

Optical Express (Westfield) Limited

FINANCIAL STATEMENTS

for the year ended

30 December 2017

**COMPANIES HOUSE
EDINBURGH**

28 SEP 2018

FRONT DESK



Optical Express (Westfield) Limited

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

D Mouldsdaie
S Mein

SECRETARY

G Murdoch

REGISTERED OFFICE

The Ca'd'oro
45 Gordon Street
Glasgow
G1 3PE

AUDITORS

RSM UK Audit LLP
Chartered Accountants
Third Floor
Centenary House
69 Wellington Street
Glasgow
G2 6HG

Optical Express (Westfield) Limited

STRATEGIC REPORT

Review of the business

The Optical Express Group is a global leader of ophthalmic services and vision correction, including sight tests and eye health assessments, refractive surgery, spectacles and contact lenses.

The company continues to act as a central buying agent and the provider of head office services such as IT and customer contact centre for the Optical Express Group.

The company continued its significant investment programme during the year, investing in new IT systems, equipment and technologies to ensure that the Group has the appropriate support infrastructure.

The results of the company show that sales to the Group increased from £15,793K in 2016 to £19,187K in 2017. The company generated an EBITDA profit, before exceptional items of £958K in the year compared to a profit of £985K in 2016.

Principal risks and uncertainties

The management of the business and the execution of the company's strategy are subject to a number of risks. Risks are reviewed by management and the board and appropriate processes are put in place to monitor and mitigate them.

Outlook

As the UK market leader, Optical Express continues to perform the majority of refractive surgery procedures through its extensive clinic network. The business is therefore well placed to capitalise as consumer confidence in refractive surgery returns and new refractive surgery procedures are introduced to the market.

Signed by



G Murdoch
Company Secretary

21/9/18

Optical Express (Westfield) Limited

DIRECTORS' REPORT

The directors submit their report and financial statements of Optical Express (Westfield) Limited for the year ended 30 December 2017.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was to act as a central buying agent and the provider of head office services such as IT and customer contact centre for the Optical Express Group.

DIRECTORS

The directors who served the company during the year were as follows:

D Mouldsdale
S Mein

RESULTS AND DIVIDENDS

The results for the year are set out on page 8.

No ordinary dividends were paid and the directors do not recommend payment of a final dividend.

FINANCIAL RISK MANAGEMENT

The company's operations expose it to a variety of financial risks including credit, liquidity and cash flow.

In order to utilise the size and experience of the Optical Express Group of companies the responsibility for the management of these risks is delegated to the Optical Express treasury function. The policies set by the group treasury function are implemented by the company's finance department.

Credit risk

The company sells exclusively to other companies within the Optical Express group. There is a risk that these companies are unable to meet their financial obligations. The company manages this situation through credit control procedures and monitoring group trading performance.

Liquidity risk

The company ensures it has sufficient funds available for operations and is able to access funds from other group companies as required.

Cash flow risk

The company manages its cash flow risk by monitoring credit and liquidity risks as discussed above.

FUTURE DEVELOPMENTS

The company does not envisage any significant changes to the nature or scope of its future operations.

AUDITOR

The auditor, RSM UK Audit LLP, are deemed to be reappointed under section 487(2) of the Companies Act 2006.


Optical Express (Westfield) Limited

DIRECTORS' REPORT

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as each director is aware, there is no relevant audit information of which the company's auditor is unaware. Additionally, each director has taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

By order of the board



G Murdoch
Company Secretary

21/9/18

Optical Express (Westfield) Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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

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

Under Company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- d. 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 OPTICAL EXPRESS (WESTFIELD) LIMITED

Opinion

We have audited the financial statements of Optical Express (Westfield) Limited (the 'company') for the year ended 30 December 2017 which comprise Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 December 2017 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- 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; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF OPTICAL EXPRESS (WESTFIELD) LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and the directors' report.

We have nothing to report in respect of the following matters in relation to which 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.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 5, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities> This description forms part of our auditor's report.

Use of our report

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



ALAN AITCHISON (Senior Statutory Auditor)
For and behalf of RSM UK AUDIT LLP, Statutory Auditor
Chartered Accountants
Third Floor, Centenary House
69 Wellington Street
Glasgow
G2 6HG
Date: 25/9/16

Optical Express (Westfield) Limited

STATEMENT OF COMPREHENSIVE INCOME

for the year ended 30 December 2017

		30 December 2017 £'000	31 December 2016 £'000
	Notes		
TURNOVER	2	19,187	15,793
Cost of sales		(15,811)	(15,793)
Gross profit		3,376	-
Administrative expenses		(3,376)	(4)
OPERATING LOSS	3	-	(4)
Analysed as:			
Before exceptional items		-	-
Exceptional items	3	-	(4)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		-	(4)
Taxation	6	50	(132)
PROFIT / (LOSS) FOR THE FINANCIAL YEAR		50	(136)

Optical Express (Westfield) Limited

STATEMENT OF FINANCIAL POSITION

30 December 2017

		30 December 2017 £'000	31 December 2016 £'000
	Notes		
FIXED ASSETS			
Intangible assets	7	2,876	2,864
Tangible assets	8	2,298	2,496
		<u>5,174</u>	<u>5,360</u>
CURRENT ASSETS			
Stocks	9	921	945
Debtors	10	2,383	2,057
Cash in hand		6	30
		<u>3,310</u>	<u>3,032</u>
CREDITORS			
Amounts falling due within one year	11	(22,369)	(22,321)
NET CURRENT LIABILITIES		<u>(19,059)</u>	<u>(19,289)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(13,885)</u>	<u>(13,929)</u>
CREDITORS			
Amounts falling due after more than one year	12	(12)	(18)
NET LIABILITIES		<u>(13,897)</u>	<u>(13,947)</u>
CAPITAL AND RESERVES			
Called up equity share capital	15	-	-
Profit and loss account	16	(13,897)	(13,947)
		<u>(13,897)</u>	<u>(13,947)</u>

The financial statements on pages 8 to 21 were approved by the board of directors and authorised for issue on 21/1/18 and are signed on their behalf by:



D Moulds
Director

Optical Express (Westfield) Limited

STATEMENT OF CHANGES IN EQUITY

30 December 2017

	Share capital £'000	Profit and loss account £'000	Total £'000
Balance at 26 December 2015	-	(13,811)	(13,811)
Loss for the year	-	(136)	(136)
Balance at 31 December 2016	-	(13,947)	(13,947)
Profit for the year	-	50	50
Balance at 30 December 2017	-	(13,897)	(13,897)

Optical Express (Westfield) Limited

ACCOUNTING POLICIES

for the year ended 30 December 2017

GENERAL INFORMATION

Optical Express (Westfield) Limited ('the company') is a private company limited by shares and is registered, domiciled and incorporated in Scotland.

The registered office address of the company is The Ca'd'oro, 45 Gordon Street, Glasgow, G1 3PE.

The company's principal activity is as disclosed in the Directors' Report.

BASIS OF ACCOUNTING

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006, including the provisions of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008, and under the historical cost convention, modified to include the revaluation of freehold properties and certain financial instruments at fair value.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest whole £1,000, except where otherwise indicated.

REDUCED DISCLOSURES

The company has taken advantage of the exemption from disclosing the following information, as permitted by the reduced disclosure regime within FRS 102:-

- Section 7 'Statement of Cash Flows' – Presentation of a Statement of Cash Flow and related notes and disclosures
- Section 11 'Basic Financial Instruments' & Section 12 'Other Financial Instrument Issues' – Carrying amounts, interest income/expense and net gains/losses for each category of financial instrument; basis of determining fair values; details of collateral, loan defaults or breaches, details of hedges, hedging fair value changes recognised in profit or loss and in other comprehensive income.
- Section 33 'Related Party Disclosures' – Compensation for key management personnel

The financial statements of the company are consolidated in the financial statements of Lorena Investments Limited. The consolidated financial statements of Lorena Investments Limited are available from its registered office, The Ca'd'oro, 45 Gordon Street, Glasgow, G1 3PE.

GOING CONCERN

The Lorena Investments Limited group has traded profitably throughout the 2017 financial year and the directors expect this to continue for the foreseeable future. The directors expect and have budgeted that the group will continue to remain profitable and cash positive for at least a period of twelve months from the date of signing these financial statements. As a result of this, and confirmation from one of the directors that his loan will not be repaid within the next twelve months, the directors consider that there will be appropriate cash within the group to pay all liabilities as they fall due.

This company is reliant on the continuing support of the group, and from the directors review of going concern as noted above, this group support is available. Consequently these financial statements have been prepared on a going concern basis.

TURNOVER

The turnover shown in the income statement represents amounts invoiced during the year, exclusive of Value Added Tax.

Optical Express (Westfield) Limited

ACCOUNTING POLICIES

for the year ended 30 December 2017

INTANGIBLE ASSETS

Intangible assets acquired separately from a business are capitalised at cost. Intangible assets, excluding development costs, created within the business are not capitalised and expenditure is charged against profits in the period in which it is incurred.

AMORTISATION

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset.

IT & software development costs which have been capitalised are included within intangible assets. It is anticipated that IT development and software development have an estimated useful life of 10 years and 3 years respectively and accordingly will be written off over this term.

FIXED ASSETS

All fixed assets are initially recorded at cost.

DEPRECIATION

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold improvements	- Over the term of the lease
Fixtures & Fittings	- 15% reducing balance
Equipment	- 10% or 15% reducing balance or over 5 years
Motor vehicles	- 20% reducing balance

IMPAIRMENT OF FIXED ASSETS

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised.

The impairment reversal is recognised in profit or loss.

STOCKS

Stocks are valued at the lower of cost and net realisable value. Cost is computed on an average cost basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

OPERATING LEASE AGREEMENTS

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Optical Express (Westfield) Limited

ACCOUNTING POLICIES

for the year ended 30 December 2017

PENSION COSTS

The company operates a defined contribution pension scheme for employees. The assets of these schemes are held separately from those of the company. The contributions are charged to the income statement.

TAXATION

The tax expense represents the sum of the current tax expense and deferred tax expense. Current tax assets are recognised when tax paid exceeds the tax payable.

Current tax is based on taxable profit for the year. Current tax assets and liabilities are measured using tax rates that have been enacted or substantively enacted by the reporting date.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled based on tax rates that have been enacted or substantively enacted by the reporting date.

Deferred tax liabilities are recognised in respect of all timing differences that exist at the reporting date. Timing differences are differences between taxable profits and total comprehensive income that arise from the inclusion of income and expenses in tax assessments in different periods from their recognition in the financial statements. Deferred tax assets are recognised only to the extent that it is probable that they will be recovered by the reversal of deferred tax liabilities or other future taxable profits.

Current and deferred tax is charged or credited in profit or loss, except when it relates to items charged or credited to other comprehensive income or equity, when the tax follows the transaction or event it relates to and is also charged or credited to other comprehensive income, or equity.

Current tax assets and current tax liabilities and deferred tax assets and deferred tax liabilities are offset, if and only if, there is a legally enforceable right to set off the amounts and the entity intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

EMPLOYEE BENEFITS

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

FINANCIAL INSTRUMENTS

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102, in full, to all of its financial instruments.

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the instrument, and are offset only when the company currently has a legally enforceable right to set off the recognised amounts and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Optical Express (Westfield) Limited

ACCOUNTING POLICIES

for the year ended 30 December 2017

Financial assets

Trade, group and other debtors

Trade, group and other debtors (including accrued income) which are receivable within one year and which do not constitute a financing transaction are initially measured at the transaction price and subsequently measured at amortised cost, being the transaction price less any amounts settled and any impairment losses.

Where the arrangement with a debtor constitutes a financing transaction, the debtor is initially measured at the present value of future payments discounted at a market rate of interest for a similar debt instrument and subsequently measured at amortised cost.

A provision for impairment of trade debtors is established when there is objective evidence that the amounts due will not be collected according to the original terms of the contract. Impairment losses are recognised in profit or loss for the excess of the carrying value of the trade debtor over the present value of the future cash flows discounted using the original effective interest rate. Subsequent reversals of an impairment loss that objectively relate to an event occurring after the impairment loss was recognised, are recognised immediately in profit or loss.

Financial liabilities and equity

Financial instruments are classified as liabilities and equity instruments according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Equity instruments

Financial instruments classified as equity instruments are recorded at the fair value of the cash or other resources received or receivable, net of direct costs of issuing the equity instruments.

Trade, group and other creditors

Trade, group and other creditors (including accruals) payable within one year that do not constitute a financing transaction are initially measured at the transaction price and subsequently measured at amortised cost, being the transaction price less any amounts settled.

Where the arrangement with a creditor constitutes a financing transaction, the creditor is initially measured at the present value of future payments discounted at a market rate of interest for a similar instrument and subsequently measured at amortised cost.

Optical Express (Westfield) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 December 2017

1 JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources.

The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised. The items in the financial statements where the judgements and estimations have been made include:

In categorising leases as finance leases or operating leases, management makes judgements as to whether significant risks and rewards of ownership have transferred to the company as lessee.

In determining depreciation rates, management must consider and make judgements on the residual value of the asset and their useful life to set depreciation rates.

2 TURNOVER

The turnover and loss before tax are attributable to the one principal activity of the company. Turnover is fully attributed to the sale of goods.

Turnover analysed by geographical market:

	30 December 2017 £'000	31 December 2016 £'000
United Kingdom	18,664	15,400
Europe	523	393
	<u>19,187</u>	<u>15,793</u>

3 OPERATING LOSS

Operating loss is stated after charging:

	30 December 2017 £'000	31 December 2016 £'000
Amortisation of owned intangible fixed assets	589	579
Depreciation of owned fixed assets	369	406
(Profit)/loss on disposal of fixed assets	5	5
Auditor's remuneration		
- as auditor	16	21
Operating lease costs:		
Plant and equipment	120	159
Land and buildings	296	292
	<u></u>	<u></u>

Exceptional costs in the prior year related to the write off of inter-company loans.

Optical Express (Westfield) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 December 2017

4 PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial period amounted to:

	30 December 2017	31 December 2016
	No	No
Production staff	36	34
Office and management	305	293
Other	10	9
	<u>351</u>	<u>336</u>

The aggregate payroll costs of the above were:

	30 December 2017	31 December 2016
	£'000	£'000
Wages and salaries	9,709	8,855
Social security costs	846	762
Pension costs	131	153
	<u>10,686</u>	<u>9,770</u>

5 DIRECTORS' EMOLUMENTS

The directors' aggregate emoluments in respect of qualifying services were:

	30 December 2017	31 December 2016
	£'000	£'000
Emoluments receivable	<u>628</u>	<u>631</u>

Emoluments of highest paid director:

	£'000	£'000
Total emoluments (excluding pension contributions)	<u>501</u>	<u>501</u>

Emoluments receivable, as above, include Benefits in Kind.

Optical Express (Westfield) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 December 2017

6 TAXATION ON ORDINARY ACTIVITIES

	30 December 2017 £'000	31 December 2016 £'000
Analysis of charge in the year		
Current tax:		
Group relief	(50)	-
Adjustment in respect of prior periods	-	132
Total current tax	(50)	132
Deferred tax:		
Origination and reversal of timing differences	-	-
Adjustments in respect of previous periods	-	-
Tax on loss on ordinary activities	(50)	132

Factors affecting the tax charge for the year

The tax charge is reconciled with the standard rate of corporation tax in the UK of 19% (2016 – 20%) as follows:

	30 December 2017 £'000	31 December 2016 £'000
Loss on ordinary activities before taxation	-	(4)
Loss on ordinary activities by rate of tax	-	(1)
Expenses not deductible in determining taxable profits	5	8
Fixed asset differences	2	(25)
Deferred tax not recognised	(51)	9
Amounts relating to change in tax rates	(7)	21
Adjustments in respect of prior periods	1	131
Other	-	(11)
Tax expense	(50)	132

Optical Express (Westfield) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 December 2017

7 INTANGIBLE FIXED ASSETS

	IT & Software Development £'000	Total £'000
Cost		
At 31 December 2016	7,181	7,181
Additions	601	601
At 30 December 2017	<u>7,782</u>	<u>7,782</u>
Amortisation		
At 31 December 2016	4,317	4,317
Charge for the year	589	589
At 30 December 2017	<u>4,906</u>	<u>4,906</u>
Net book value		
At 30 December 2017	<u>2,876</u>	<u>2,876</u>
At 31 December 2016	<u>2,864</u>	<u>2,864</u>

8 TANGIBLE FIXED ASSETS

	Equipment £'000	Fixtures & Fittings £'000	Motor Vehicles £'000	Leasehold Improvements £'000	Total £'000
Cost					
At 31 December 2016	7,980	1,539	1,052	42	10,613
Additions	167	1	-	-	168
Disposals	-	-	(114)	-	(114)
Transfers	84	(2)	-	-	82
At 30 December 2017	<u>8,231</u>	<u>1,538</u>	<u>938</u>	<u>42</u>	<u>10,749</u>
Depreciation					
At 31 December 2016	5,994	1,258	843	22	8,117
Charge for the year	284	42	41	2	369
On disposals	-	-	(109)	-	(109)
Transfers	76	(2)	-	-	74
At 30 December 2017	<u>6,354</u>	<u>1,298</u>	<u>775</u>	<u>24</u>	<u>8,451</u>
Net book value					
At 30 December 2017	<u>1,877</u>	<u>240</u>	<u>163</u>	<u>18</u>	<u>2,298</u>
At 31 December 2016	<u>1,986</u>	<u>281</u>	<u>209</u>	<u>20</u>	<u>2,496</u>

9 STOCKS

	30 December 2017 £'000	31 December 2016 £'000
Stock	<u>921</u>	<u>945</u>

Optical Express (Westfield) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 December 2017

10 DEBTORS

	30 December 2017 £'000	31 December 2016 £'000
Amounts owed by group undertakings	1,514	1,382
Other debtors	410	162
VAT recoverable	253	348
Prepayments and accrued income	206	165
	<u>2,383</u>	<u>2,057</u>

11 CREDITORS: Amounts falling due within one year

	30 December 2017 £'000	31 December 2016 £'000
Trade creditors	7,370	7,126
Amounts owed to group undertakings	13,590	13,107
Other taxation and social security	532	450
Other creditors	29	-
Accruals and deferred income	848	1,638
	<u>22,369</u>	<u>22,321</u>

12 CREDITORS: Amounts falling due after more than one year

	30 December 2017 £'000	31 December 2016 £'000
Other creditors	12	18
	<u>12</u>	<u>18</u>

13 COMMITMENTS UNDER OPERATING LEASES

At 30 December 2017 the company had future minimum lease payments under non-cancellable operating leases as set out below

	30 December 2017		31 December 2016	
	Land and buildings £'000	Other £'000	Land and buildings £'000	Other £'000
Operating leases which expire:				
Within 1 year	291	107	291	178
Within 2 to 5 years	1,043	349	1,093	124
After more than 5 years	1,614	-	1,855	-
	<u>2,948</u>	<u>456</u>	<u>3,239</u>	<u>302</u>

Optical Express (Westfield) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 December 2017

14 RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption granted by paragraph 33.1A of Financial Reporting Standard 102 not to disclose transactions with other wholly owned group companies.

The company's other related party transactions during the year were as follows:

Related Party	Relationship	Transaction	Amount £'000	Balance due (to)/from At 30/12/2017 £'000
Moulsdale Properties	Key Management Personnel	None in year	-	-
Precision Optical B.V.	Common Control	Purchases	5,948	(2,489)
Optical Express (Gyle) Limited	Common Control	Sales	(5,583)	798
		Purchases	331	
		Payments on behalf of	2	
		Payments by	(127)	
		Receipts by	3	
Bridgewater Clinic Limited	Common Control	Sales	13	23

The company's other related party transactions during the prior period were as follows:

Related Party	Relationship	Transaction	Amount £'000	Balance due (to)/from At 31/12/2016 £'000
Moulsdale Properties	Key Management Personnel	None in year	-	(11)
Precision Optical B.V.	Common Control	Purchases	5,719	(1,869)
Optical Express (Gyle) Limited	Common Control	Sales	(5,065)	(155)
		Purchases	326	
		Payments on behalf of	196	
		Receipts on behalf of	(3)	
		Payments by	(167)	
		Receipts by	4	
Bridgewater Clinic Limited	Common Control	Sales	(37)	10

Optical Express (Westfield) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 December 2017

15 SHARE CAPITAL

	30 December 2017 £'000	31 December 2016 £'000
Allotted and called up: 100 Ordinary shares of £1 each	- <u> </u>	- <u> </u>

The company's ordinary shares carry no rights to fixed dividends. Each ordinary share carries the right to one vote at General Meetings of the company.

16 RESERVES

Profit and loss account

Cumulative profit and loss net of distributions to owners.

17 ULTIMATE PARENT COMPANY

The immediate controlling party is DCM (Optical Holdings) Limited, a company incorporated in Scotland.

The ultimate parent company is Insight Global Holding, a company registered out with the UK. Group financial statements are not prepared.