

**Brookfield Office Property Management
Limited**

Annual report and financial statements

Registered number 04852607

31 December 2016

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Contents

Directors' report	1-2
Strategic report	3
Statement of directors' responsibilities	4
Independent auditor's report to the members of Brookfield Office Property Management Ltd	5
Income statement	6
Statement of financial position	7
Statement of changes in equity	8
Cash flow statement	9
Notes to the financial statements	10-19

Directors' report

The Directors present their annual report and the audited financial statements for the year ended 31 December 2016.

The Company is incorporated in the United Kingdom. The Company's registered office is 99 Bishopsgate, London, England, EC2M 3XD, United Kingdom.

Principal activities

The Company continues to provide property management services for properties owned in the Brookfield Group. The Company has continued to provide property management services to 20 Canada Square, 99 Bishopsgate and Moor Place during 2016. In addition, during 2016 additional properties, Principal Place Commercial and London Wall Place 2, were added to the property management portfolio for part of the year. The Company ceased providing property management services to Moor Place in December 2016 following a change in the property's ownership.

Business review

The total comprehensive profit for the year amounted to £170k (2015 loss: £127k). Revenue for the year was £7.7m (2015: £7.2m). Operating profit for the year was £1.2m (2015: £0.9m). Net assets at 31 December 2016 were £477k (2015: £307k).

The Directors do not recommend the payment of a dividend (2015: nil)

Going concern basis

After making enquiries, the directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. There are no significant uncertainties that affect the going concern assumption. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Further details regarding the adoption of the going concern basis can be found in the significant accounting policies in the notes to the financial statements.

Subsequent events

Following a change in ownership to 20 Canada Square subsequent to the year ended 31 December 2016, the Company ceased providing property management services and reporting the revenue and expenditures from July 2017.

In addition the Company added Aldgate Tower to its' property management portfolio in May 2017. No other subsequent events have occurred which would significantly impact the financial statements presented.

Directors

The directors, who served throughout the year, and subsequently, except as noted, were as follows:

J Tuckey (resigned 28/06/2017)
S Ruck
M Jepson (resigned 31/03/2017)
R Meller
R Tang
N Thompson (appointed 28/06/2017)

Auditor

A resolution for the reappointment of Deloitte LLP as auditor of the Company is to be proposed at the Annual General Meeting.

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.

Directors' report (continued)

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

By order of the board


S Ruck
Director

99 Bishopsgate
London
EC2M 3XD
7 September 2017

Strategic Report

Results and dividends

The results for the year ended 31 December 2016 are set out on page 6. The directors do not recommend the payment of a final dividend for the year (2015: *£nil*).

The performance of the business is assessed by considering the revenues and profits/(losses) reported in the income statement, as well as ensuring that the Company meets its contractual obligations as managing agent.

The Company charges management and administration fees for its services. During the year the Company generated a profit of £170k (2015 *loss of £127k*). The Company also reports the revenue and expenditure for running the service charge for 20 Canada Square. At 31 December 2016 the Company had net assets of £477k (2015: £307k).

Another key performance indicator is assessing the arrears to ensure outstanding balances are collected on time. Although the properties have ownership by related parties, predominantly all of the tenants are independent parties. Consequently the Company dedicates resources to proactively manage collections. The balance outstanding at 31 December 2016 related to items due in January 2017.

The performance of the accounts payable function is also critical to ensure that the Company continues to meet credit checks of current and future suppliers. The majority of supplier invoices are settled within 30 days.

The Company's management of the service charge should adhere to RICS Professional Guidelines UK. The Company employs suitably qualified staff to ensure compliance of the code. The Company is also required to manage the property in accordance with Health and Safety requirements.

In May 2017 the Company took over management of Aldgate Tower.

Principal risk and uncertainties

The potential risks and uncertainties, which could have a material impact on the Company's long-term performance include the inability to:

- Meet RICS guidelines for management of the service charge;
- Manage properties in accordance with Health and Safety requirements;
- Meet credit checks of current and new suppliers; and
- Collect all amounts owing from trade debtors.

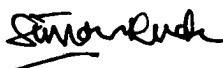
The principal risks and uncertainties facing the business are continuously monitored and managed.

Financial risk management objectives and policies

The main financial risks arising from the Company's activities are credit risk and liquidity risks (note 12).

- Credit risk – this is primarily attributable to trade debtors and thorough checks are undertaken on any new customers/contracts. The amounts carried in the balance sheet are net of allowances for any doubtful debtors.
- Liquidity risk - sufficient cash resources are available to ensure payments are met as they fall due.

By order of the board



S Ruck
Director

99 Bishopsgate
London
EC2M 3XD
7 September 2017

Statement of directors' responsibilities

The directors are responsible for preparing the Annual Report, 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 International Financial Reporting Standards (IFRSs) as adopted by the European Union. 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, International Accounting Standard 1 requires that directors:

- properly select and apply accounting policies;
- present information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information;
- provide additional disclosures when compliance with the specific requirements in IFRSs are insufficient to enable users to understand the impact of particular transactions, other events and conditions on the entity's financial position and financial performance; and
- make an assessment of the Company's ability to continue as a going concern.

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 to 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 Brookfield Office Property Management Limited

We have audited the financial statements of Brookfield Office Property Management Limited for the year ended 31 December 2016 which comprise the Income Statement, the Statement of Financial Position, the Statement of Changes in Equity, the Cash Flow Statement and the related notes 1 to 15. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the European Union.

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' Reseport, 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

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with IFRSs as adopted by the European Union; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

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

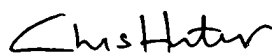
- the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Strategic Report and the Directors' Report.

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.



Chris Hunter CA (Senior Statutory Auditor)
for and on behalf of Deloitte LLP
Statutory Auditor
London, United Kingdom

11 September 2017

Income statement

For the year ended 31 December 2016

	Notes	2016 £000	2015 £000
Continuing operations			
Revenue		7,723	7,239
Cost of sales		(6,561)	(6,374)
Operating profit	5	<u>1,162</u>	<u>865</u>
Administrative expenses		(978)	(974)
Other expenses		-	(18)
Profit/(loss) before tax		<u>184</u>	<u>(127)</u>
Taxation	6	(14)	-
Total comprehensive profit/(loss) for the year		<u><u>170</u></u>	<u><u>(127)</u></u>

All results relate to continuing operations.

There were no items of other comprehensive income other than those stated above and consequently no separate statement of other comprehensive income is presented.

The income statement should be read in conjunction with the notes to the financial statements on pages 10 to 19.

Statement of financial position
At 31 December 2016

	<i>Notes</i>	2016 £000	2015 £000
Non-current assets			
Other intangible assets	8	17	26
		17	26
Current assets			
Cash and cash equivalents	9	8,772	4,262
Trade and other receivables	10	1,090	1,030
Total current assets		9,862	5,292
Total assets		9,879	5,318
Current liabilities			
Trade and other payables	11	(9,402)	(5,011)
Total liabilities		(9,402)	(5,011)
Net assets		477	307
Equity			
Share capital	14	400	400
Retained earnings/(accumulated losses)		77	(93)
Total equity		477	307

The statement of financial position should be read in conjunction with the notes to the financial statements on pages 10 to 19.

These financial statements of Brookfield Office Property Management Limited, registered number 04852607, were approved by the board of directors and approved for issue on 7 September 2017. They were signed on its behalf by:


S Ruck
Director

Statement of changes in equity
For the year ended 31 December 2016

	Share Capital £000	Retained Earnings/ Accumulated Losses £000	Total £000
As at 1 January 2015	400	34	434
Total comprehensive loss for the year	-	(127)	(127)
As at 31 December 2015	400	(93)	307

	Share Capital £000	Retained Earnings/ Accumulated Losses £000	Total £000
As at 1 January 2016	400	(93)	307
Total comprehensive profit for the year	-	170	170
As at 31 December 2016	400	77	477

The statement of changes in equity should be read in conjunction with the notes to the financial statements on pages 10 to 19.

Cash flow statement
For the year ended 31 December 2016

	<i>Notes</i>	2016 £000	2015 £000
Cash flows from operating activities			
Net profit/(loss) before tax		184	(127)
Amortisation		9	26
Operating profit/(loss) before changes in working capital		193	(101)
Increase in trade and other receivables	<i>10</i>	(61)	(847)
Increase in trade and other payables	<i>11</i>	4,378	227
Net cash generated from/(used in) operating activities		4,510	(721)
Cash flows from investing activities			
Purchase of intangible assets	<i>8</i>	-	(26)
Net cash used in investing activities		-	(26)
Net increase/(decrease) in cash and cash equivalents		4,510	(747)
Cash and cash equivalents at 1 January		4,262	5,009
Cash and cash equivalents at 31 December	<i>9</i>	8,772	4,262

The cash flow statement should be read in conjunction with the notes to the financial statements on pages 10 to 19.

Notes to the financial statements

(forming part of the financial statements)

1. General information

Brookfield Office Property Management Limited ("the Company") is a property management company. The Company is a limited liability company incorporated and domiciled in the United Kingdom. The address of its registered office is 99 Bishopsgate, London.

2. Adoption of new and revised standards

At the date of authorisation of these financial statements, the following Standards and Interpretations which have not been applied in these financial statements were in issue but not yet effective (and in some cases had not yet been adopted by the EU):

IFRS 9	Financial Instruments
IFRS 15	Revenue from Contracts with Customers
IFRS 16	Leases
Amendments to IAS 12	Recognition of Deferred Tax Assets for Unrealised Losses
Amendments to IAS 7	Disclosure Initiative
Annual Improvements to IFRSs: 2014-2016 Cycle	Amendments to: IFRS 1 First-time Adoption of International Financial Reporting Standards, IFRS 12 Disclosure of Interests in Other Entities, IAS 28 Investments in Associates and Joint Ventures

The directors do not expect that the adoption of the Standards listed above will have a material impact on the financial statements of the Company in future periods, except that IFRS 9 will impact both the measurement and disclosures of financial instruments and IFRS 15 may have an impact on revenue recognition and related disclosures. Beyond the information above, it is not practicable to provide a reasonable estimate of the effect of IFRS 9 and IFRS 15 until a detailed review has been completed.

Note that IFRS 14 Regulatory Deferral Accounts is not applicable to the Company as the Company is not a first-time adopter of IFRSs.

Notes to the financial statements (*continued*)

3. Significant accounting policies

Basis of accounting

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union.

The financial statements have been prepared under the historical cost basis. Historical cost is generally based on the fair value of the consideration given in exchange for the assets. The principal accounting policies are set out below.

Going concern

After making enquiries and considering the uncertainties derived from the current economic climate the directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future.

Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales-related taxes.

Rendering of services

Management fees received under property management agreements are recognised according to the agreements on an accruals basis.

Taxation

The tax expense represents the sum of the tax currently payable and deferred tax. Current tax and deferred tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

Deferred tax liabilities are recognised for taxable temporary differences arising on investments in subsidiaries and associates, and interests in joint ventures, except where the Company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on tax laws and rates that have been enacted at the balance sheet date. Deferred tax is charged or credited in the income statement, except when it relates to items charged or credited in other comprehensive income, in which case the deferred tax is also dealt with in other comprehensive income. Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

Notes to the financial statements (*continued*)

3. Significant accounting policies (*continued*)

Intangible assets

Finite-lived intangible assets, which primarily comprise of software, are capitalised and amortised on a straight-line basis over a period of three years, their expected useful lives.

Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables. The amount of provision is recognised in the income statement.

Cash and cash equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Cash held on behalf of other entities and service charge funds received in advance from tenants are shown as restricted cash.

Trade payables

Trade payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

Employee benefits

Pension obligations

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due. Payments made to state-managed retirement benefit schemes are dealt with as payments to defined contribution schemes where the Company's obligations under the schemes are equivalent to those arising in a defined contribution retirement benefits scheme.

Share-based compensation

No share-based compensation schemes are operated by the Company.

Bonus plans

The Company recognises a liability and expense for bonuses where contractually obliged or where there is a past practice that has created a constructive obligation.

Financial instruments

Financial assets and financial liabilities are recognised in the Company's balance sheet when the Company becomes a party to the contractual provisions of the instrument.

Notes to the financial statements *(continued)*

3. Significant accounting policies *(continued)*

Financial Assets

All financial assets are recognised and derecognised on a trade date where the purchase or sale of a financial asset is under a contract whose terms require delivery of the financial asset within the timeframe established by the market concerned, and are initially measured at fair value, plus transaction costs, except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value.

Financial assets are classified into the following specified categories: financial assets 'at fair value through profit or loss' (FVTPL), 'held-to-maturity' investments, 'available-for-sale' (AFS) financial assets and 'loans and receivables'. The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition.

Loans and receivables

Trade receivables, loans, and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method, less any impairment. Interest income is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

Impairment of financial assets

Financial assets, other than those at FVTPL, are assessed for indicators of impairment at each balance sheet date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected.

Objective evidence of impairment could include:

- significant financial difficulty of the issuer or counterparty; or
- default or delinquency in interest or principal payments; or
- it becoming probable that the borrower will enter bankruptcy or financial re-organisation.

For certain categories of financial asset, such as trade receivables, assets that are assessed not to be impaired individually are, in addition, assessed for impairment on a collective basis. Objective evidence of impairment for a portfolio of receivables could include the Company's past experience of collecting payments, as well as observable changes in national or local economic conditions that correlate with default on receivables.

For financial assets carried at amortised cost, the amount of the impairment is the differences between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of trade receivables, where the carrying amount is reduced through the use of an allowance account. When a trade receivable is considered uncollectable, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognised in profit or loss.

Notes to the financial statements (continued)

3. Significant accounting policies (continued)

Impairment of financial assets

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

Derecognition of financial assets

The Company derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

Financial liabilities and equity

Debt and equity instruments are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangement.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

Financial liabilities

Financial liabilities are classified as either financial liabilities 'at FVTPL' or 'other financial liabilities'.

Other financial liabilities

Other financial liabilities, including borrowings, are initially measured at fair value, net of transaction costs.

Other financial liabilities are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Derecognition of financial liabilities

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire.

4. Critical accounting estimates and judgements

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, revenues, expenses and the accompanying disclosures. 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 directors consider there to be no critical accounting estimates and judgements.

5. Operating profit

	Year ended 31 Dec 2016 £000	Year ended 31 Dec 2015 £000
Operating profit is stated after charging:		
Amortisation charge	9	26
Fees payable to the auditor in respect of these financial statements	8	11

Notes to the financial statements (continued)

6. Taxation

(a) Analysis of charge in period

	Year ended 31 Dec 2016 £000	Year ended 31 Dec 2015 £000
Current tax expense:		
Current year	14	-

(b) Factors affecting the tax charge for the current period

The tax assessed differs from the application of the standard rate of corporation tax in the UK of 20.00% (2015: 20.25%) to the entity's accounting profit before taxation for the following reasons:

	Year ended 31 Dec 2016 £000	Year ended 31 Dec 2015 £000
(Loss)/profit before taxation	184	(127)
Result multiplied by the standard rate of corporation tax in the UK of 20.00% (2015: 20.25%)	37	(26)
Non-deductible fees	2	6
Deduct expenses deductible for tax but not for the accounts (Capital Allowance)	-	-
Current year losses not recognised	-	20
Previously unrecognised temporary differences used in the year	(25)	-
Total current tax charge (note 6 (a))	14	-

The Company had unrecognised tax losses in 2015 of £102k which related to tax losses carried forward. These have been fully utilised in 2016.

The Company's standard rate of corporation tax has decreased from 20.25% in 2015 to 20.00% in 2016 because of a decrease in UK tax rates. A further rate reduction has been enacted to reduce the main rate of corporation tax to 19% from 1 April 2017 and 17% from 1 April 2020.

7. Staff numbers and costs

The average number of administration staff employed by the Company during the year was 42 (2015: 37).

The aggregate payroll costs of these persons were as follows:

	Year ended 31 Dec 2016 £000	Year ended 31 Dec 2015 £000
Wages and salaries	1,014	821
Social security costs	106	94
Pension	84	112
	1,204	1,027

None of the directors received any remuneration for their services as directors to this company in either the current or prior year.

Notes to the financial statements (continued)

8. Other intangible assets

	IT software £000	Total £000
<i>Cost</i>		
At 1 January 2015	76	76
Additions for the year	26	26
At 31 December 2015	102	102
At 31 December 2016	102	102
<i>Amortisation</i>		
At 1 January 2015	(50)	(50)
Charge for the year	(26)	(26)
At 31 December 2015	(76)	(76)
Charge for the year	(9)	(9)
At 31 December 2016	(85)	(85)
<i>Net book value</i>		
At 31 December 2015	26	26
At 31 December 2016	17	17

9. Cash and cash equivalents

	2016 £000	2015 £000
Cash and cash equivalents	8,772	4,262

The carrying amount of cash and cash equivalents is equivalent to their fair value.

Of the cash and cash equivalents, £7,752k is considered restricted (2015: £3,893k) as it relates to service charge funds received in advance from tenants or is held on behalf of other related entities in the Company's capacity as property manager.

Notes to the financial statements (continued)

10. Trade and other receivables

Amounts falling due within one year	2016 £000	2015 £000
Trade receivables	1,035	960
Other receivables	45	39
Prepayments and accrued income	10	31
	1,090	1,030

Before accepting any new customers, the Company assesses a potential new customer's credit quality in accordance with the manner described in note 12. Given the nature of the Company's business activities which give rise to a low number of high value customers, and potentially a concentration of credit risk, the provision for doubtful debts is specifically assessed by management. As a result, the net carrying amount of trade receivables is considered by management to be approximately equal to their fair value. No interest has been charged on overdue receivables in the year, but the Company reserves the right to do so.

11. Trade and other payables

Amounts falling due within one year	2016 £000	2015 £000
Trade payables	(35)	(26)
Amounts owing to related parties	(2,336)	(2,209)
Other payables	(7,031)	(2,776)
	(9,402)	(5,011)

At the balance sheet date all intercompany and related party loans are unsecured, non-interest bearing and repayable on demand.

12. Financial instruments

Categories of financial instruments

The following table summarises the fair values of the financial assets and liabilities recorded in the Company's financial statements.

	2016 Current £000	2015 Current £000
Financial assets		
Trade and other receivables	1,090	1,030
Cash and cash equivalents	8,772	4,262
	9,862	5,292
Financial liabilities		
Trade payables	(35)	(26)
Amounts owing to related parties	(2,336)	(2,209)
Other payables	(7,031)	(2,776)
	(9,402)	(5,011)

Notes to the financial statements (continued)

12. Financial instruments (continued)

Financial risk management objectives

The Company has no significant exposure to foreign exchange movements. The Company has no material contracts denominated in a foreign currency.

Credit risk management

Credit risk refers to the risk that a customer will default on its contractual obligations resulting in financial loss to the Company. The Company only transacts with entities that are rated the equivalent to investment grade and above. This information is supplied by independent rating agencies where available and if not available the Company uses other publicly available financial information and its own trading records to assess its major customers. The Company does not have any significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics.

Capital risk management

The capital structure of the Company is managed by Group Treasury as part of the overall group position. The Group manages its capital to ensure that entities in the Group will be able to continue as a going concern.

13. Related party transactions

Management fees

Property	Entity	2016 £000	2015 £000
99 Bishopsgate	99 Bishopsgate Management Limited	232	206
Principal Place Commercial	Principal Place Commercial Sarl	90	-
Moor Place	BOP (MX) Sarl	153	-
Moor Place	Telex Sarl	-	63
London Wall Place	London Wall Place LP	65	-

Corporate recharges

	2016 £000	2015 £000
Brookfield Global Asset Management Ltd	1,588	1,431

		Amounts owed by/ (to) related parties	
Loans to and from related parties		2016 £000	2015 £000
Related party loans	Relationship		
Telex Sarl	Indirect subsidiary of ultimate parent	-	(717)
DS Four Retail Limited	Indirect subsidiary of ultimate parent	(4)	-
Brookfield Global Asset Management Ltd	Indirect subsidiary of ultimate parent	(168)	(170)
Brookfield Developments Europe Ltd	Indirect subsidiary of ultimate parent	-	(37)
99 Bishopsgate Management Limited	Indirect subsidiary of ultimate parent	(1,578)	(1,266)
Principal Place Commercial Sarl	Indirect subsidiary of ultimate parent	(200)	-
London Wall Place 2 Ltd	Indirect subsidiary of ultimate parent	(367)	-
Brookfield Office Properties (UK) Holdings Ltd	Parent	(19)	(19)

Notes to the financial statements (*continued*)

14. Capital and reserves

Share capital

	2016 £000	2015 £000
<i>Authorised</i>		
400,001 ordinary shares of £1	400	400
<i>Allotted, called up and fully paid</i>		
400,001 ordinary shares of £1	400	400

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company.

There were no sales or purchases of shares during the current or prior year.

15. Ultimate parent undertaking and parent undertaking of larger group of which the Company is a member

The immediate parent company is BOP (Europe) Holdings Limited, a company incorporated in Canada. The ultimate parent and ultimate controlling party is Brookfield Asset Management Inc., a company incorporated in Canada.

The largest and smallest group in which the results of the company are consolidated is that headed by Brookfield Asset Management Inc., incorporated in Canada. The consolidated financial statements of Brookfield Asset Management Inc. are available to the public and may be obtained from Brookfield Place, Suite 300, 181 Bay Street, Toronto, ON M5J 2T3.