

Denby Holdings Limited

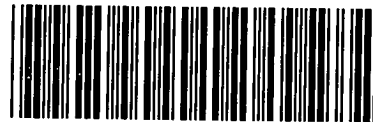
Directors' report and financial statements

for the year ended 31 December 2013

Registered number: 06760049

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Company Information

Directors	Mary Lynne Okulski Iain Duncan David Bolsher (resigned 16 January 2014) Richard Eaton Garry Biggs Robert Barton Martin Duggan Christopher Emmott Paul McGowan
Company secretary	Robert Barton
Registered number	06760049
Registered office	Denby Pottery Denby Derbyshire DE5 8NX
Independent auditor	Grant Thornton UK LLP Chartered Accountants & Statutory Auditors Grant Thornton House Melton Street Euston Square London NW1 2EP
Bankers	Bank of Scotland Butt Dyke House 33 Park Row Nottingham NG1 6GY
Solicitors	Wright Hassall LLP Olympus Avenue Leamington Spa Warwickshire CV34 6BF

Contents

	Page
Directors' report	1 - 2
Group strategic report	3
Independent auditor's report	4 - 5
Consolidated profit and loss account	6
Consolidated statement of total recognised gains and losses	7
Consolidated balance sheet	8
Company balance sheet	9
Consolidated cash flow statement	10
Notes to the financial statements	11 - 22

Directors' report

for the year ended 31 December 2013

The directors present their report and the consolidated financial statements of the group headed by Denby Holdings Limited ('the group') for the year ended 31 December 2013.

Results

The loss for the year, after taxation, amounted to £21,000 (2012 - loss £852,000).

Directors

The directors who served during the year were:

Mary Lynne Okulski
Iain Duncan
David Bolsher (resigned 16 January 2014)
Richard Eaton
Garry Biggs
Robert Barton
Martin Duggan
Christopher Emmott
Paul McGowan

Going concern

The directors consider the company as a going concern as the company's parent undertaking, Hilco London Limited, has agreed to provide financial support to the company for at least twelve months from the date of approval of the accounts

Directors' responsibilities statement

The directors are responsible for preparing the Group 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 the group and of the profit or loss of the group 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 accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Directors' report

for the year ended 31 December 2013

Disclosure of information to auditor

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company and the group's auditor is unaware; and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company and the group's auditor is aware of that information.

This report was approved by the board on 29 September 2014 and signed on its behalf.



Garry Biggs
Director

Group strategic report
for the year ended 31 December 2013

Principal activities

The principal activity of the group was that of the manufacture, design, marketing and distribution of premium quality casual tableware and cookware products worldwide.

Business review

The group achieved both good turnover growth and improved gross margins during the year which led the group back to an operating profit. The combination of volume, mix and efficiency driven improvements gives confidence for the future deliverability of further solid financial performance.

Key performance ratio	2013	2012
Gross margin	43.9%	42.6%

Principal risks and uncertainties

The group uses various financial instruments which include cash, trade debtors, trade creditors and amounts due to group undertakings that arise directly from its operations. The main purpose of these financial instruments is to raise finance for the group's operations. The existence of these financial instruments exposes the group to a number of financial risks, which are described in more detail below.

Currency risk

The group is exposed to translation and transaction foreign exchange risk. Transaction risk is managed at a group level with any materially mismatched net cash flows being considered for hedging. Similarly, the group holds financial liabilities in currencies other than sterling and should material mismatches be forecast the position is considered.

Liquidity risk

The group seeks to manage financial risk by ensuring sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably.

The group's policy throughout the year has been to achieve this objective through management's day to day business decisions rather than through setting maximum or minimum liquidity ratios.

Interest rate risk

The group finances its operations through retained profits and loans from external parties and other group companies.

The interest rate exposure of the financial assets and liabilities of the group as at 31 December 2013 is shown in the balance sheet. The balance sheet includes trade debtors and creditors. These do not attract interest and are therefore subject to fair value interest rate risk.

Credit risk

The group's principal financial assets are cash and trade debtors. The credit risk associated with cash is limited as the counterparties have high credit ratings assigned by international credit-rating agencies. The principal credit risk arises, therefore, from trade debtors.

In order to manage credit risk, management sets limits for customers based on a combination of payment history and third party credit references. Credit limits are reviewed on a regular basis in conjunction with debt aging and collection history.

This report was approved by the board on 29 September 2014 and signed on its behalf.



Independent auditor's report to the members of Denby Holdings Limited
for the year ended 31 December 2013

We have audited the financial statements of Denby Holdings Limited for the year ended 31 December 2013, set out on pages 6 to 22. 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 explained more fully in the Directors' responsibilities statement, 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 website 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 group's and the parent company's affairs as at 31 December 2013 and of the group's loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

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

Independent auditor's report to the members of Denby Holdings Limited
for the year ended 31 December 2013

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Grant Thornton UK LLP

Marc Summers FCA (Senior statutory auditor)

for and on behalf of
Grant Thornton UK LLP

Chartered Accountants
Statutory Auditors

London

29 September 2014

Consolidated profit and loss account
for the year ended 31 December 2013

	Note	2013 £000	2012 £000
Turnover	1,2	44,299	40,297
Cost of sales		(24,865)	(23,127)
Gross profit		19,434	17,170
Selling and distribution costs		(14,821)	(13,430)
Administrative expenses		(4,381)	(4,468)
Operating profit/(loss)	3	232	(728)
Interest payable and similar charges	6	(212)	(174)
Profit/(loss) on ordinary activities before taxation		20	(902)
Tax on profit/(loss) on ordinary activities	7	(41)	50
Loss for the financial year	16	(21)	(852)

All amounts relate to continuing operations.

The notes on pages 11 to 22 form part of these financial statements.

Consolidated statement of total recognised gains and losses
for the year ended 31 December 2013

	2013 £000	2012 £000
Loss for the financial year	(21)	(852)
Other movements in profit and loss reserve	<u>(28)</u>	<u>(2)</u>
Total recognised gains and losses relating to the year	<u>(49)</u>	<u>(854)</u>

The notes on pages 11 to 22 form part of these financial statements.

Consolidated balance sheet

as at 31 December 2013

	Note	£000	2013 £000	£000	2012 £000
Fixed assets					
Intangible assets	8		11,935		12,628
Tangible assets	9		3,360		3,906
			<u>15,295</u>		<u>16,534</u>
Current assets					
Stocks	11	12,136		11,321	
Debtors	12	8,260		6,657	
Cash at bank and in hand		1,614		1,151	
			<u>22,010</u>	<u>19,129</u>	
Creditors: amounts falling due within one year	13	(12,532)		(10,841)	
Net current assets			<u>9,478</u>		<u>8,288</u>
Total assets less current liabilities			<u>24,773</u>		<u>24,822</u>
Creditors: amounts falling due after more than one year	14	(24,571)		(24,571)	
Net assets			<u>202</u>		<u>251</u>
Capital and reserves					
Called up share capital	15		1		1
Share premium account	16		1,000		1,000
Profit and loss account	16		(799)		(750)
Shareholders' funds	17		<u>202</u>		<u>251</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 29 September 2014.



Garry Biggs
Director

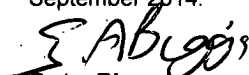
The notes on pages 11 to 22 form part of these financial statements.

Company balance sheet

as at 31 December 2013

	Note	£000	2013 £000	£000	2012 £000
Fixed assets					
Intangible assets	8		81		86
Investments	10		469		469
			<u>550</u>		<u>555</u>
Current assets					
Debtors	12	29,120		28,768	
Cash at bank and in hand		2		7	
		<u>29,122</u>		<u>28,775</u>	
Creditors: amounts falling due within one year	13	(6,678)		(5,550)	
Net current assets			<u>22,444</u>		<u>23,225</u>
Total assets less current liabilities			<u>22,994</u>		<u>23,780</u>
Creditors: amounts falling due after more than one year	14		(24,571)		(24,571)
Net liabilities			<u>(1,577)</u>		<u>(791)</u>
Capital and Reserves					
Called up share capital	15		1		1
Share premium account	16		1,000		1,000
Profit and loss account	16		(2,578)		(1,792)
Shareholders' deficit	17		<u>(1,577)</u>		<u>(791)</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 29 September 2014.


Garry Biggs
Director

The notes on pages 11 to 22 form part of these financial statements.

Consolidated cash flow statement
for the year ended 31 December 2013

	Note	2013 £000	2012 £000
Net cash flow from operating activities	18	(32)	(59)
Returns on investments and servicing of finance	19	(212)	(174)
Taxation		(20)	-
Capital expenditure and financial investment	19	(498)	(726)
Cash outflow before financing		<u>(762)</u>	<u>(959)</u>
Financing	19	1,225	1,152
Increase in cash in the year		<u><u>463</u></u>	<u><u>193</u></u>

Reconciliation of net cash flow to movement in net debt
for the year ended 31 December 2013

	2013 £000	2012 £000
Increase in cash in the year	463	193
Cash inflow from increase in debt and lease financing	(1,225)	(1,152)
Movement in net debt in the year	<u>(762)</u>	<u>(959)</u>
Net debt at 1 January 2013	(3,359)	(2,400)
Net debt at 31 December 2013	<u><u>(4,121)</u></u>	<u><u>(3,359)</u></u>

The notes on pages 11 to 22 form part of these financial statements.

Notes to the financial statements

for the year ended 31 December 2013

1. Accounting policies

1.1 Basis of preparation of financial statements

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

The principal accounting policies of the group have remained unchanged from the previous year.

1.2 Going concern

The financial statements have been prepared on a going concern basis as the company's parent undertaking, Hilco London Limited, has agreed to provide financial support to the company for at least twelve months from the date of approval of the accounts.

1.3 Cash flow

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.4 Basis of consolidation

The financial statements consolidate the accounts of Denby Holdings Limited and all of its subsidiary undertakings ('subsidiaries').

1.5 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

1.6 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Profit and loss account over its estimated economic life of 20 years.

1.7 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold improvements	-	10-33% straight line
Plant and machinery	-	10-33% straight line
Fixtures and fittings	-	10-33% straight line
Assets under construction	-	Depreciated from the date they are brought into use

1.8 Investments

Investments in subsidiaries are valued at cost less provision for impairment.

1.9 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

Notes to the financial statements

for the year ended 31 December 2013

1. Accounting policies (continued)

1.10 Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.11 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.12 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

1.13 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2. Turnover

The whole of the turnover is attributable to principal activities of the group as set out in page 1.

A geographical analysis of turnover is as follows:

	2013 £000	2012 £000
United Kingdom	31,022	28,526
Rest of European Union	2,332	2,360
North America	7,666	7,241
Rest of World	3,279	2,170
	<u>44,299</u>	<u>40,297</u>

Notes to the financial statements
for the year ended 31 December 2013

3. Operating profit/(loss)

The operating profit/(loss) is stated after charging/(crediting):

	2013	2012
	£000	£000
Amortisation - intangible fixed assets	693	683
Depreciation of tangible fixed assets:		
- owned by the group	1,039	1,071
Auditor's remuneration	45	45
Operating lease rentals:		
- plant and machinery	253	273
- other operating leases	2,362	2,331
Difference on foreign exchange	-	16
	<u> </u>	<u> </u>

4. Staff costs

Staff costs, including directors' remuneration, were as follows:

	2013	2012
	£000	£000
Wages and salaries	14,365	13,945
Social security costs	1,279	1,285
Other pension costs	453	467
	<u> </u>	<u> </u>
	<u>16,097</u>	<u>15,697</u>

The average monthly number of employees, including the directors, during the year was as follows:

	2013	2012
	No.	No.
Administrative and management	52	50
Selling and distribution	252	250
Production	354	359
	<u> </u>	<u> </u>
	<u>658</u>	<u>659</u>

5. Directors' remuneration

	2013	2012
	£000	£000
Remuneration	947	927
	<u> </u>	<u> </u>
Company pension contributions to defined contribution pension schemes	96	96
	<u> </u>	<u> </u>

During the year retirement benefits were accruing to 7 directors (2012 - 7) in respect of defined contribution pension schemes.

The highest paid director received remuneration of £199 thousand (2012 - £198 thousand).

Notes to the financial statements
for the year ended 31 December 2013

6. Interest payable and similar charges

	2013 £000	2012 £000
Other interest payable	212	174

7. Taxation

	2013 £000	2012 £000
Analysis of tax charge/(credit) in the year		
UK corporation tax charge on profit/loss for the year	17	-
Adjustments in respect of prior periods	24	(50)
Tax on profit/loss on ordinary activities	41	(50)

Factors affecting tax charge for the year

The tax assessed for the year is higher than (2012 - higher than) the standard rate of corporation tax in the UK of 23.25% (2012 - 24.5%). The differences are explained below:

	2013 £000	2012 £000
Profit/loss on ordinary activities before tax	20	(902)
Profit/loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 23.25% (2012 - 24.5%)	5	(221)
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	19	48
Capital allowances for year in excess of depreciation	17	28
Utilisation of tax losses	(17)	-
Adjustments to tax charge in respect of prior periods	24	(50)
Other timing differences leading to an increase (decrease) in taxation	(7)	6
Unrelieved tax losses carried forward	-	139
Current tax charge/(credit) for the year (see note above)	41	(50)

Notes to the financial statements
for the year ended 31 December 2013

8. Intangible fixed assets

Group	Purchased goodwill £000	Consolidated goodwill £000	Total £000
Cost			
At 1 January 2013 and 31 December 2013	13,917	55	13,972
Amortisation			
At 1 January 2013	2,174	(830)	1,344
Charge for the year	643	50	693
At 31 December 2013	2,817	(780)	2,037
Net book value			
At 31 December 2013	11,100	835	11,935
At 31 December 2012	11,743	885	12,628
Company			Goodwill £000
Cost			
At 1 January 2013 and 31 December 2013			105
Amortisation			
At 1 January 2013			19
Charge for the year			5
At 31 December 2013			24
Net book value			
At 31 December 2013			81
At 31 December 2012			86

Notes to the financial statements

for the year ended 31 December 2013

9. Tangible fixed assets

Group	Leasehold improv'nts £000	Plant and machinery £000	Fixtures and fittings £000	Assets under construction £000	Total £000
Cost					
At 1 January 2013	678	4,268	2,874	459	8,279
Additions	-	-	49	449	498
Disposals	-	(8)	(1)	-	(9)
Transfer between classes	-	463	233	(696)	-
Foreign exchange movement	-	-	122	-	122
At 31 December 2013	678	4,723	3,277	212	8,890
Depreciation					
At 1 January 2013	345	2,583	1,445	-	4,373
Charge for the year	84	472	483	-	1,039
On disposals	-	(8)	(1)	-	(9)
Foreign exchange movement	-	-	127	-	127
At 31 December 2013	429	3,047	2,054	-	5,530
Net book value					
At 31 December 2013	249	1,676	1,223	212	3,360
At 31 December 2012	333	1,685	1,429	459	3,906

10. Fixed asset investments

Company	Investments in subsidiary companies £000
Cost or valuation	
At 1 January 2013 and 31 December 2013	469
Net book value	
At 31 December 2013	469
At 31 December 2012	469

Details of the principal subsidiaries can be found under note number 25.

Notes to the financial statements

for the year ended 31 December 2013

11. Stocks

	Group		Company	
	2013 £000	2012 £000	2013 £000	2012 £000
Raw materials	1,349	1,563	-	-
Work in progress	1,436	1,159	-	-
Finished goods and goods for resale	9,351	8,599	-	-
	12,136	11,321	-	-

12. Debtors

	Group		Company	
	2013 £000	2012 £000	2013 £000	2012 £000
Trade debtors	5,664	4,912	-	-
Amounts owed by group undertakings	923	173	29,117	28,765
Other debtors	993	858	3	3
Prepayments and accrued income	680	714	-	-
	8,260	6,657	29,120	28,768

Amounts owed by group undertakings include £22,836,000 (2012: £22,836,000) repayable after more than one year.

13. Creditors: Amounts falling due within one year

	Group		Company	
	2013 £000	2012 £000	2013 £000	2012 £000
Finance facility	5,735	4,510	-	-
Trade creditors	3,560	3,016	17	-
Amounts owed to group undertakings	1,000	1,000	6,621	5,494
Corporation tax	17	-	-	-
Other taxation and social security	1,138	1,226	37	36
Other creditors	421	440	3	2
Accruals and deferred income	661	649	-	18
	12,532	10,841	6,678	5,550

The finance facility relates to debts discounted with recourse and stock and fixed asset financing, and is secured by a fixed and floating charge over the assets of subsidiary companies.

Notes to the financial statements

for the year ended 31 December 2013

**14. Creditors:
Amounts falling due after more than one year**

	Group		Company	
	2013	2012	2013	2012
	£000	£000	£000	£000
Amounts owed to parent undertaking	24,571	24,571	24,571	24,571

15. Share capital

	2013	2012
	£000	£000
Allotted, called up and fully paid		
1,001 Ordinary shares of £1 each	1	1

16. Reserves

	Share premium account	Profit and loss account
	£000	£000
Group		
At 1 January 2013	1,000	(750)
Loss for the financial year	-	(21)
Exchange adjustments - overseas operations	-	(28)
At 31 December 2013	1,000	(799)
Company		
At 1 January 2013	1,000	(1,792)
Loss for the financial year	-	(786)
At 31 December 2013	1,000	(2,578)

Notes to the financial statements
for the year ended 31 December 2013

17. Reconciliation of movement in shareholders' funds

	2013 £000	2012 £000
Group		
Opening shareholders' funds	251	1,105
Loss for the financial year	(21)	(852)
Other recognised gains and losses during the year	(28)	(2)
	<u>202</u>	<u>251</u>
Company		
Opening shareholders' deficit	(791)	(89)
Loss for the financial year	(786)	(702)
	<u>(1,577)</u>	<u>(791)</u>

The company has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own Profit and loss account.

The loss for the year dealt with in the accounts of the company was £786,000 (2012 loss - £702,000).

18. Net cash flow from operating activities

	2013 £000	2012 £000
Operating profit/(loss)	232	(728)
Foreign exchange movement on assets	(23)	(5)
Amortisation of intangible fixed assets	693	683
Depreciation of tangible fixed assets	1,039	1,071
Profit on disposal of tangible fixed assets	-	(30)
Increase in stocks	(815)	(1,020)
Increase in debtors	(1,608)	(635)
Increase in creditors	450	605
	<u>(32)</u>	<u>(59)</u>
Net cash outflow from operating activities		

19. Analysis of cash flows for headings netted in cash flow statement

	2013 £000	2012 £000
Returns on investments and servicing of finance		
Interest paid	(212)	(174)
	<u>(212)</u>	<u>(174)</u>

Notes to the financial statements
for the year ended 31 December 2013

19. Analysis of cash flows for headings netted in cash flow statement (continued)

	2013 £000	2012 £000
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(498)	(806)
Sale of tangible fixed assets	-	80
	<u>(498)</u>	<u>(726)</u>
Net cash outflow from capital expenditure		
	<u>(498)</u>	<u>(726)</u>
Financing		
Increase in finance facility	1,225	1,152
	<u>1,225</u>	<u>1,152</u>

20. Analysis of changes in net debt

	1 January 2013 £000	Cash flow £000	Other non-cash changes £000	31 December 2013 £000
Cash at bank and in hand	1,151	463	-	1,614
Debt:				
Debts due within one year	(4,510)	(1,225)	-	(5,735)
	<u>(3,359)</u>	<u>(762)</u>	<u>-</u>	<u>(4,121)</u>
Net debt	<u>(3,359)</u>	<u>(762)</u>	<u>-</u>	<u>(4,121)</u>

21. Contingent liabilities

There were no contingent liabilities at 31 December 2013 or 31 December 2012.

22. Operating lease commitments

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

Group	Land and buildings		Plant and machinery	
	2013 £000	2012 £000	2013 £000	2012 £000
Expiry date:				
Within 1 year	60	44	28	29
Between 2 and 5 years	238	432	148	131
After more than 5 years	1,959	1,927	2	13
	<u>2,257</u>	<u>2,403</u>	<u>178</u>	<u>173</u>
Total	<u>2,257</u>	<u>2,403</u>	<u>178</u>	<u>173</u>

Notes to the financial statements
for the year ended 31 December 2013

23. Related party transactions

The company has taken advantage of the exemption in Financial Reporting Standard 8 'Related party disclosures' and has not disclosed transactions with wholly owned subsidiary undertakings.

There were no other related party transactions.

24. Ultimate parent undertaking and controlling party

At 31 December 2013, Valco Capital Partners II Limited Partnership had a 77.5% shareholding in Denby Holdings Limited. Valco Capital Partners II Limited Partnership is 100% owned by Hilco London Limited, a company registered in England and Wales.

The directors consider the ultimate parent undertaking and controlling party of the company to be Hilco Trading, LLC, a company registered in the United States of America, by virtue of its majority shareholding in Hilco London Limited.

The largest group of undertakings for which group accounts have been drawn up is that headed by Hilco Trading, LLC and the smallest such group of undertakings, including the company, is that headed by Hilco London Limited.

Notes to the financial statements

for the year ended 31 December 2013

25. Principal subsidiaries

Company name	Percentage Shareholding	Description
Denby Brands Limited	100	Tableware design
The Denby Pottery Company Limited	100	Tableware retailer
Denby Retail Limited	100	Tableware retailer
Denby Potteries Limited	100	Tableware manufacturer
Denby North America Limited	100	Holding company
Denby Catering Limited	100	Catering services
Burgess & Leigh Limited	100	Tableware manufacturer and retailer
Poole Pottery Retail Limited	100	Giftware retailer
Denby Accessories Limited	100	Accessories retailer
Hartley Greens Limited	100	Tableware retailer
Denby USA Limited*	100	Tableware retailer
Burleigh Design Limited*	100	Textile design

Shares in the above are all held directly by Denby Holdings Limited unless marked with an asterisk. All subsidiary undertakings have the same year end as Denby Holdings Limited and have been included in the group consolidation.