

Registered Number 06334437

LANEBRIDGE HOLDINGS LIMITED
DIRECTORS' REPORT & FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016



LANEBRIDGE HOLDINGS LIMITED

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LANEBRIDGE HOLDINGS LIMITED

DIRECTORS' REPORT

31 MARCH 2016 FINANCIAL STATEMENTS

The Directors present their report and the audited financial statements for the year ended 31 March 2016. These accounts are prepared in accordance with applicable United Kingdom law and International Financial Reporting Standards (IFRSs) as adopted by the EU.

PRINCIPAL ACTIVITY AND BUSINESS REVIEW

The principal activity of Lanebridge Holdings Limited (the 'Company') is that of a Holding Company. The Company is the Parent Company of Lanebridge Investment Management Limited. The Directors do not envisage any change in the principal activity of the Company going forward.

During the year the £1,850,000 of long term borrowings were converted into equity. N M Rothschild acquired a £1 deferred share and paid £1,849,999 of share premium in return for their loan.

RISK MANAGEMENT

The activities of the Company are overseen by the Board of Directors. The Board meet regularly to review all risk and compliance issues affecting the Group Companies.

The key risks of the Company and the Company's risk management policies are considered in Note 11

On the 23 June the UK voted to leave the European Union. At the date of signing these accounts the Directors do not foresee any immediate impact on the Company, but acknowledge the uncertainty that exists. The Directors will continue to keep this under review.

RESULTS AND DIVIDENDS

The loss for the year, after taxation, amounted to £1,873,974 (2015: £37,987).

The Directors do not recommend the payment of a dividend (2015: £Nil).

GOING CONCERN

In the financial year ended 31 March 2016 the Company made a loss of £1,873,974 (2015: £37,987). However, since the Company has net assets the Directors are satisfied that the Company has adequate resources to continue in business for a period of at least twelve months from the date of approval of the financial statements and consequently the going concern basis continues to be appropriate in preparing the financial statements.

LANEBRIDGE HOLDINGS LIMITED

DIRECTORS' REPORT (CONTINUED)

31 MARCH 2016 FINANCIAL STATEMENTS

EMPLOYEES

The Company does not have any employees or staff costs.

Details of employees and staff costs within the Group where applicable are disclosed within the accounts of Lanebridge Investment Management Limited.

DIRECTORS

The Directors who held office during the year were as follows:

Christopher Coleman
Ian Walker
Peter Griggs
Rosalyn Harper
Simon Osmond
John King

Reference to Directors' emoluments is included within Note 2.

DIRECTORS' INDEMNITY

The Company has provided qualifying third-party indemnities for the benefit of its Directors. These were provided during the period and remain in force at the date of this report.

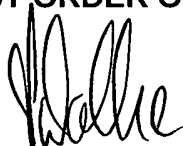
DISCLOSURE OF INFORMATION TO AUDITOR

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

AUDITOR

The Board appointed KPMG LLP as auditor of the Company. Pursuant to section 487 of the Companies Act 2006, the auditors will be deemed to have been re-appointed and KPMG LLP will therefore continue in office.

BY ORDER OF THE BOARD



Ian Walker
Director

New Court
St. Swithin's Lane
London
EC4N 8AL

Date: 22 September 2016

LANEBRIDGE HOLDINGS LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS

31 MARCH 2016 FINANCIAL STATEMENTS

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

Company law requires the Directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with IFRSs as adopted by the EU 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 these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether they have been prepared in accordance with IFRSs as adopted by the EU; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

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

LANEBRIDGE HOLDINGS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LANEBRIDGE HOLDINGS LIMITED

31 MARCH 2015 FINANCIAL STATEMENTS

We have audited the financial statements of Lanebridge Holdings Limited (the 'Company') for the year ended 31 March 2016 set out on pages 7 to 19. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the EU.

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 auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 4, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit, and express an opinion on, the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's web-site at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 March 2016 and of its loss for the year then ended;
- have been properly prepared in accordance with IFRSs as adopted by the EU; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

LANEBRIDGE HOLDINGS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LANEBRIDGE HOLDINGS LIMITED (CONTINUED)

31 MARCH 2016 FINANCIAL STATEMENTS

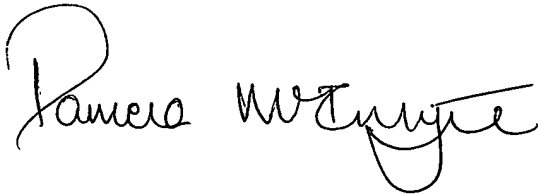
Opinion on other matter prescribed by the Companies Act 2006

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

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; or
- the Directors were not entitled to prepare the strategic report in accordance with the small companies regime.



Pamela McIntyre (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
15 Canada Square
Canary Wharf
London E14 5GL

Date: 22 September 2016

LANEBRIDGE HOLDINGS LIMITED

INCOME STATEMENT

31 MARCH 2016 FINANCIAL STATEMENTS

For the year ended 31 March 2016

	Note	Year ended 31 March 2016 £	Year ended 31 March 2015 £
Impairment in subsidiary	5	(1,836,100)	-
Operating loss before financing		<u>(1,836,100)</u>	<u>-</u>
Finance costs		(60,833)	(51,391)
Net financing expense	3	<u>(60,833)</u>	<u>(51,391)</u>
Loss before tax		(1,896,933)	(51,391)
Income tax credit	4	22,959	13,404
Loss for the year		<u>(1,873,974)</u>	<u>(37,987)</u>

The notes and information on pages 11 to 19 are an integral part of these financial statements.

There were no other components of recognised income or expense in either year. Consequently no Statement of Comprehensive Income has been presented.

LANEBRIDGE HOLDINGS LIMITED

BALANCE SHEET

31 MARCH 2016 FINANCIAL STATEMENTS

As at 31 March 2016	Note	31 March 2016 £	31 March 2015 £
Assets			
Non-current assets			
Investment in subsidiary	5	263,900	2,100,000
Current assets			
<i>Financial assets</i>			
Current tax asset	4	12,167	-
Trade and other receivables	6	389,747	134,905
Total assets		<u>665,814</u>	<u>2,234,905</u>
Liabilities			
Current liabilities			
Short term borrowings	8	485,000	180,000
Trade and other payables	7	37	154
Non-current liabilities			
<i>Financial liabilities</i>			
Long-term borrowings	8	-	1,850,000
Total liabilities		<u>485,037</u>	<u>2,030,154</u>
Net assets		<u>180,777</u>	<u>204,751</u>
Capital and reserves			
Equity			
Issued share capital	9	1,000,002	1,000,001
Share Premium Account		8,999,998	7,149,999
Capital Contribution Reserve		1,579,800	1,579,800
Accumulated loss		(11,399,023)	(9,525,049)
Total equity		<u>180,777</u>	<u>204,751</u>

The notes and information on pages 11 to 19 are an integral part of these financial statements.

These financial statements were approved by the Board of Directors on 22 September 2016 and were signed on its behalf by:


Ian Walker

Director

Company Registered Number: 06334437

LANEBRIDGE HOLDINGS LIMITED

STATEMENT OF CHANGES IN EQUITY

31 MARCH 2016 FINANCIAL STATEMENTS

For the year ended 31 March 2016

	Share capital £	Accumulated loss £	Share Premium Account £	Capital Contribution Reserve £	Total equity £
Balance at 1 April 2014	1,000,001	(9,487,062)	7,149,999	1,579,800	242,738
Total comprehensive loss for the year					
Loss for the financial year	-	(37,987)	-	-	(37,987)
Total comprehensive loss for the year	-	(37,987)			(37,987)
Balance at 31 March 2015	1,000,001	(9,525,049)	7,149,999	1,579,800	204,751

	Share capital £	Accumulated loss £	Share Premium Account £	Capital Contribution Reserve £	Total equity £
Balance at 1 April 2015	1,000,001	(9,525,049)	7,149,999	1,579,800	204,751
Total comprehensive loss for the year					
Loss for the financial year	-	(1,873,974)	-	-	(1,873,974)
Total comprehensive loss for the year	-	(1,873,974)	-	-	(1,873,974)
Share issue in the year	1		1,849,999		1,850,000
Balance at 31 March 2016	1,000,002	(11,399,023)	8,999,998	1,579,800	180,777

The notes and information on pages 11 to 19 are an integral part of these financial statements.

LANEBRIDGE HOLDINGS LIMITED

STATEMENT OF CASH FLOWS

31 MARCH 2016 FINANCIAL STATEMENTS

For the year ended 31 March 2016

	Year ended 31 March 2016 £	Year ended 31 March 2015 £
Cash flows from operating activities		
Loss before tax for the year	(1,896,933)	(51,391)
Adjustments for:		
Impairment of fixed asset investment	1,836,100	-
Financial expense	60,833	51,391
<i>Operating profit before working capital changes</i>	-	-
<i>Changes in working capital</i>		
Increase in trade and other receivables	(254,842)	(121,501)
Decrease in trade and other payables	(117)	(7,123)
Taxation (paid)/received	10,792	-
Net cash from operating activities	<u>(244,167)</u>	<u>(128,624)</u>
Cash flows from financing activities		
Drawdown of short-term borrowings	305,000	180,000
Repayment of long term borrowings	(1,850,000)	-
Loan interest	(60,833)	(51,376)
Issue of share capital	1,850,000	-
Net cash from financing activities	<u>244,167</u>	<u>128,624</u>
Net movement in cash and cash equivalents	-	-
Cash and cash equivalents at 1 April	-	-
Cash and cash equivalents at 31 March	<u>-</u>	<u>-</u>

The notes and information on pages 11 to 19 are an integral part of these financial statements.

LANEBRIDGE HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

31 MARCH 2016 FINANCIAL STATEMENTS

1. Significant accounting policies

Lanebridge Holdings Limited (the "Company") is a limited liability company incorporated and domiciled in the United Kingdom.

The financial statements were authorised for issue by the Board of Directors on 22 September 2016

(a) Statement of compliance

The financial statements have been prepared in accordance with EU Endorsed International Financial Reporting Standards (IFRSs), IFRIC interpretations and the Companies Act 2006 applicable to companies reporting under IFRS, in so far as they are considered appropriate to the Company's circumstances. The effect of non-compliance or the effect of IFRS's not yet effective and adopted would not have a material effect on the results within the Company's financial statements.

(b) Basis of preparation

The financial statements have been prepared on the historical cost basis, unless stated otherwise.

The financial statements are presented in Sterling, rounded to the nearest pound.

The financial statements present information about the company as an individual undertaking and not about its Group. In accordance with Section 400 of the Companies Act 2006, consolidation of subsidiaries has not been undertaken since the Company forms part of Rothschild & Co, which prepares a group set of consolidated financial statements under IFRS.

The preparation of financial statements in conformity with IFRSs as adopted by the EU requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Going Concern

In the financial year ended 31 March 2016 the Company made a loss of £1,873,974 (2015: £37,987). However, since the Company has net assets the Directors are satisfied that the Company has adequate resources to continue in business for a period of at least twelve months from the date of approval of the financial statements and consequently the going concern basis continues to be appropriate in preparing the financial statements.

LANEBRIDGE HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

31 MARCH 2016 FINANCIAL STATEMENTS

1. Significant accounting policies (continued)

(b) Basis of preparation (continued)

Developments in reporting standards and interpretations

Standards affecting the financial statements

There were no new standards or amendments to standards that have been applied in the financial statements for the year ended 31 March 2016.

Future accounting developments

A number of new standards, amendments to standards and interpretations are effective for annual periods ending after 31 March 2016 and therefore have not been applied in preparing these financial statements. None of these are expected to have a significant effect on the financial statements of the Company.

(c) Investment in subsidiaries

Subsidiaries are entities that are directly or indirectly controlled by the Group. Control exists where the Group has the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

Investment in the Company's subsidiaries have been initially accounted for at cost and subsequently at cost less accumulated impairment as shown in note 5.

An impairment loss is recognised where the carrying amount of the investment exceeds its recoverable amount.

(d) Trade and other receivables

Trade and other receivables are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses.

(e) Revenue recognition

Management fees receivable are recognised on an accruals basis up to the balance sheet date.

(f) Trade and other payables

Trade and other payables are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method.

LANEBRIDGE HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

31 MARCH 2016 FINANCIAL STATEMENTS

1. Significant accounting policies (continued)

(g) Financial assets and liabilities

All financial assets are initially measured at fair value plus transaction costs which are directly attributable to their acquisition.

Financial liabilities are measured initially at fair value plus any directly attributable transaction costs.

All financial assets and financial liabilities are reviewed on a monthly basis by the directors and fair value adjustments are made, where appropriate, to the carrying values within the financial statements.

(h) Income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the tax authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the balance sheet date.

Deferred taxation is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements, except to the extent that the directors do not anticipate that the timing differences will crystallise in the foreseeable future.

Deferred tax is determined using the tax rates and tax laws that have been enacted or substantially enacted by the balance sheet date and which are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which differences can be utilised. An asset is not recognised to the extent that the transfer of economic benefits in the future is uncertain.

LANEBRIDGE HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

31 MARCH 2016 FINANCIAL STATEMENTS

2. Administrative expenses

The audit fees in respect of the Company audit are recognised within the financial statements of Lanebridge Investment Management Limited.

Other than the Directors, the Company has no employees or staff costs.

The Directors of the Company also hold positions in other Group entities. The Directors received no emoluments in their capacity as Directors of the Company during the year ended 31 March 2016 (2015: £Nil).

3. Net financing expense

	Year ended 31 March 2016 £	Year ended 31 March 2015 £
Loan interest	(60,833)	(51,391)
Net financing expense	<u>(60,833)</u>	<u>(51,391)</u>

4. Income tax credit

Recognised in the income statement

	Year ended 31 March 2016 £	Year ended 31 March 2015 £
Current tax:		
Current period	12,167	-
Prior period credit : Surrender of group relief	10,792	13,404
	<u>22,959</u>	<u>13,404</u>
Total income tax credit in the income statement	<u>22,959</u>	<u>13,404</u>

LANEBRIDGE HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

31 MARCH 2016 FINANCIAL STATEMENTS

4. Income tax credit (continued)

Reconciliation of effective tax rate

	Year ended 31 March 2016	Year ended 31 March 2015
	£	£
Loss before taxation	(1,896,933)	(51,391)
Loss on ordinary activities before taxation multiplied by the standard rate of UK corporation tax of 20% (2015: 21%)	379,387	10,792
The differences are explained below:		
Impairment provisions not deductible for tax purposes	(367,220)	-
Tax losses not recognised	-	(10,792)
Prior period credit : Surrender of group relief	10,792	13,404
	(356,428)	2,612
Total corporation tax and deferred tax in income statement	22,959	13,404

The total deferred tax on losses not recognised at 31 March 2016, calculated based on the rate of 20% amounts to £228,232 (2015: £228,232 calculated at 20%).

5. Investment in subsidiaries

Cost	£
At 31 March 2015	10,050,000
At 31 March 2016	10,050,000
Impairment provision	
At 31 March 2015	(7,950,000)
Provided in the year	(1,836,100)
At 31 March 2016	(9,786,100)
Net Book Value	
At 31 March 2015	2,100,000
At 31 March 2016	263,900

LANEBRIDGE HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

31 MARCH 2016 FINANCIAL STATEMENTS

5. Investment in subsidiaries (Cont.)

<u>Subsidiary Undertakings</u>	<u>Country of Incorporation</u>	<u>Principal Activity</u>	<u>% of equity and votes held</u>
Lanebridge Investment Management Limited	UK	Real Estate Manager	100
Lanebridge (Arena Plaza) Jersey General Partner Limited	Jersey	General Partner	100

As detailed above, Lanebridge Investment Management Limited ("LIML") is a wholly owned subsidiary of the Company. The net book value of the investment in LIML is £263,900 as at 31 March 2016. The shares in Lanebridge (Arena Plaza) Jersey General Partner Limited are held directly by LIML. All subsidiaries have the same accounting reference date as Lanebridge Holdings Limited.

In the current financial year the investment in LIML was written down from £2,100,000 to £263,900, with an impairment charge of £1,836,100 recorded. The carrying value of £236,900 represents the value of the net assets from when LIML was acquired. On 11 July 2016 a restructure was agreed, (Note 13). Under the terms of this restructure LIML secured an agreement to settle both historic and ongoing fees for its management services. Management are of the view that the additional exit fees that were, under the terms of the original agreement, to be paid at exit on the sale of the underlying managed property, were unlikely to be paid. Accordingly management deemed it appropriate to impair the investment in its subsidiary.

6. Trade and other receivables

	31 March 2016	31 March 2015
<i>Financial assets</i>	£	£
Amounts owed from fellow group undertakings	389,747	134,905
	<u>389,747</u>	<u>134,905</u>

7. Trade and other payables

	31 March 2016	31 March 2015
	£	£
<i>Non-Financial liabilities</i>		
Accruals and deferred income	37	154
	<u>37</u>	<u>154</u>

8. Borrowings

	31 March 2016	31 March 2015
	£	£
<i>Financial liabilities</i>		
Short-term borrowings	485,000	180,000
Long-term borrowings – "A" Loan notes	-	1,850,000
Total Liabilities	<u>485,000</u>	<u>2,030,000</u>

LANEBRIDGE HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

31 MARCH 2016 FINANCIAL STATEMENTS

8. Borrowings (Cont.)

Analysis of loans:	31 March 2016	31 March 2015
	£	£
Due between 0 – 1 years	485,000	180,000
Due between 1 - 2 years	-	-
Due between 2 - 5 years	-	1,850,000
	<u>485,000</u>	<u>2,030,000</u>

During the year ended 31 March 2016, loan notes in the sum of £1.85m were converted into equity, reflected through the issue of one £1 deferred share and the movement in the share premium account.

The directors have considered the terms of the finance in respect of the short term borrowings and long term borrowings. Taking into consideration the terms of repayment and the rate of interest applicable to the borrowings, the directors consider that the borrowings are fairly stated at the amounts reflected within the accounts and that no fair value adjustment is required as at 31 March 2016.

9. Issued share capital

Allocated, called up and fully paid	31 March 2016	31 March 2015
	£	£
510,000 Preferred Ordinary shares of £1 each	510,000	510,000
490,000 Ordinary shares of £1 each	490,000	490,000
2 Deferred Shares of £1 each	2	1
	<u>1,000,002</u>	<u>1,000,001</u>

On 31 March 2016, the Company issued one £1 deferred share to its parent company. The consideration amounted to £1.85m, representing the amount released on the Company's loan notes.

10. Financial instruments

Fair values

Management are of the opinion that the fair values at 31 March 2016 and 31 March 2015 equate to their carrying amount.

LANEBRIDGE HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

31 MARCH 2016 FINANCIAL STATEMENTS

11. Risk management policies

(a) Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss.

Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. The Company does not require collateral in respect of financial assets.

At the balance sheet date there were no significant concentrations of credit risk. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the balance sheet.

Upon reviewing all classes of financial assets of the Company, the gross carrying amounts were found to be neither past due nor impaired.

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in raising funds to meet cash commitments associated with financial instruments. Liquidity risk may result from either the inability to sell financial assets quickly at their fair values; or a counterparty failing to repay a contractual obligation; or the inability to generate cash inflows as anticipated.

The Company only holds the shares in its Subsidiary and does not hold any other form of investment.

The following table shows contractual cash flows payable by the Company on financial liabilities analysed by remaining contractual maturity at the balance sheet date.

	<u>Carrying value</u>		<u>Year 0 – 1</u>		<u>Year 1 - 2</u>		<u>Year 2 - 5</u>	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Short-term borrowings	485,000	180,000	485,000	184,991	-	-	-	-
Trade and other payables	37	154	37	154	-	-	-	-
Long-term borrowings	-	1,850,000	-	-	-	-	-	2,029,552
	485,037	2,030,154	485,037	185,145	-	-	-	2,029,552

(c) Market risk

Market risk is the risk of change in the fair value of financial instruments from fluctuation in foreign exchange rates (currency risk), market interest rates (interest rate risk) and market prices (price risk). The Company's exposure to market risk is limited to interest risk and foreign exchange risk.

The Company does not hold any bank balances in foreign currencies. Therefore exposure to currency risk is minimal.

LANEBRIDGE HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

31 MARCH 2016 FINANCIAL STATEMENTS

11. Risk management policies (Cont.)

(d) Operational risk

Operational risk is the risk that an entity will encounter loss due to inadequate or failed internal processes, people and systems or from external events. The definition includes legal risk, strategic risk and reputational risk. The major operational risks confronting the Company are systems failure and business administration errors. The Company implements controls to ensure that risk is minimised and consistent with providing high levels of customer service.

(e) Capital risk management

The Company is not subject to any externally imposed capital requirements. The Company follows the capital management policies of its parent undertaking N M Rothschild & Sons Limited and the capital of the Company is managed on a group level.

12. Contingent liabilities

There were no contingent liabilities at 31 March 2016 or 31 March 2015.

13. Events after the balance sheet date

On July 11 2016 there was a restructure of the Lanebridge (Arena Plaza) Limited Partnership financing. This resulted in funds being made available to the Company's subsidiary Lanebridge Investment Management Limited to meet repayments of its trade receivable balances over an expected period of two years.

14. Ultimate controlling party

The Parent Company is N M Rothschild & Sons Limited, a company registered in England and Wales.

The ultimate controlling party is Rothschild Concordia SAS, a company incorporated in France.

The largest group in which the results of the Company are consolidated is that headed by Rothschild Concordia SAS. The smallest group in which they are consolidated is that headed by Rothschild & Co. The accounts are available from the Rothschild web-site at www.rothschild.com

15. Related parties

At 31 March 2016, there is a balance of £389,747 owing from Lanebridge Investment Management Limited (2015: £134,905 owing from Lanebridge Investment Management Limited).

At 31 March 2016, there are long term borrowings of £Nil (2015: £1,850,000) owing to N M Rothschild & Sons Limited.

At 31 March 2016, current liabilities includes £485,037 (2015: £180,154) owing to N M Rothschild & Sons Limited.