

Company Registration No. 06784635

ENSCO 722 Limited

Annual Report and Financial Statements

For the year ended 31 December 2016



ENSCO 722 Limited
Financial statements for the year ended 31 December 2016

Contents	Page
Officers and professional advisers	1
Directors' report	2
Directors' responsibilities statement	3
Independent auditor's report	4
Income statement	6
Statement of changes in equity	7
Statement of financial position	8
Notes to the financial statements	9-13

ENSCO 722 Limited

Financial statements for the year ended 31 December 2016

Officers and professional advisers

Directors

N Wagner

A K Tait

Company Secretary

A K Tait

Registered Office

6 Oasis Park, Stanton Harcourt-Road

Eynsham, Whitney

Oxfordshire

England

OX29 4TP

Solicitor

Gateley (Scotland) LLP

Exchange Tower

19 Canning Street

EH3 8EH

Independent auditor

Deloitte LLP

Statutory Auditor

Glasgow

United Kingdom

ENSCO 722 Limited

Directors' report for the year ended 31 December 2016

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

The directors' report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Principal activity and future developments

The company acts as a holding company and does not otherwise trade. The directors do not envisage any change in activities in the foreseeable future.

Going concern review

The entity has no external funding requirements, given its status as a non-trading holding company, and is not subject to any cross guarantee arrangements. The company's balance sheet shows a net current liability position, however has adequate financial resources, considering the continuing financial support from fellow group company William Demant Holding A/S. William Demant Holdings A/S has provided a letter of support in favour of the entity covering the 12 month period from signing the financial statements. For these reasons, the directors have adopted the going concern basis in preparing the annual report and financial statements.

Results and dividends

The profit after tax for the year was £6 (2015: £399). This has been transferred to reserves. The directors do not recommend a dividend for the year ended 31 December 2016 (2015: £nil).

Directors

The names of the present directors all of whom served throughout the year and to the date of this report are set out on page 1.

Independent auditor

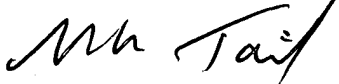
Each of the persons who is a director at the date of approval of this report confirms that:

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

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

The auditors, Deloitte LLP, have indicated their willingness to continue in office and a resolution concerning their re-appoint will be proposed at the forthcoming Annual General Meeting.

Approved by the Board of Directors
and signed by order of the Board



A K Tait
Director

24 August 2017

ENSCO 722 Limited

Directors' responsibilities statement for the year ended 31 December 2016

The directors are responsible for preparing the Annual 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) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 judgements and accounting estimates that are reasonable and prudent;
- state whether applicable United Kingdom 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 company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent auditor's report to the members of ENSCO 722 Limited

We have audited the financial statements of ENSCO 722 Limited for the year ended 31 December 2016 which comprise the Income Statement, the Statement of Changes in Equity, the Statement of Financial Position and the related notes 1 to 16. 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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

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 United Kingdom Generally Accepted Accounting Practice; 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

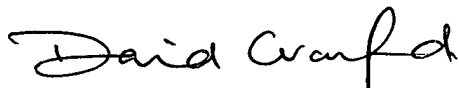
In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Directors' Report.

Independent auditor's report to the members of ENSCO 722 Limited (continued)

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 take advantage of the small companies exemption in preparing the Directors Report or from the requirement to prepare a Strategic Report.



David Crawford CA (Senior statutory auditor)
for and on behalf of Deloitte LLP
Statutory Auditor
Glasgow, United Kingdom
24/8/2017

ENSCO 722 Limited

Income Statement For the Year ended 31 December 2016

	Notes	2016 £	2015 £
Administration expenses		(4,690)	(2,730)
Operating loss	5	(4,690)	(2,730)
Interest payable and similar expenses	6	-	(25)
Interest Income	7	2,891	-
Loss before taxation		(1,799)	(2,755)
Tax on loss	8	1,805	3,154
Profit for the financial year	14	6	399

All of the results in the current and prior year arise from continuing activities.

The notes on pages 9 to 13 form an integral part of these financial statements.

There were no other comprehensive income / expenses in either period other than the above results. Accordingly no statement of other comprehensive income is presented.

ENSCO 722 Limited

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

	Share Capital £	Share Premium £	Profit and loss account £	Total equity £
Balance at 1 January 2015	2	938,602	(41,356)	897,248
Profit for the financial year	-	-	399	399
Balance at 31 December 2015	2	938,602	(40,957)	897,647

	Share Capital £	Share Premium £	Profit and loss account £	Total equity £
Balance at 1 January 2016	2	938,602	(40,957)	897,647
Profit for the financial year	-	-	6	6
Balance at 31 December 2016	2	938,602	(40,951)	897,653

ENSCO 722 Limited

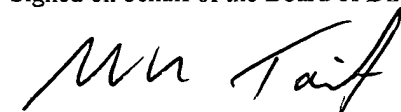
Statement of financial position As at 31 December 2016

	Notes	2016 £	2015 £
Fixed assets			
Investments	9	1,733,275	1,733,275
Current assets			
Debtors	10	131,548	128,979
		131,548	128,979
Creditors: amounts falling due within one year	11	(967,170)	(964,607)
Net current liabilities		(835,622)	(835,628)
Total assets less current liabilities		897,653	897,647
Net assets		897,653	897,647
Capital and reserves			
Called up share capital	12	2	2
Share premium	13	938,602	938,602
Profit and loss account	14	(40,951)	(40,957)
Shareholders' funds		897,653	897,647

The notes on pages 9 to 13 form an integral part of these financial statements.

The financial statements of ENSCO 722 Limited, (registered number 06784635) were approved by the Board of Directors and authorised for issue on 24 August 2017.

Signed on behalf of the Board of Directors



A K Tait
Director

ENSCO 722 Limited

Notes to the financial statements For the Year ended 31 December 2016

1. Statutory Information

Ensco 722 Limited acts as a holding company and does not otherwise trade.

The company is a private company limited by shares and is incorporated in England. The address of the registered office is 6 Oasis Park, Stanton Harcourt-Road, Eynsham, Whitney, Oxfordshire, England, OX29 4TP.

2. Compliance with Accounting Standards

The individual financial statements of Ensco 722 Limited have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standard 102, "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" ("FRS 102") and the Companies Act 2006.

3. Accounting policies

The financial statements are prepared in accordance with applicable United Kingdom accounting standards. The particular accounting policies adopted are described below, and have been applied consistently in the current year.

Basis of accounting and preparation

These financial statements are prepared on a going concern basis under the historical cost convention.

Going concern

The company's business activities, together with the factors likely to affect its future prospects are discussed in the Directors' Report on page 2. The company's balance sheet currently shows a net current liability position, however after making enquiries and together with the availability of financial support from William Demant Holding A/S, the directors have a reasonable expectation that the company has adequate financial resources to continue in operational existence for the foreseeable future. William Demant Holdings A/S has provided a letter of support in favour of the entity covering the 12 month period from signing the financial statements. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Consolidation

The company is exempt from the obligation to prepare and deliver group financial statements under s400 of the Companies Act 2006. The undertaking in whose consolidated financial statements it is included is William Demant Holding A/S. Information within these financial statements is therefore presented for the individual company and not the group.

Cash flow statement

Exemption has been taken from preparing a cash flow statement under FRS102 as the company's ultimate parent, William Demant Holding A/S, has included the company in its consolidated financial statements which are publicly available.

Critical accounting judgements and key sources of estimation uncertainty

Management have determined that there are no critical judgements or areas of estimation uncertainty.

Investments

Investments held which include both subsidiaries and associates are stated at cost less any provision for impairment. Management perform an annual impairment review on all investments held at year-end with any impairment identified recognised accordingly.

ENSCO 722 Limited

Notes to the financial statements (continued) For the Year ended 31 December 2016

Taxation

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Finance costs

Finance costs of financial liabilities are recognised in the income statement over the term of such instruments at a constant rate on the carrying amount.

Financial liabilities and equity

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

4. Information regarding directors and employees

There were no employees in either the current year or preceding year. The directors received no emoluments during the current year or preceding year in their capacity as directors of this entity.

5. Operating loss

	2016 £	2015 £
Operating loss is stated after charging:		
Fees payable to the company's auditor for the audit of the annual financial statements	2,040	2,040
Fees payable to the company's tax advisors for taxation compliance services	1,000	1,000

6. Interest payable and similar expenses

	2016 £	2015 £
Interest payable on amounts due to group undertakings	-	25

7. Interest Income

	2016 £	2015 £
Interest receivable from group undertakings	2,891	-

..

ENSCO 722 Limited

Notes to the financial statements (continued) For the Year ended 31 December 2016

8. Tax on loss

The taxation credit based on the loss for the year comprises:

	2016 £	2015 £
Current tax at 20% (2015: 20.25%)		
Corporation tax for the current year	(360)	(558)
Adjustment in respect of previous years	(1,445)	(2,596)
Total tax credit on loss	<u>(1,805)</u>	<u>(3,154)</u>

Reconciliation of tax credit

The main rate of UK corporation tax of 20% applicable for financial years commencing from 1 April 2015 was reduced by Finance (No.2) Act 2015. The main rate is reduced from 20% to 19% for financial years beginning from 1 April 2017. The main rate was further reduced by Finance Bill 2016 to 17% for financial years beginning from 1 April 2020.

The average standard rate of current tax for the period, based on the UK standard rate of corporation tax, is 20% (2015: 20.25%). The current tax position for the current period varies from the standard rate for the reasons set out in the following reconciliation:

	2016 £	2015 £
Loss before tax	<u>(1,799)</u>	<u>(2,755)</u>
Tax on loss at 20% (2015: 20.25%)	(360)	(558)
Factors affecting credit:		
Adjustment in respect of previous periods	<u>(1,445)</u>	<u>(2,596)</u>
Current tax credit for the year	<u>(1,805)</u>	<u>(3,154)</u>

9. Investments

	£
At 1 January 2016	1,733,275
Addition	-
At 31 December 2016	<u>1,733,275</u>

ENSCO 722 Limited

Notes to the financial statements (continued) For the Year ended 31 December 2016

9. Investments (continued)

The investments are in respect of the following participating interests:

Name	Country of incorporation	Principal activity	Holding %
Exclusive Hearing Limited	England	Retail of hearing aids	49
Imperial Hearing Limited	England	Retail of hearing aids	25
Acoustic Metrology Limited	England	Technical testing and analysis	100
Guymark Limited	England	Technical testing and analysis	100

The investments in Exclusive Hearing Limited and Imperial Hearing Limited have been treated as associate investments as they are not controlled by Ensco 722 Limited and the company exercises no significant influence over the operating and financial policies of either company.

10. Debtors

	2016 £	2015 £
Group relief receivable	360	558
Amounts due by group undertakings	131,188	128,421
	<u>131,548</u>	<u>128,979</u>

The amounts due by group undertakings are interest free and have no stipulated terms of repayment.

11. Creditors: amounts falling due within one year

	2016 £	2015 £
Amounts owed to group undertakings	<u>967,170</u>	<u>964,607</u>

The amounts owed to group undertakings are interest free and have no stipulated terms of repayment.

12. Called-up share capital

	2016 £	2015 £
Called-up, allotted and fully paid		
2 ordinary shares of £1	<u>2</u>	<u>2</u>

ENSCO 722 Limited

Notes to the financial statements (continued) For the Year ended 31 December 2016

13. Share Premium

	£
At 1 January 2016	938,602
On Shares issued	-
At 31 December 2016	938,602

14. Profit and loss account

	£
Balance at 1 January 2016	(40,957)
Profit for the financial year	6
Balance at 31 December 2016	<u>(40,951)</u>

15. Ultimate parent company

The immediate parent undertaking is WDH UK Limited, incorporated in Scotland. The ultimate parent undertaking is Oticon Foundation, incorporated in Denmark.

The largest and smallest group in which the results of the company are consolidated is that headed by William Demant Holding A/S, incorporated in Denmark. The consolidated financial statements of this group are available to the public and may be obtained from William Demants og Hustru Ida Emilies Fond, Kongebakken 9, 2765 Smørum, Denmark, <http://www.oticonfonden.dk/>

16. Related party transactions

As stated in note 14, the company is a subsidiary of Oticon Foundation. The company has therefore taken advantage of the exemption available within FRS 102 paragraph 33.1A with regard to non-disclosure of transactions between wholly owned group undertakings.