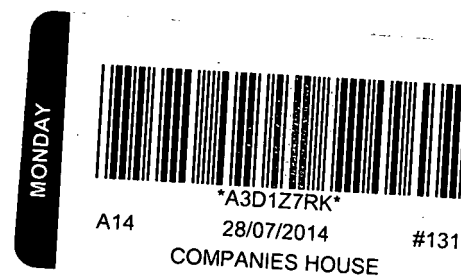


Vivienne Westwood Limited

REPORT AND FINANCIAL STATEMENTS

for the year ended

31 December 2013



Company Registration No. 2682271

Vivienne Westwood Limited

DIRECTORS AND OFFICERS

DIRECTORS

V. I. Westwood
C. D'Amario

SECRETARY

C. D'Amario

COMPANY NUMBER

2682271 (England and Wales)

REGISTERED OFFICE

Westwood Studios
9-15 Elcho Street
London SW11 4AU

AUDITOR

Baker Tilly UK Audit LLP
Chartered Accountants
STC House
7 Elmfield Road
Bromley
Kent BR1 1LT

Vivienne Westwood Limited

DIRECTORS' REPORT

The directors submit their report and the financial statements of Vivienne Westwood Limited for the year ended 31 December 2013.

PRINCIPAL ACTIVITIES

The principal activities of the company during the year were those of designers, manufacturers, wholesalers and retailers of fashion apparel.

RESULTS FOR THE YEAR AND DIVIDENDS

A profit after tax of £2,448,958 (2012: £3,783,979) arose for the year. The directors do not declare a dividend for 2013 (2012: £nil).

DIRECTORS

The following directors held office since 1 January 2013:

V. I. Westwood
C. D'Amario

STRATEGIC REPORT

Information is not shown within the Directors' Report as it is instead included with the Strategic Report on page 3, under S414C (11) of the Companies Act 2006.

CHARITABLE DONATIONS

The company made charitable donations of £117,096 (2012: £547,154) to national charities in the year.

AUDITOR

A resolution to reappoint Baker Tilly UK Audit LLP as auditors will be put to the members at the annual general meeting.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITOR

The directors who were in office on the date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant audit information of which the auditor is unaware. Each of the directors have confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

By order of the board

C. D'Amario
Director

Date:

07/07/2014

Vivienne Westwood Limited

STRATEGIC REPORT

The directors present their strategic report and the financial statements of Vivienne Westwood Limited for the year ended 31 December 2013.

REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS

The brand continues to remain very attractive to its wide customer base as the wholesale sales growth demonstrates, however the company did experience a slight downturn in retail sales due to the tough economic climate. The focus now is on improving the existing stores in the form of a new concept design and the repositioning in the brand perception of the various Vivienne Westwood lines. The company is still looking to establish a better presence in relatively new markets such as China and USA and increase market penetration in existing territories like France, Italy and Japan. The policy of cost tightening will also remain in place and should increase profitability going forward.

RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

The directors regularly monitor the risks and uncertainties of the business.

- a) **Operating risk:** the company management system provides a framework to ensure that operational policies and procedures are communicated, understood and adhered to.
- b) **Market risk:** the company maintains its competitive position by actively managing its operational risk. It also provides a high level of service to its customers and maintains a good relationship with its suppliers and partners.
- c) **Personnel risk:** the company places great emphasis on ongoing assessment of competent staff. The Directors consider succession planning issues on a regular basis.
- d) **Financial risk:** financial monitoring, forecasting and planning is a continuous process, with particular emphasis on cashflow management and delivering a cost effective service to customers while maintaining an acceptable return to shareholders.

The company aims to minimise foreign exchange risk and does not speculate on currency exchange rate movements.

A large proportion of trade is made in Euros and Japanese Yen and the company hedges the exchange risk by using its Euro and Yen bank accounts.

The only financial instruments held by the Company are trade debtors, trade creditors and cash.

MATTERS OF STRATEGIC IMPORTANCE

Vivienne Westwood is one of the last independent fashion companies within the international arena. Currently the company produces four clothing labels, leather goods, jewellery and a range of other accessories, fragrances and homeware. The turnover is mainly based on retail and wholesale sales. 2013 has been a challenging year for the company which saw turnover and gross profit fall marginally by 2.2% and 16.4% respectively compared to 2012. While the company has seen a small increase in wholesale sales, retail sales have been disappointing with a drop of 2.6% and the focus now is on the retail performance of the business. Over the last year margins have been under pressure due to the nature of wider retail conditions. The company has been focussing on alleviating this pressure by reviewing pricing and committing to maintaining the review procedures moving forward. In addition we will be investing in staff training at all levels which will help the retail sales as well as the implementation of a new store development.

We are also continuing to review the potential for new stores in particular in the North of the Country. We will be working on repositioning the brand perception of both the main and diffusion lines. Another key development will be the launch of a new transactional website which will boost online sales in new and existing markets. During 2013 we have worked hard to control inventory management and cash flow and this will continue to improve in the future in alliance with our prudent cost cutting. Paramount to the

Vivienne Westwood Limited

STRATEGIC REPORT

company will be to constantly improve the quality of our products as well as working towards the compliance to the UK Greenhouse Gas Protocol to minimize the company's environmental footprint.

KEY PERFORMANCE INDICATORS

To track the financial performance of the company, the directors monitor key performance indicators. These include the following:

£'000	2013	2012	2011	2010
Turnover	29,471	30,121	25,480	23,758
Gross profit margin (excluding exceptional items)	46.1%	53.3%	45.8%	43.7%
Profit/(loss) on ordinary activities before tax	3,229	5,035	528	(478)
Cashflow from operating activities	1,776	727	(3,128)	2,892

Vivienne Westwood is one of the last independent fashion companies within the international arena. Currently the Company produces four clothing labels, leather goods, jewellery and a range of other accessories, fragrances and homeware. The turnover is mainly based on retail and wholesale sales. 2013 has been a challenging year for the company which saw turnover and gross profit fall marginally by 2.16% and 15.44% respectively compared to 2012. While the company has seen a small increase in wholesale sales, retail sales have been disappointing with a drop of 2.59% and the focus now is on the retail performance of the business. We will be investing in staff training at all levels which will help the retail sales as well as the implementation of a new store development program. We will also be working on repositioning the brand perception of both the main and diffusion lines. Another key development will be the launch of a new transactional website which will boost online sales in new and existing markets. During 2013 we have worked hard to control inventory management as well as cash flow and this will continue to improve in the future in alliance with our prudent cost cutting. Paramount to the Company will be to constantly improve the quality of our products, as well as working towards compliance to the UK Greenhouse Gas Protocol to minimize the company's environmental footprint.

By order of the board

C. D'Amario
Director

09/07/2014

Vivienne Westwood Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

The directors are responsible for preparing the Directors' Report and the Strategic 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 accounting 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 VIVIENNE WESTWOOD LIMITED

We have audited the financial statements on pages 7 to 20. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 more fully explained 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. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

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 website at <http://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 31 December 2013 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

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

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.



Neil Thomas (Senior Statutory Auditor)
For and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor
Chartered Accountants
STC House
7 Elmfield Road
Bromley
Kent BR1 1LT

21 July 2014

Vivienne Westwood Limited

PROFIT AND LOSS ACCOUNT

for the year ended 31 December 2013

	Notes	2013 £	2012 £
TURNOVER	1	29,470,957	30,121,011
Cost of sales		(15,886,598)	(14,055,503)
GROSS PROFIT		13,584,359	16,065,508
Distribution costs		(1,042,686)	(1,126,893)
Administrative expenses		(10,136,669)	(9,912,256)
Exceptional other operating income	4	825,000	-
OPERATING PROFIT		3,230,004	5,026,359
Interest receivable and similar income	2	3,978	8,478
Interest payable and similar charges	3	(4,796)	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4	3,229,186	5,034,837
Taxation	6	(780,228)	(1,250,858)
PROFIT FOR THE YEAR	16	2,448,958	3,783,979

Turnover and operating profit are derived from the company's continuing operations.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the profit and loss account.

Vivienne Westwood Limited

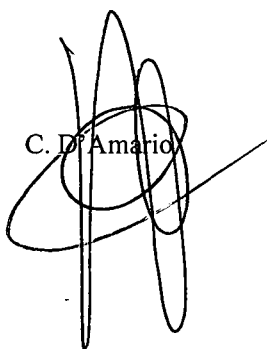
Company Registration No. 2682271

BALANCE SHEET

31 December 2013

	Notes	2013 £	2012 £
FIXED ASSETS			
Intangible assets	7	-	-
Tangible assets	8	1,029,037	1,161,273
		<u>1,029,037</u>	<u>1,161,273</u>
CURRENT ASSETS			
Stocks	9	3,378,589	3,991,868
Debtors	10	7,490,588	5,159,373
Cash at bank and in hand		7,171,337	6,629,938
		<u>18,040,514</u>	<u>15,781,179</u>
CREDITORS: Amounts falling due within one year	11	(7,503,779)	(7,825,638)
NET CURRENT ASSETS		<u>10,536,735</u>	<u>7,955,541</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>11,565,772</u>	<u>9,116,814</u>
CAPITAL AND RESERVES			
Called up share capital	14	100	100
Profit and loss account	15	11,565,672	9,116,714
SHAREHOLDERS' FUNDS	16	<u>11,565,772</u>	<u>9,116,814</u>

The financial statements on pages 7 to 20 were approved by the board and authorised for issue on
09/07/2014 and signed on its behalf by:



C. D. Amario

Director

Vivienne Westwood Limited

CASH FLOW STATEMENT

for the year ended 31 December 2013

	<i>Note:</i>	2013 £	2012 £
Cash flow from operating activities	17a	1,776,076	727,105
Returns on investments and servicing of finance	17b	(818)	8,478
Taxation		(1,113,858)	(668,998)
Capital expenditure and financial investment	17b	(120,001)	(533,539)
INCREASE/(DECREASE) IN CASH IN THE YEAR		<u>541,399</u>	<u>(466,954)</u>

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS

		2013 £	2012 £
Increase/(decrease) in cash in the year		541,399	(466,954)
MOVEMENT IN NET CASH IN YEAR		<u>541,399</u>	<u>(466,954)</u>
NET FUNDS AT 1 JANUARY		6,629,938	7,096,892
NET FUNDS AT 31 DECEMBER	17c	<u>7,171,337</u>	<u>6,629,938</u>

Vivienne Westwood Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards.

TANGIBLE FIXED ASSETS

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value evenly over its expected useful economic life, as follows:

Leasehold property improvements	- over life of lease from commencement of use with a maximum of 10 years
Fixtures and fittings	- 15% reducing balance
Office and computer equipment	- 25% reducing balance
Motor vehicles	- 25% reducing balance

A full year of depreciation is recognised on assets in the year of acquisition.

INTANGIBLE ASSETS

Intangible assets represents goodwill acquired on the acquisition of a business unit included at cost and amortised in equal annual instalments over a period of ten years.

STOCK

Stock is stated at the lower of cost and net realisable value after making allowance for obsolete and slow moving items. Cost represents materials, direct labour and appropriate production overheads.

LEASES

Rentals in respect of operating leases are charged to the profit and loss account in the year to which they relate.

DEFERRED TAXATION

Deferred tax, where material, is recognised in respect of all significant timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

FOREIGN CURRENCIES

Transactions denominated in foreign currencies are translated into sterling at the rates ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the rates ruling at that date. These translation differences are dealt with in the profit and loss account.

TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of goods sold to customers and represents royalty income. Royalties are recognised in the profit and loss account in the period in which the sales deriving the royalties are realised.

Turnover on goods sold is recognised on the date that title to the goods is deemed to pass to the customer, subject to payment for the goods in accordance with agreed terms.

Vivienne Westwood Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2013

1 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The company's turnover and profit before taxation were all derived from its principal activity. Turnover was made in the following geographical markets:

	2013 £	2012 £
European Community	22,668,240	22,600,251
Rest of the World	6,802,717	7,520,760
	<u>29,470,957</u>	<u>30,121,011</u>

Management also review information relating to the different revenue streams, however this is not disclosed as in the opinion of the directors, such disclosure could be prejudicial to the interests of the Company.

2 INTEREST RECEIVABLE AND SIMILAR INCOME

	2013 £	2012 £
Bank and other interest	3,978	8,478

3 INTEREST PAYABLE AND SIMILAR CHARGES

	2013 £	2012 £
Other interest payable	4,796	-

4 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Profit on ordinary activities before taxation is stated after

Charging/(crediting):

Auditor's remuneration - statutory audit	42,000	43,000
- taxation services	7,500	7,000
Depreciation - owned assets	252,237	238,763
Exchange losses	535,486	173,057
Operating leases - other	1,733,594	1,707,186
- plant and machinery	34,600	20,640
Exceptional income (see below)	(825,000)	-

Exceptional items:

During the year the company received compensation in respect of right to light on one of its properties under lease. This compensation was received from a party developing a property near by. Under the terms of the lease, Vivienne Westwood Limited are entitled to this compensation and none is required to be paid to the owner of the property. The full amount of compensation has been recognised in the year.

Vivienne Westwood Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2013

5	EMPLOYEES	2013 No.	2012 No.
	The average monthly number of full time equivalent persons (including directors) employed by the company during the year was:		
	Administration	40	36
	Design and production	56	47
	Retail and marketing	120	115
		<u>216</u>	<u>198</u>
		£	£
	Staff costs for above persons:		
	Wages and salaries	5,602,787	4,854,665
	Social security costs	520,335	469,065
		<u>6,123,122</u>	<u>5,323,730</u>
		£	£
	DIRECTORS' REMUNERATION		
	Directors' emoluments	<u>56,000</u>	<u>58,235</u>
	There were no directors receiving retirement benefits (2012: None).		
6	TAXATION	2013 £	2012 £
	Current tax:		
	UK corporation tax on profits of the year	780,228	1,250,858
	Total current tax	<u>780,228</u>	<u>1,250,858</u>
	Deferred taxation:		
	Origination and reversal of timing differences	-	-
	Tax on profit on ordinary activities	<u>780,228</u>	<u>1,250,858</u>
	Factors affecting tax charge for the year:		
	The tax assessed for the year is higher than the standard rate of corporation tax in the UK of 23.25% (2012: 24.49%). The differences are explained below:		
	Profit on ordinary activities before tax	<u>3,229,186</u>	<u>5,034,837</u>
	Profit on ordinary activities multiplied by standard rate of corporation tax UK of 23.25% (2012: 24.49%)	<u>750,675</u>	<u>1,233,033</u>
	Effects of:		
	Expenses not deductible for tax purposes	4,761	2,925
	Expenses not deductible for tax purposes – fixed assets	32,843	24,035
	Capital allowances in excess of depreciation	(7,683)	(9,135)
	Adjustments in respect of previous periods	(368)	-
	Income not taxable	(191,784)	-
	Chargeable gains	191,784	-
		<u>780,228</u>	<u>1,250,858</u>

Vivienne Westwood Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2013

7 INTANGIBLE FIXED ASSETS

	Goodwill £
Cost	
1 January and 31 December 2013	75,000
Amortisation	
1 January 2013 and 31 December 2013	75,000
Net book value	
31 December 2013 and 31 December 2012	-

8 TANGIBLE FIXED ASSETS

	Leasehold property improvements £	Fixtures and fittings £	Office and computer equipment £	Motor vehicles £	Total £
Cost					
1 January 2013	991,630	878,997	742,659	138,571	2,751,857
Additions	75,703	6,355	37,943	-	120,001
31 December 2013	1,067,333	885,352	780,602	138,571	2,871,858
Depreciation					
1 January 2013	441,715	526,418	551,304	71,147	1,590,584
Charged in the year	124,217	53,840	57,324	16,856	252,237
31 December 2013	565,932	580,258	608,628	88,003	1,842,821
Net book value					
31 December 2013	501,401	305,094	171,974	50,568	1,029,037
31 December 2012	549,915	352,579	191,355	67,424	1,161,273

9 STOCKS

	2013 £	2012 £
Raw materials and consumables	32,336	26,625
Finished goods and goods for resale	3,346,253	3,965,243
	3,378,589	3,991,868

Vivienne Westwood Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2013

10	DEBTORS	2013 £	2012 £
	Due within one year		
	Trade debtors	895,055	672,822
	Amounts due from related undertakings	123,494	-
	Amounts due from group undertakings	4,551,801	2,607,520
	Other debtors	199,533	133,074
	Prepayments and accrued income	782,860	786,323
		<u>6,552,743</u>	<u>4,199,739</u>
	Due after more than one year		
	Amounts due from related undertakings	900,000	900,000
	Other debtors	37,845	59,634
		<u>7,490,588</u>	<u>5,159,373</u>
11	CREDITORS: Amounts falling due within one year	2013 £	2012 £
	Trade creditors	4,849,573	3,647,171
	Amounts due to group undertakings	119,930	664,573
	Amounts due to related undertakings	150,000	-
	Corporation tax	380,228	713,858
	Other taxation and social security	781,507	834,246
	Other creditors	66,600	120,673
	Accruals	1,155,941	1,110,023
	Deferred income (see note 12)	-	735,094
		<u>7,503,779</u>	<u>7,825,638</u>
12	DEFERRED INCOME	2013 £	2012 £
	Deferred income comprises unreleased royalties receivable as follows:		
	1 January	735,094	1,660,713
	Royalties receivable	564,646	594,716
	Released during the year	(1,299,740)	(1,520,335)
	31 December (see note 11)	<u>-</u>	<u>735,094</u>

Vivienne Westwood Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2013

13 DEFERRED TAXATION ASSETS AND LIABILITIES

Deferred tax accounted for in the financial statements and the unprovided potential liability are as follows:

	Amount provided		Amount unprovided	
	2013	2012	2013	2012
	£	£	£	£
Excess of depreciation over tax allowances	-	-	46,198	45,527
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

14 SHARE CAPITAL

	2013	2012
	£	£
Allotted, issued and fully paid: 100 ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>

15 PROFIT AND LOSS ACCOUNT

	2013	2012
	£	£
1 January	9,116,714	5,332,735
Profit for the financial year	2,448,958	3,783,979
31 December	<u>11,565,672</u>	<u>9,116,714</u>

16 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2013	2012
	£	£
Profit for the financial year	2,448,958	3,783,979
Opening shareholders' funds	9,116,814	5,332,835
Closing shareholders' funds	<u>11,565,772</u>	<u>9,116,814</u>

Vivienne Westwood Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2013

17	CASH FLOWS	2013 £	2012 £
a	Reconciliation of operating profit to net cash inflow from operating activities		
	Operating profit	3,230,004	5,026,359
	Depreciation and amortisation	252,237	238,763
	Decrease/(increase) in stocks	613,279	(1,413,981)
	(Increase)/decrease in debtors	(2,331,215)	1,601,043
	Decrease/(increase) in creditors	11,771	(4,725,079)
	Net cash inflow from operating activities	<u>1,776,076</u>	<u>727,105</u>
b	Analysis of cash flows for headings netted in the cash flow		
	Returns on investments and servicing of finance:		
	Interest received	3,978	8,478
	Interest paid	(4,796)	-
	Net cash (outflow)/inflow from returns on investments and servicing of finance	<u>(818)</u>	<u>8,478</u>
	Capital expenditure and financial investment:		
	Purchase of tangible fixed assets	(120,001)	(533,539)
	Net cash outflow from capital expenditure and financial investment	<u>(120,001)</u>	<u>(533,539)</u>
c	Analysis of net funds	At 31 December 2012 £	Cash flow £
	Cash at bank and in hand	6,629,938	541,399
		<u>6,629,938</u>	<u>541,399</u>

Vivienne Westwood Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2013

18 COMMITMENTS UNDER OPERATING LEASES

At 31 December 2013 the company had annual commitments under non-cancellable operating leases as follows:

	2013 £	2012 £
Land and buildings		
Expiring in one year	70,000	-
expiring in the second to fifth year	1,236,250	560,000
expiring after five years	661,526	1,147,186
Other		
expiring in the second to fifth year	40,065	20,640
	<u> </u>	<u> </u>

19 CONTROL

V. I. Westwood and A. Kronthaler, directors, are the ultimate controlling shareholders of the company. Latimo SA, incorporated in Luxembourg, is the immediate parent company, and 41 Isabella SA, incorporated in Luxembourg, is the ultimate parent company.

20 RELATED PARTY TRANSACTIONS

	2013 £	2012 £
Directors' current accounts		
Included in other debtors/(creditors) at the year end:		
C. D'Amario	(65,735)	(80,734)
V.I. Westwood	35,982	60,676
A. Kronthaler (spouse of V.I. Westwood)	46,453	(31,942)
	<u> </u>	<u> </u>

The maximum amounts outstanding during the year in regard to the directors' current accounts were £80,734 for C. D'Amario, £99,844 for V.I. Westwood and £46,453 for A. Kronthaler. All amounts due to the company were repaid subsequent to the balance sheet date. No interest is charged on these balances.

Vivienne Westwood (Property) Limited is a company incorporated in the United Kingdom. V.I. Westwood is a director and has ultimate control of the company.

	2013 £	2012 £
Rent paid to Vivienne Westwood (Property) Limited	500,000	500,000
Administration charges	2,000	2,000
Included within debtors at the year end:		
Due from related undertakings in more than one year	450,000	450,000
Included within creditors at the year end:		
Due to related undertakings in less than one year	150,000	-
	<u> </u>	<u> </u>

Vivienne Westwood Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2013

20 RELATED PARTY TRANSACTIONS (continued)

Elcho Property Limited is a company incorporated in the United Kingdom. V.I. Westwood and C. D'Amario are directors and have an interest in the company.

	2013 £	2012 £
Rent paid to Elcho Property Limited	450,000	450,000
Administration charges	2,000	2,000
Included within debtors at the year end:		
Due from related undertakings in less than one year	-	-
Due from related undertakings in more than one year	450,000	450,000
	<u> </u>	<u> </u>

VW Parfum Limited is a company incorporated in the United Kingdom which is a fellow subsidiary undertaking of Latimo SA.

	2013 £	2012 £
Charge for net assets acquired	-	119,930
Included within creditors at the year end:		
Due to group undertakings in less than one year	119,930	119,930
	<u> </u>	<u> </u>

Vivienne Westwood Consulting S.r.l. is a company incorporated in Italy which is a fellow subsidiary undertaking of Latimo SA.

	2013 £	2012 £
Consulting services paid to Vivienne Westwood Consulting S.r.l.	251,156	243,967
Included within creditors at the year end:		
Due from group undertakings due in less than one year	-	-
	<u> </u>	<u> </u>

Vivienne Westwood Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2013

20 RELATED PARTY TRANSACTIONS (continued)

Vivienne Westwood S.r.l. is a company incorporated in Italy which is a fellow subsidiary undertaking of Latimo SA.

	2013 £	2012 £
Amount receivable from Vivienne Westwood S.r.l. in respect of commission	2,648,174	2,975,165
Amount receivable from Vivienne Westwood S.r.l. in respect of designer agreement	1,329,067	1,188,165
Amount receivable from Vivienne Westwood S.r.l. in respect of PR agreement	150,693	148,770
Amount receivable from Vivienne Westwood S.r.l. in respect of visual merchandising agreement	-	-
Amount receivable from Vivienne Westwood S.r.l. in respect of advertising agreement	42,246	-
Amount receivable from Vivienne Westwood S.r.l. in respect of goods sold	104,593	101,556
Amount receivable from Vivienne Westwood S.r.l. in respect of miscellaneous sales	104,831	56,681
Amount payable to Vivienne Westwood S.r.l. in respect of commission	17,518	15,112
Amount payable to Vivienne Westwood S.r.l. in respect of PR agreement	50,231	48,784
Amount payable to Vivienne Westwood S.r.l. in respect of IT costs	38,742	-
Amount payable to Vivienne Westwood S.r.l. in respect of goods purchased	1,379,240	1,478,352
Included within debtors at the year end:		
Due from group undertakings in less than one year	4,069,240	2,212,986

Vivienne Westwood S.a.r.l. is a company incorporated in France which is a fellow subsidiary undertaking of Latimo SA.

	2013 £	2012 £
Amount receivable from Vivienne Westwood S.a.r.l. in respect of goods sold	68,644	90,134
Amounts receivable from Vivienne Westwood S.a.r.l. in respect of miscellaneous sales	87,286	82,376
Amount payable to Vivienne Westwood S.a.r.l. in respect of commission	98,719	87,254
Amount payable to Vivienne Westwood S.a.r.l. in respect of PR agreement	208,223	120,999
Amount payable to Vivienne Westwood S.a.r.l. in respect of goods purchased	11,074	-
Included within debtors at the year end:		
Due from group undertakings in less than one year	139,034	138,104

Vivienne Westwood Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2013

20 RELATED PARTY TRANSACTIONS (continued)

Latimo SA is a company incorporated in Luxembourg which is the immediate parent of Vivienne Westwood Limited.

	2013 £	2012 £
Licence fees paid to Latimo SA	2,073,194	2,005,791
Included within creditors at the year end:		
Due to group undertaking in less than one year	-	544,643
Accruals	779,210	739,142

Rio Bravo Inc is a company incorporated in the United States of America which is a fellow subsidiary undertaking of Latimo SA.

	2013 £	2012 £
Amount receivable from Rio Bravo Inc in respect of goods sold	345,942	213,394
Amount payable to Rio Bravo in respect of PR agreement	19,484	-
Included within debtors at the year end:		
Due from group undertakings in less than one year	343,527	256,430

VIW Vertrieb GmbH is a company incorporated in Germany. V.I. Westwood has an interest in the company.

	2013 £	2012 £
Included within debtors at the year end:		
Due from related undertakings in less than one year	123,494	-