

# Get Living London EV N26 Limited

## Annual report and financial statements

For the year ended 31 March 2017

Company Registration No. 08613969

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## **Get Living London EV N26 Limited**

*Annual report and financial statements for the year ended  
31 March 2017*

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## **Get Living London EV N26 Limited**

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### **Company Information**

#### **Directors**

DV4 Administration Limited

Colin Barry Wagman

Sheikh Jassim Hamad Al-Thani

Jeremy Martin Holmes

#### **Registered office**

6th Floor Lansdowne House

Berkeley Square

London

W1J 6ER

#### **Auditors**

Ernst & Young LLP

1 More London Place

London

SE1 2AF

## **Get Living London EV N26 Limited**

*Annual report and financial statements for the year ended  
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### **Directors' Report**

The Directors present the annual report and the audited financial statements for the year ended 31 March 2017.

#### **Directors**

The Directors who served during the year were:

- DV4 Administration Limited
- Colin Barry Wagman
- Sheikh Jassim Hamad Al-Thani
- Stephen James Pettit (resigned 21 July 2016)
- Jeremy Martin Holmes (appointed 21 July 2016)

#### **Principal activities**

The principal activity of the Company is the letting of investment property at East Village, London E20 to private residential tenants and small number of retail tenants.

#### **Results and dividends**

The result for the year amounted to a loss of £398k (2016: £2.9m profit) before tax and £22k loss (2016: £2.7m profit) after tax.

The Directors do not recommend payment of an ordinary dividend for the year (2016: £nil).

#### **Principal risks and uncertainties**

In the opinion of the Directors, the major risks faced by the Company relate to fluctuations in the residential rental market and the property market generally. The Directors believe the excellent location and infrastructure in place at Stratford mitigate some of these concerns.

The Directors note the uncertainty and consequential volatility in the property and capital markets since the UK voted to leave the European Union in the 23 June 2016 referendum and the subsequent General Election in June 2017. This uncertainty may have an impact on UK property valuations in future periods and on rental growth expectations.

The Company is also exposed to the following specific risks:

##### **Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company aims to mitigate liquidity risk by maintaining adequate banking facilities.

## **Get Living London EV N26 Limited**

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### **Directors' Report (continued)**

#### ***Credit risk***

The Company services the private rental property sector as it rents its investment properties to third party private residents. The private property industry is highly competitive and relies on payment of financial obligations by private individuals, whose economic circumstances can alter from time to time. If a tenant experiences financial difficulties this may result in arrears which, ultimately, are chased through a legal process which can end in repossession of the property. The Directors mitigate this risk by conducting comprehensive credit checks prior to tenancy commencement and will insist on guarantors as required. The Company is currently assessing options for implementing a reporting regime for credit agencies in the financial year to 31 March 2018. Currently, for those tenants that do not pass credit checks, the Company requires receipt of a deposit prior to tenancy commencement and will insist on guarantors as required.

#### ***Market risk***

Market risk is the risk that changes in market prices, such as interest rates will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

#### ***Currency risk***

The Company has no significant assets or liabilities denominated in currencies other than Pounds Sterling and was therefore not exposed to currency risk at the reporting date.

#### ***Interest rate risk***

The Company's interest-bearing financial assets and liabilities expose it to risks associated with the effect of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. The Company makes use of derivative financial instruments where possible to mitigate its overall exposure to such movements.

#### **Going concern**

The financial statements of the Company have been prepared on a going concern basis. The Directors have referred to cash flow forecasts for the coming year in order to understand the cashflow requirements of the Company.

The Directors have a reasonable expectation that the Company has adequate financial resources to continue in operational existence for the foreseeable future, and consider it appropriate to prepare the financial statements on a going concern basis.

In considering whether this is appropriate, the Directors have taken into account the following:

- that although the loan from the parent company is repayable on demand, the parent company has agreed not to request repayment for at least 12 months from the date of approval of these financial statements;
- the Company has received a letter of support from an intermediate parent company regarding their current intention to provide financial support to assist in meeting liabilities as they fall due for a period of at least one year from the date of approval of the financial statements.

## **Get Living London EV N26 Limited**

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### **Directors' Report (continued)**

#### **Directors' statement as to disclosure of information to auditors**

The Directors who were members of the Board at the time of approving the Directors' Report are shown above. Having made enquiries of fellow Directors and of the Company's auditor, each of these Directors confirms that:

- to the best of each Director's knowledge and belief, there is no information (that is, information needed by the Company's auditor in connection with preparing their report) of which the Company's auditor is unaware; and
- each Director has taken all the steps a Director might reasonably be expected to have taken to be aware of relevant audit information and to establish that the Company's auditor is aware of that information.

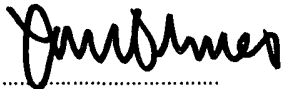
#### **Auditors**

In accordance with section 485 of the Companies Act 2006, a resolution for the re-appointment of Ernst & Young LLP as auditor of the Company is to be proposed at the forthcoming Annual General Meeting.

#### **Small companies' exemption**

In preparing the report and financial statements, the Directors have taken advantage of the small companies' exemption provided under the Companies Act 2006. The Directors have also taken advantage of the exemption provided under Section 414B of the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 for the requirement to produce a Strategic Report for the year.

Approved by the Board of Directors and signed on behalf of the Board.



Jeremy Holmes

Director

Date: **25** September 2017

## **Get Living London EV N26 Limited**

*Annual report and financial statements for the year ended  
31 March 2017*

### **Statement of Directors' Responsibilities**

The Directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable UK 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 Company 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 those financial statements, the Directors are required to:

- select suitable accounting policies and then 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;
- 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.

# **Independent Auditor's Report to the Members of Get Living London EV N26 Limited**

We have audited the financial statements of Get Living London EV N26 Limited for the year ended 31 March 2017 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and the related notes 1 to 16. The financial reporting framework that has been applied in the preparation of the Company financial statements is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 101 "Reduced Disclosure Framework".

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

## **Respective responsibilities of directors and auditor**

As explained more fully in the Directors' Responsibilities Statement set out on page 6 the Company's 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**

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. In addition, we read all the financial and non-financial information in the Directors' 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.

## **Opinion on financial statements**

In our opinion the financial statements:

- ▶ give a true and fair view of the state of the Company's affairs as at 31 March 2017 and of its loss for the year then ended;
- ▶ have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- ▶ have been prepared in accordance with the requirements of the Companies Act 2006.

## **Opinion on other matters prescribed by the Companies Act 2006**

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

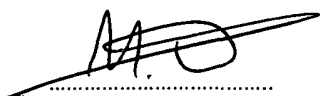


## **Independent Auditor's Report to the Members of Get Living London EV N26 Limited (continued)**

### **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 by the Company, or returns adequate for our audit have not been received from branches not visited by us; or
- ▶ the Company 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;
- ▶ the Directors were not entitled to prepare the financial statements in accordance with the small companies regime and take the advantage of the small companies' exemptions in not preparing the Strategic Report and take advantage of the small companies' exemption in preparing the Directors' Report.



Matthew Williams (Senior statutory auditor)  
For and on behalf of Ernst & Young LLP (Statutory Auditor)  
London

Date: 26 / 9 / 17

# Get Living London EV N26 Limited

Annual report and financial statements for the year ended  
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## Statement of comprehensive income

		2017	2016
	Notes	£000	£000
Rental income		2,126	1,721
Other income		-	14
<b>Total revenue</b>		<b>2,126</b>	<b>1,735</b>
Direct costs		(394)	(519)
<b>Net rental profit</b>		<b>1,732</b>	<b>1,216</b>
Administrative expenses		(397)	(501)
Valuation gain on investment property	7	120	4,314
<b>Operating profit</b>	4	<b>1,455</b>	<b>5,029</b>
Interest payable and similar costs	5	(1,853)	(2,156)
<b>(Loss)/profit on ordinary activities before taxation</b>		<b>(398)</b>	<b>2,873</b>
Taxation	6	376	(222)
<b>(Loss)/profit for the year</b>		<b>(22)</b>	<b>2,651</b>
Other comprehensive income		-	-
<b>Total comprehensive (loss)/income for the year</b>		<b>(22)</b>	<b>2,651</b>

## Get Living London EV N26 Limited

Annual report and financial statements for the year ended  
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### Statement of financial position

		2017	2016
	Notes	£000	£000
<b>Fixed assets</b>			
Investment property	7	59,166	59,109
Tangible fixed assets	8	266	400
		<b>59,432</b>	<b>59,509</b>
<b>Current assets</b>			
Debtors	9	1,354	906
		<b>1,354</b>	<b>906</b>
<b>Current liabilities</b>			
Creditors: amounts falling due within one year	10	(14,398)	(13,558)
<b>Net current liabilities</b>		<b>(13,044)</b>	<b>(12,652)</b>
<b>Total assets less current liabilities</b>		<b>46,388</b>	<b>46,857</b>
<b>Non-Current liabilities</b>			
Creditors: amounts falling due after more than one year	11	(26,050)	(26,121)
Provisions for liabilities	6	(1,300)	(1,676)
<b>Net assets</b>		<b>19,038</b>	<b>19,060</b>
<b>Capital and reserves</b>			
Share capital	13	-	-
Capital contribution		10,933	10,933
Retained earnings		8,105	8,127
<b>Total equity</b>		<b>19,038</b>	<b>19,060</b>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the Board of Directors for issue on **25** September 2017 and were signed on its behalf by:



.....  
Jeremy Holmes

Director  
Company Registration No. 08613969

**Get Living London EV N26 Limited**

*Annual report and financial statements for the year ended  
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**Statement of changes in equity**

	<b>Share capital</b>	<b>Capital contribution</b>	<b>Retained earnings</b>	<b>Total equity</b>
	<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>
As at 1 April 2015	-	10,933	5,476	16,409
Total comprehensive income for the year	-	-	2,651	2,651
Balance as at 31 March 2016	-	10,933	8,127	19,060
Total comprehensive loss for the year	-	-	(22)	(22)
<b>As at 31 March 2017</b>	<b>-</b>	<b>10,933</b>	<b>8,105</b>	<b>19,038</b>

## **Get Living London EV N26 Limited**

*Annual report and financial statements for the year ended  
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### **Notes to the financial statements**

#### **1. Statement of compliance with FRS 101**

These Company financial statements were prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework (FRS 101) and under the historical cost convention as modified by the revaluation of investment properties and derivative financial liabilities measured at fair value through the statement of comprehensive income, in accordance with the Companies Act 2006.

#### **2. Basis of preparation**

The accounting policies which follow set out those policies which apply in preparing the financial statements for the year ended 31 March 2017. The financial statements are prepared in Sterling and are rounded to the nearest thousand pounds (£000) except when otherwise indicated.

The Company has taken advantage of the following disclosure exemptions under FRS 101:

- the requirements of IFRS 7 Financial Instruments: Disclosures;
- the requirements of paragraphs 91-99 of IFRS 13 Fair Value Measurement;
- the requirement in paragraph 38 of IAS 1 'Presentation of Financial Statements' to present comparative information in respect of:
  - paragraph 79(a)(iv) of IAS 1;
  - paragraph 73(e) of IAS 16 Property, Plant and Equipment;
  - paragraphs 76 and 79(d) of IAS 40 Investment Property;
- the requirements of paragraphs 10(d), 10(f), 39(c) and 134-136 of IAS 1 Presentation of Financial Statements;
- the requirements of IAS 7 Statement of Cash Flows;
- the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors;
- the requirements of paragraph 17 of IAS 24 Related Party Disclosures; and
- the requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member.

#### **Going concern**

The financial statements of the Company have been prepared on a going concern basis. The Directors have referred to cash flow forecasts for the coming year in order to understand the cashflow requirements of the Company.

The Directors have a reasonable expectation that the Company has adequate financial resources to continue in operational existence for the foreseeable future, and consider it appropriate to prepare the financial statements on a going concern basis.

## **Get Living London EV N26 Limited**

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### **Notes to the financial statements (continued)**

#### **2. Basis of preparation (continued)**

In considering whether this is appropriate, the Directors have taken into account the following:

- that although the loan from the parent company is repayable on demand, the parent company has agreed not to request repayment for at least 12 months from the date of approval of these financial statements;
- the Company has received a letter of support from an intermediate parent company regarding their current intention to provide financial support to assist in meeting liabilities as they fall due for a period of at least one year from the date of approval of the financial statements.

#### **3. Summary of significant accounting policies**

##### **a) Investment property**

Investment property is initially recognised at cost and subsequently measured at fair value. Gains or losses arising from changes in fair value of investment property are included in the income statement in the period in which they arise. No depreciation or amortisation is provided in respect of investment property.

##### **b) Revenue recognition**

Rental income from investment properties is recognised in the income statement on a straight-line basis over the term of the lease.

##### **c) Taxes**

###### **Current tax**

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

###### **Deferred tax**

Deferred tax is provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, except when the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

Deferred tax assets are recognised for deductible temporary differences, the carry forward of unused tax credits and any unused tax losses to the extent that it is probable that they can be utilised against taxable profits. However, deferred tax assets are not recognised where they relate to the deductible temporary difference arising from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

## **Get Living London EV N26 Limited**

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### **Notes to the financial statements (continued)**

#### **3. Summary of significant accounting policies (continued)**

##### **d) Tangible fixed assets**

Tangible fixed assets are measured at cost less accumulated depreciation. Fixed assets are depreciated at 25% per annum on a straight line basis. The carrying values of tangible fixed assets are reviewed for impairment if events or changes in circumstances indicate the carrying value may not be recoverable.

##### **e) Debtors**

Debtors are initially recognised at fair value and subsequently measured at amortised cost using the effective interest rate (EIR) method, less impairment.

A provision for impairment in trade receivables is established when there is objective evidence that the Company will not be able to collect all amounts due. The amount of the provision is the difference between the asset's carrying amount and the estimated future cash flows. A 50% provision is made for receivables over one month old (but less than two months) and 100% provision for receivables over two months old. At that point, the Company will commence legal proceedings. The movement in the provision is recognised in the statement of comprehensive income.

##### **f) Interest-bearing and profit-bearing loans**

Obligations for bank loans are recognised when the Company becomes party to the related contracts and are measured initially at the fair value of consideration received less directly attributable transaction costs.

After initial recognition, interest-bearing loans and profit-bearing loans are subsequently measured at amortised cost using the effective interest method. The discount between the redeemable amount and the net proceeds is accreted over the term of the bonds and charged to the statement of comprehensive income.

In the year ended 31 March 2015, the Company entered into a Murabaha loan to finance the purchase of the investment property. The quarterly profit element payable on this transaction is treated as interest payable within these accounts, in accordance with recommended accounting practice.

##### **g) Derivative financial instruments**

The Company uses a derivative financial instrument to hedge its exposure to movements in the profit-bearing loans. The derivative is initially recognised at fair value and subsequently re-measured to its prevailing fair value at each balance sheet date. Changes in the fair value of the derivative financial instrument are recognised as income or expense in the statement of comprehensive income as they arise.

The Company does not apply hedge accounting.

##### **h) Leases - Company as lessee**

Finance leases, which transfer to the Company substantially all the risks and benefits incidental to ownership of the leased item, are capitalised at the inception of the lease at the present value of the minimum lease payments.

Long leasehold properties are included in the balance sheet at fair value increased for the obligation for the present value of minimum future lease payments at inception. The finance charge is allocated each period during the lease term so as to produce a consistent periodic rate of interest on the remaining balance of the liability.

## Get Living London EV N26 Limited

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### Notes to the financial statements (continued)

#### 4. Operating profit

Operating profit is stated after charging:

	2017	2016
	£000	£000
Auditor's remuneration	2	6
Depreciation	154	122

#### Directors' remuneration

The Directors are remunerated for their services to their respective parent groups, or advisors thereto, as a whole. Their total remuneration is not allocated between the services they provide to this joint venture company and the various other joint ventures in their respective parent groups. Consequently, the Directors received no remuneration or reimbursements from the Company.

#### 5. Interest payable and similar costs

	2017	2016
	£000	£000
Profit payable on Murabaha loan	1,072	1,075
Change in fair value of derivatives	(173)	124
Interest payable on intercompany loan	776	776
Amortised arrangement fees	35	35
Finance lease charges	141	138
Other finance cost	2	8
	1,853	2,156

#### 6. Taxation

	2017	2016
	£000	£000
Current tax credits	-	-
Adjustment for prior periods	-	(26)
	-	(26)
Deferred tax (credit)/charge	(376)	248
Tax (credit)/charge	(376)	222



## Get Living London EV N26 Limited

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### Notes to the financial statements (continued)

#### 6. Taxation (continued)

	2017	2016
	£000	£000
<b>Factors affecting the tax (credit)/charge for the year:</b>		
(Loss)/profit before taxation	(398)	2,873
(Loss)/profit before taxation multiplied by standard rate of UK corporation tax of 20% (2016: 20%)	(80)	575
<i>Effect of:</i>		
Excess of capital allowances recognised over depreciation	31	24
Non-deductible expenses	1	5
Difference between accounting and tax base cost of investment properties	(204)	(106)
Effects of movement in future tax rates	(95)	(203)
Other tax adjustments	(18)	(47)
Movement in recognised losses	(11)	-
Prior year adjustments	-	(26)
Tax (credit)/charge	(376)	222

Deferred tax is recognised at a rate of 17% (2016: 18%). The Finance (No.2) Act 2015 was enacted on 18 November 2015, which introduced a reduction in the headline rate of corporation tax from 20% to 19% from 1 April 2017 and to 18% from 1 April 2020. The Finance Act 2016 was enacted on 15 September 2016 and introduced a further reduction of the headline rate of corporation tax to 17% from 1 April 2020.

	2017	2016
	£000	£000
<b>Deferred tax liabilities</b>		
At 1 April	1,676	1,428
(Credited)/charged to the statement of comprehensive income	(376)	248
<b>At 31 March</b>	1,300	1,676

	2017	2016
	£000	£000
<b>Deferred tax liability comprises</b>		
Revaluation of investment property	1,766	2,316
Unutilised tax losses and other temporary differences	(466)	(640)
	1,300	1,676

**Get Living London EV N26 Limited**

*Annual report and financial statements for the year ended  
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**Notes to the financial statements (continued)****7. Investment property**

	<b>2017</b>	<b>2016</b>
	<b>£000</b>	<b>£000</b>
At 1 April	<b>59,109</b>	54,759
Provision for additional acquisition costs (ODA overage)	<b>(63)</b>	36
Fair value adjustments	<b>120</b>	4,314
<b>At 31 March</b>	<b>59,166</b>	59,109

	<b>2017</b>	<b>2016</b>
	<b>£000</b>	<b>£000</b>
Fair value	<b>56,502</b>	56,513
Finance lease separately recognised	<b>2,664</b>	2,596
<b>At 31 March</b>	<b>59,166</b>	59,109

The fair value of investment property of £56.5m (2016: £56.5m) principally includes leasehold residential property.

The fair values of these leasehold residential properties are Directors valuations, after consideration of a third party valuation of the freehold site containing the property held by this Company at 31 March 2017 in accordance with RICS Valuation Standards, Sixth Edition in the United Kingdom. That amount is allocated to this property based on the size of the building, less an amount, estimated by the Directors, representing the value of the head lease payments due to the head lease holder. All investment properties are held under lease agreements of 125 years.

## Get Living London EV N26 Limited

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### Notes to the financial statements (continued)

#### 8. Tangible fixed assets

	Residential Fixture & Fittings	Retail Assets	Total
	£000	£000	£000
<b>Cost</b>			
At 1 April 2015	383	-	383
Additions in the year	56	175	231
At 31 March 2016	439	175	614
At 1 April 2016	439	175	614
Additions in the year	20	-	20
<b>At 31 March 2017</b>	<b>459</b>	<b>175</b>	<b>634</b>
<b>Depreciation</b>			
At 1 April 2015	(92)	-	(92)
Charge for the year	(98)	(24)	(122)
As at 31 March 2016	(190)	(24)	(214)
At 1 April 2016	(190)	(24)	(214)
Charge for the year	(110)	(44)	(154)
<b>As at 31 March 2017</b>	<b>(300)</b>	<b>(68)</b>	<b>(368)</b>
<b>Net Book value</b>			
<b>At 31 March 2017</b>	<b>159</b>	<b>107</b>	<b>266</b>
At 31 March 2016	249	151	400

Assets have been re-classified into specific categories to provide more clarity and improve the reader's understanding of the financial statements. As a result of the re-classification, there has been no impact to the net book value of the assets, and there has been no impact to the statement of comprehensive income.

## Get Living London EV N26 Limited

Annual report and financial statements for the year ended  
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### Notes to the financial statements (continued)

#### 9. Debtors

	2017	2016
	£000	£000
Trade debtors	2	5
	2	5
Prepayments	10	9
Other debtors	-	33
Accrued income	7	6
Amounts due from group undertakings	1,335	853
	1,354	906

Trade debtors are non-interest bearing.

Trade debtors are provided for as follows:

- 50% for debts over 1 month old (but less than 2 months)
- 100% for debts over 2 months old. At this point, legal proceedings will commence.

Amounts due from group undertakings are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

#### 10. Creditors: amounts falling due within one year

	2017	2016
	£000	£000
Trade creditors	16	16
Deferred income	165	89
Other creditors	359	355
Other creditors – overage	-	473
Other taxes	1	1
Loan from parent	11,750	10,975
Amounts due to group undertakings	2,107	1,649
	14,398	13,558

Trade creditors are non-interest bearing and are normally settled in accordance with the Company's terms of business.

Other creditors – overage represented an estimate of additional due to the vendor of the investment property under the purchase contract. This has been paid in the current year.

Amounts due to group undertakings are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

The loan from parent includes £6.5m (2016: £6.5m) which is interest bearing at 12% (2016: 12%), £3.2m (2016: £3.2m) which is interest free and accrued interest of £2.1m (2016: £1.3m). The loan from parent is repayable on demand.

## Get Living London EV N26 Limited

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### Notes to the financial statements (continued)

#### 11. Creditors: amounts falling due after more than one year

	2017	2016
	£000	£000
Finance lease liability – non-current (note 12)	2,664	2,596
Murabaha loan	22,618	22,619
Deferred Murabaha loan arrangement fees	(90)	(125)
Derivative financial instruments	858	1,031
	<b>26,050</b>	<b>26,121</b>

In the year ended 31 March 2015, the Company entered into a Murabaha loan to part finance the purchase of the investment property. The quarterly profit element payable on this transaction is treated as interest payable within these financial statements.

The Murabaha loan is non-amortising and due for repayment in September 2019. Profit payable on the Murabaha loan is calculated based on LIBOR+ 2.60%. The floating rate is hedged by a derivative.

The Murabaha loan is served by fixed and floating charges over certain investment properties.

In the year ended 31 March 2015 the Company entered into a swap arrangement to swap floating rate profit payable on its Murabaha loan to a fixed rate. The swap has a non-amortising notional principal of £22.6m from inception in August 2014 through to maturity in September 2019 and fixes the profit payable on the Murabaha loan at an effective rate of 4.67%.

The fair value of the derivative is calculated using the present value of the estimated future cash flows and the credit quality of counterparties.

#### 12. Finance lease liabilities

The Company holds leasehold property that it classifies as investment property. The leases are accounted for as finance leases. These leases have lease terms of 125 years and rent increases by 33% every ten years. Future minimum lease payments under finance leases are as follows:

	2017		2016	
	Gross investment	Present value	Gross investment	Present value
	£000	£000	£000	£000
<i>Future minimum lease payments due:</i>				
Within one year	74	-	74	-
Between one to two years	74	-	74	-
After two years but not more than five years	222	-	222	-
More than five years	79,587	2,664	79,661	2,596
	<b>79,957</b>	<b>2,664</b>	<b>80,031</b>	<b>2,596</b>
Less: finance charges allocated to future periods	(77,293)	-	(77,435)	-
Present value of minimum lease payments	<b>2,664</b>	<b>2,664</b>	<b>2,596</b>	<b>2,596</b>

## Get Living London EV N26 Limited

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### Notes to the financial statements (continued)

#### 13. Share capital

*Allotted, called up share capital*

1 Ordinary Shares of £1 each

2017	2016
£	£
1	1
1	1

Holders of Ordinary Shares are entitled to one vote per share.

#### 14. Related party disclosures

The Company's immediate and ultimate parent undertakings were Get Living London EV Holdco Limited and East Village London LLP respectively.

At 31 March 2017, East Village London LLP was ultimately jointly controlled as follows:

- (i) By DV4 Limited, a company registered and incorporated in the British Virgin Islands; and
- (ii) By Qatari Diar Real Estate Investment Company QSC, a company registered and incorporated in the State of Qatar and being a direct subsidiary of Qatar Investment Authority, a governmental authority established by the Emir of the State of Qatar; and
- (iii) By Stichting Depositary APG Strategic Real Estate Pool, a pension fund asset manager based in the Netherlands.

On 11 May 2016, the three parties named above formed East Village London LLP with each party having an equal holding. On the same day East Village London LLP acquired the whole shareholding of QDD Holdco Limited which in turn acquired the whole shareholding of QDD Limited. Prior to 11 May 2016, the Company was ultimately owned by QDD Limited, which was ultimately jointly controlled by DV4 Limited and Qatari Diar Real Estate Investment Company QSC.

QDD Athletes Village UK Limited is the smallest and East Village London LLP (a limited liability partnership registered in England & Wales) is the largest group to consolidate these financial statements.

Transactions between the Company and its group entities are summarised in note 5, 9, 10 and 11. The Company's finance lease liabilities are with a company under common control (see note 12).

#### 15. Commitments

There were no commitments as at 31 March 2017 (2016: £nil).

#### 16. Contingent liabilities

There were no contingent liabilities as at 31 March 2017 (2016: £nil).