

Company financial statements

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Company balance sheet

As at 26 March 2016

	Note	26 March 2016 £ million	28 March 2015 £ million
Fixed assets			
Investments in subsidiary undertakings	3	164.6	162.2
		164.6	162.2
Current assets			
Debtors – amounts falling due within one year	4	145.3	158.8
Cash at bank and in hand and time deposits		6.2	50.2
		151.5	209.0
Creditors – amounts falling due within one year	5	(124.3)	(182.2)
Net current assets/(liabilities)		27.2	26.8
Total assets less current liabilities		191.8	189.0
Net assets		191.8	189.0
Capital and reserves attributable to equity interests			
Called up share capital	6	85.4	85.2
Share premium	7	61.0	60.8
Own shares	7	(0.3)	(0.4)
Profit and loss account	7	45.7	43.4
Equity shareholders' funds		191.8	189.0

Approved by the Board on 18 May 2016 and signed on its behalf by:



Richard Smothers
Chief Financial Officer

Statement of changes in equity

	Share capital £ million	Share premium account £ million	Own share reserve £ million	Profit and loss account £ million	Total equity £ million
Balance at 28 March 2015	85.2	60.8	(0.4)	43.4	189.0
Profit for the period	–	–	–	–	–
Other comprehensive income for the period	–	–	–	–	–
Total comprehensive income for the period	–	–	–	–	–
Issue of share capital	0.2	0.2	–	–	0.4
Capital contribution for equity-settled share based payments	–	–	–	2.4	2.4
Shares transferred to employees on vesting	–	–	0.1	(0.1)	–
Balance at 26 March 2016	85.4	61.0	(0.3)	45.7	191.8
Balance at 29 March 2014	44.4	6.3	(0.4)	47.2	97.5
Loss for the period	–	–	–	(5.1)	(5.1)
Other comprehensive income for the period	–	–	–	–	–
Total comprehensive income for the period	–	–	–	(5.1)	(5.1)
Issue of share capital	40.8	54.5	–	–	95.3
Capital contribution for equity-settled share based payments	–	–	–	1.3	1.3
Balance at 28 March 2015	85.2	60.8	(0.4)	43.4	189.0

Notes to the Company financial statements

1. Significant accounting policies

Basis of presentation

The Company's accounting period covers the 52 weeks ended 26 March 2016. The comparative period covered the 52 weeks ended 28 March 2015.

Basis of accounting

The Company meets the definition of a qualifying entity under FRS 101 (Financial Reporting Standard 101) issued by the Financial Reporting Council. Accordingly, in the 52 week period ended 26 March 2016 the Company has changed its accounting framework from pre-2015 UK GAAP to FRS 101 as issued by the Financial Reporting Council and has, in doing so, applied the requirements of IFRS 1.6-33 and related appendices. These financial statements were prepared in accordance with FRS 101 'Reduced Disclosure Framework' as issued by the Financial Reporting Council. The prior period financial statements did not require restatement for material adjustments on adoption of FRS 101 in the current year.

As permitted by FRS 101, the Company has taken advantage of the disclosure exemption available under the standard in relation to presentation of cash flow statement and certain related party transactions.

Where required, equivalent disclosures are given in the consolidation financial statements.

The financial statements have been prepared on the historical cost basis except for the remeasurement of certain financial instruments to fair value. The principal accounting policies adopted are the same as those set out in note 2 to the consolidated financial statements except as noted below.

Investments in subsidiaries, joint ventures and associates are stated at cost less, where appropriate, provisions for impairment.

Explanation of transition to FRS 101

This is the first time that the Company has presented its financial statements under FRS 101 (Financial Reporting Standard 101) issued by the Financial Reporting Council. The following disclosures are required in the year of transition. The last financial statements under a previous GAAP (pre-2015 UK GAAP) were for the 52 week period ended 28 March 2015 and the date of transition to FRS 101 was therefore 29 March 2015.

There have been no adjustments on transition to FRS 101.

2. Profit and loss account

As permitted by Section 408 of the Companies Act 2006, no separate profit and loss account is presented for the Company. The Company's result for the 52 weeks ended 26 March 2016 was £nil (2015: loss of £5.1 million). The auditor's remuneration for audit and other services is disclosed in note 7 to the consolidated financial statements.

Notes to the Company financial statements

continued

3. Investments in subsidiary undertakings

Investments in the Company's balance sheet consist of its investments in subsidiary undertakings. The Company's subsidiaries, all of which are wholly owned, are included in note 12 of the Group financial statements.

The Company's investment in its subsidiary undertakings is as follows:

	26 March 2016 £ million	28 March 2015 £ million
Cost of investments (less amounts written off £153.0 million (2015: £153.0 million))	153.9	151.5
Loans to subsidiary undertakings	65.5	65.5
	219.4	217.0
	£ million	
Cost		
At 28 March 2015		217.0
Share-based payments to employees of subsidiaries		2.4
At 26 March 2016		219.4
Impairment		
At 28 March 2015		(54.8)
Charged during the period		–
At 26 March 2016		(54.8)
Net book value		164.6

4. Debtors

	26 March 2016 £ million	28 March 2015 £ million
Amounts due from subsidiary undertakings	145.2	158.4
Other debtors	0.1	0.4
	145.3	158.8

5. Creditors

Creditors: amounts due within one year

	26 March 2016 £ million	28 March 2015 £ million
Amounts due to subsidiary undertakings	123.6	181.4
Accruals and other creditors	0.7	0.8
	124.3	182.2

6. Called up share capital

	Number of shares	£ million
Issued and fully paid		
Ordinary shares of 50p each:		
Balance at 28 March 2015	170,469,020	85.2
Issued under the Mothercare Sharesave Scheme	393,843	0.2
Balance at 26 March 2016	170,862,863	85.4

Further details of employee and executive share schemes are provided in note 28 to the consolidated financial statements.

7. Reserves

	Share premium £ million	Own shares £ million	Profit and loss account £ million
Balance at 28 March 2015	60.8	(0.4)	43.4
Net premium on shares issued	0.2	–	–
Fair value of share-based payments	–	–	2.4
Shares transferred to employees on vesting	–	0.1	(0.1)
Loss for the financial year	–	–	–
Balance at 26 March 2016	61.0	(0.3)	45.7

The own shares reserve of £0.3 million (2015: £0.4 million) represents the cost of shares in Mothercare plc purchased in the market and held by the Mothercare Employee Trusts to satisfy options under the Group's share option schemes (see note 28 to the consolidated financial statements). The total shareholding is 55,386 (2015: 133,511) with a market value at 26 March 2016 of £0.1 million (2015: £0.3 million).

Five year record

(unaudited)

	2016 £ million	2015 £ million	2014 £ million	2013 ⁴ Restated £ million	2012 £ million
Summary of consolidated income statements					
Revenue	682.3	713.9	724.9	749.4	812.7
Underlying ¹ profit from operations before interest	22.8	18.0	15.9	11.8	2.0
Non-underlying ² items	(9.9)	(24.6)	(35.0)	(29.4)	(104.4)
Interest (net)	(3.2)	(6.5)	(7.2)	(6.3)	(0.5)
Profit/(loss) before taxation	9.7	(13.1)	(26.3)	(23.9)	(102.9)
Taxation	(3.3)	(2.3)	(1.2)	0.1	11.1
Profit/(loss) for the financial year	6.4	(15.4)	(27.5)	(23.8)	(91.8)
Basic earnings/(loss) per share	3.8p	(12.6p)	(31.0p)	(26.9p)	(105.2p)
Basic underlying earnings per share	9.6p	8.6p	7.7p	4.2p	1.8p
Summary of consolidated balance sheets					
Deferred tax asset	20.3	23.6	18.5	21.7	17.6
Other non-current assets	123.5	109.6	111.5	124.1	145.2
Net current assets	57.8	64.1	12.2	45.6	24.0
Retirement benefit obligations	(74.4)	(81.2)	(49.7)	(61.6)	(52.7)
Other non-current liabilities	(38.1)	(38.4)	(77.3)	(91.0)	(61.4)
Total net assets	89.1	77.7	15.2	38.8	72.7
Other key statistics					
Share price at year end	180.0	206.5p	189.0p	315.0p	166.0p
Net (debt)cash/equity	15.0%	40.5%	(238.5%)	(83.5%)	(27.6%)
Number of issued shares	170,862,863	170,469,020	88,813,598	88,653,417	88,636,762
Capital expenditure	32.1	12.7	10.9	16.2	24.9
Depreciation and amortisation	13.4	17.7	20.3	21.4	22.8
Rents	44.6	48.2	48.7	54.2	65.4
Number of UK stores	170	189	220	255	311
Number of International stores ³	1,310	1,273	1,221	1,069	1,028
UK selling space (000's sq.ft.)	1,552	1,658	1,737	1,805	1,946
International selling space (000's sq.ft.) ³	3,027	2,895	2,656	2,347	2,283
Average number of employees	5,346	5,433	5,613	6,226	6,943
Average number of full time equivalents	3,153	3,304	3,486	3,959	4,350

1 Before items described in note 2 below.

2 Includes exceptional items (property costs, restructuring costs, impairment charges) and other non-underlying items of amortisation of intangible assets (excluding software) and the impact of non-cash foreign currency adjustments under IAS 39 and IAS 21 as set out in note 6 to the consolidated financial statements.

3 International stores are owned by franchise partners, joint ventures and associates.

4 Restated for amendments to IAS 19.