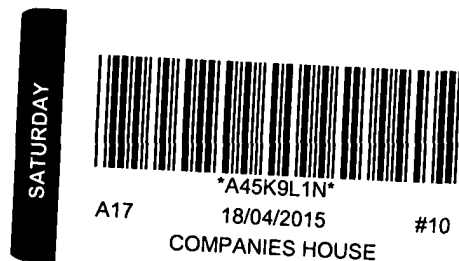


DIAMOND HOLDCO 8 LIMITED

REPORT AND ACCOUNTS

2 AUGUST 2014



Company no 7236908

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Directors' report

The directors present their report together with the audited financial statements for the 53 week period ended 2 August 2014.

Principal activities

The principal activities of the Company's subsidiaries are the retailing and manufacture of furniture.

Business review and future developments

The Company acts as a holding company.

Results and dividends

The profit on ordinary activities before taxation was £20.0m.

The directors do not recommend a final dividend for the period, however interim dividends of £20.0m were paid during the period.

Donations

There were no political or charitable donations made by the Company in the period.

Directors

The directors who held office during the period are shown below:

A Dawson
F Wakeman

Going concern

The Company's business activities, together with the factors likely to affect its future development and position, are set out in the Business Review section of the Directors' Report. The Company is expected to continue to generate positive cash flows on its own account for the foreseeable future. The Company participates in the group's centralised treasury arrangements and so shares banking arrangements with its parent and fellow subsidiaries.

The directors, having assessed the responses of the directors of the Company's parent Diamond Holdco 7 Ltd to their enquiries have no reason to believe that a material uncertainty exists that may cast significant doubt about the ability of the Diamond Holdco 7 Ltd to continue as a going concern or its ability to continue with the current banking arrangements.

On the basis of their assessment of the Company's financial position and of the enquiries made of the directors of Diamond Holdco 7 Ltd, the Company's directors have a reasonable expectation that the Company will be able to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Directors' report (continued)

Disclosure of information to auditor

The directors who held office at the date of approval of this directors' report, confirm that, so far as they are aware, there is no relevant audit information of which the Company's auditor is unaware and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Auditor

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

By order of the Board



PA Walker
Company Secretary

27 November 2014

1 Rockingham Way
Redhouse Interchange
Adwick-le-Street
Doncaster
South Yorkshire
DN6 7NA

Statement of directors' responsibilities in respect of the Directors' Report and the financial statements

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

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

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 estimates that are reasonable and prudent
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

Independent auditor's report to the shareholder of Diamond Holdco 8 Limited

We have audited the financial statements of Diamond Holdco 8 Limited for the period ended 2 August 2014 set out on pages 6 to 12. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK 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 Directors' Responsibilities Statement set out on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit, and express an opinion on, the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's web-site 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 2 August 2014 and of its results for the period then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other 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.

Independent auditor's report to the shareholder of Diamond Holdco 8 Limited (continued)

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.



Greg Watts
Senior Statutory Auditor
For and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
One Snowhill
Snow Hill Queensway
Birmingham
B4 6GH

8 December 2014

Profit and loss account

53 weeks ended 2 August 2014 (52 weeks ended 27 July 2013)

	Notes	2014 £m	2013 £m
Turnover		-	-
Cost of sales		-	-
Gross profit		-	-
Other income		-	-
Operating profit		-	-
Net interest payable and similar charges		-	-
Income from shares in group undertakings		20.0	130.0
Profit on ordinary activities before taxation	2	20.0	130.0
Taxation on profit on ordinary activities	5	-	-
Profit for the period	10	20.0	130.0

All activities were continuing throughout the current period.

There were no recognised gains or losses in the period other than those reported in the profit and loss account.

The accompany notes on pages 9 to 12 form an integral part of these financial statements.

Balance sheet

as at 2 August 2014 (27 July 2013)

	Notes	2014 £m	2013 £m
Fixed assets			
Investments	6	203.2	197.3
		<u>203.2</u>	<u>197.3</u>
Current assets			
Debtors: due within one year	7	2.5	2.5
		<u>2.5</u>	<u>2.5</u>
Creditors: amounts falling due within one year	8	(2.5)	(2.5)
Net current assets		<u>-</u>	<u>-</u>
Total assets less current liabilities		<u>203.2</u>	<u>197.3</u>
Net assets		<u>203.2</u>	<u>197.3</u>
Capital and reserves			
Called up share capital	9	197.3	197.3
Share premium account	10	5.9	-
Profit and loss account	10	-	-
Shareholders funds		<u>203.2</u>	<u>197.3</u>

The financial statements were approved by the Board on 27 November 2014 and were signed on its behalf by:



A Dawson
Director

Reconciliation of movements in shareholder's funds

53 weeks ended 2 August 2014 (52 weeks ended 27 July 2013)

	2014 £m	2013 £m
Profit for the financial period	20.0	130.0
Dividends paid on equity shares	(20.0)	(130.0)
Issue of equity share capital	5.9	-
Net addition to shareholder's funds	5.9	-
Shareholder's funds at the beginning of the period	197.3	197.3
Shareholder's funds at the end of the period	203.2	197.3

Notes to the financial statements

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements of the Company. Where it is necessary to choose between accounting policies, those selected are judged by the directors to be the most appropriate to the Company's particular circumstances for the purpose of giving a true and fair view.

1.1 Basis of preparation

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

The Company's intermediate parent company, Diamond Holdco 1 Limited, has complied with the requirements for FRS 1 (Revised) in producing a Group cash flow statement. The Company has taken advantage of the exemption available in FRS 1 (Revised) and does not present its own cash flow statement.

1.2 Investments

Investments are stated at cost, less provision for any impairment.

1.3 Taxation

The charge for taxation is based on the profit for the period and takes into account deferred tax balances.

Deferred taxation 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 where otherwise required by FRS 19 "Deferred Tax".

Notes (continued)

2 Profit on ordinary activities before taxation

Auditor's remuneration in respect of the statutory audit of the Company was £nil. Audit fees are borne by another group undertaking.

Fees paid to the auditor and its associates in respect of non-audit services amounted to £nil.

3 Directors' emoluments

A Dawson and F Wakeman received no remuneration for their services to the Company.

4 Staff costs and numbers

The Company did not have any employees during the period and therefore staff costs for the period were £nil.

5 Taxation on profit on ordinary activities

	53 weeks ended 2 August 2014	52 weeks ended 27 July 2013
	£m	£m
5.1 Analysis of charge for the period		
UK corporation tax		
Current tax on income for the period	-	-
Total current tax charge	-	-
Deferred tax		
Current period	-	-
Total deferred tax charge	-	-
Total tax charge	-	-

5.2 Factors affecting the current tax charge for the period

The tax assessed for the period is lower than the standard rate of corporation tax in the UK of 22.33% (2013: 23.67%). The differences are explained below:

	53 weeks ended 2 August 2014	52 weeks ended 27 July 2013
	£m	£m
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 22.33% (2013:23.67%)	4.5	30.8
Non-taxable income	(4.5)	(30.8)
Total current tax charge	-	-

Notes *(continued)*

6 Investments

	Shares in subsidiary undertakings £m
<i>Cost and net book value</i>	
As at 27 July 2013	197.3
Additions in the period	5.9
As at 2 August 2014	203.2

7 Debtors: due within one year

	2014 £m	2013 £m
Amounts owed by group undertakings	2.5	2.5

8 Creditors: amounts falling due within one year

	2014 £m	2013 £m
Amounts owed to group undertakings	2.5	2.5

9 Called up share capital

	Number '000	2014 £m	Number '000	2013 £m
Ordinary shares of £1 each				
Issued, Alloted and Called Up	197,275	197.3	197,275	197.3

At the period end 197,275,002 (2013: 197,275,001) ordinary shares of £1 each remained in issue.

10 Reserves

	Share premium account £m	Profit and loss account £m
As at 27 July 2013	-	-
Profit for the period	-	20.0
Dividends paid on equity shares	-	(20.0)
Issue of equity share capital	5.9	-
As at 2 August 2014	5.9	-

Notes *(continued)*

11 Contingent liabilities

At 2 August 2014 there were no contingent liabilities (2013: £nil).

12 Capital commitments

At 2 August 2014 there were no capital commitments (2013: £nil).

13 Related party transactions

The Company has taken advantage of the exemption conferred by paragraph 3(c) of FRS 8 "Related Party Transactions" not to disclose transactions with other Group companies.

14 Ultimate controlling party

The Company is a direct subsidiary undertaking of Diamond Holdco 7 Limited which is registered in England and Wales. The ultimate holding company and controlling party is Advent Diamond (Cayman) Limited which is registered in The Cayman Islands.