the first year in which the Financial Statements have been prepared under FRS 102. This has resulted in presentational changes although the nature of the Group's position and operations is such that no transitional restatement is required.