

Company Registration No. 06784635

ENSCO 722 Limited

Annual Report and Financial Statements

For the year ended 31 December 2017



ENSCO 722 Limited
Financial statements for the year ended 31 December 2017

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ENSCO 722 Limited

Financial statements for the year ended 31 December 2017

Officers and professional advisers

Directors

N Wagner

A K Tait

S Nielsen (appointed 10th April 2018)

R Schneider (appointed 10th April 2018)

Company Secretary

A K Tait

Registered Office

6 Oasis Park, Stanton Harcourt-Road

Eynsham, Whitney

Oxfordshire

England

OX29 4TP

Solicitor

Addleshaw Goddard LLP

Exchange Tower

19 Canning Street

Edinburgh

EH3 8EH

Independent auditor

Deloitte LLP

Statutory Auditor

Glasgow

United Kingdom

ENSCO 722 Limited

Directors' report for the year ended 31 December 2017

The directors present their annual report and the audited financial statements for the year ended 31 December 2017.

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 loss after tax for the year was (£2,573) (2016: profit of £6). This has been transferred to reserves. The directors do not recommend a dividend for the year ended 31 December 2017 (2016: £nil).

Directors

The directors of the company are listed on page 1.

Independent auditor

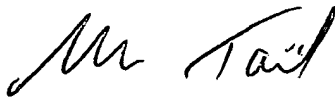
Each of the persons who is a director at the date of approval of this report confirms that:

- 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

19/9/2018

ENSCO 722 Limited

Directors' responsibilities statement for the year ended 31 December 2017

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

Report on the audit of the financial statements

Opinion

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements of ENSCO 722 Limited (the 'company') 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, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We are required by ISAs (UK) to report in respect of the following matters where:

- the directors' use of the going concern basis of accounting in preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

We have nothing to report in respect of these matters.

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

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in respect of these matters.

Responsibilities of directors

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, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

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.

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

Report on other legal and regulatory requirements

Opinions 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.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters if, in our opinion:

adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or

the financial statements are not in agreement with the accounting records and returns; or

certain disclosures of directors' remuneration specified by law are not made; or

we have not received all the information and explanations we require for our audit; or

the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

We have nothing to report in respect of these matters.



David Crawford CA (Senior statutory auditor)

For and on behalf of Deloitte LLP

Statutory Auditor

Glasgow, United Kingdom

30th October 2018

ENSCO 722 Limited

Income Statement For the Year ended 31 December 2017

	Notes	2017 £	2016 £
Administration expenses		(4,523)	(4,690)
Operating loss	5	(4,523)	(4,690)
Interest Income	6	1,722	2,891
(Loss) before taxation		(2,801)	(1,799)
Tax on loss	7	228	1,805
(Loss) / Profit for the financial year	13	(2,573)	6

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

The notes on pages 10 to 15 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 2017

	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

	Share Capital £	Share Premium £	Profit and loss account £	Total equity £
Balance at 1 January 2017	2	938,602	(40,951)	897,653
Loss for the financial year	-	-	(2,573)	(2,573)
Balance at 31 December 2017	2	938,602	(43,524)	895,080

ENSCO 722 Limited

Statement of financial position As at 31 December 2017

	Notes	2017 £	2016 £
Fixed assets			
Investments	8	1,733,275	1,733,275
Current assets			
Debtors	9	100,914	131,548
		100,914	131,548
Creditors: amounts falling due within one year	10	(939,109)	(967,170)
Net current liabilities		(838,195)	(835,622)
Total assets less current liabilities		895,080	897,653
Net assets		895,080	897,653
Capital and reserves			
Called up share capital	11	2	2
Share premium	12	938,602	938,602
Profit and loss account	13	(43,524)	(40,951)
Shareholders' funds		895,080	897,653

The notes on pages 10 to 15 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 19/9 / 2018.

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 2017

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 the United Kingdom and registered in England and Wales. 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.

Related party transactions

The company discloses transactions with related parties which are not wholly owned with the same group. As it is a qualifying entity under FRS 102, it does not disclose transactions with members of the same group that are wholly owned.

ENSCO 722 Limited

Notes to the financial statements For the Year ended 31 December 2017

Critical accounting judgements and key sources of estimation uncertainty

Key sources of estimation

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Critical judgements in applying the company's accounting policies.

Impairment provision

Investments are reviewed annually in terms of their underlying value compared to the cost of the investment. Any impairment in the value of the investment is recognised accordingly.

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.

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 income

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

Financial instruments

Trade and other debtors.

Trade and other debtors are recognised initially at transaction price less attributable transaction costs. Subsequent to initial recognition they are measured at cost less any impairment losses.

Trade and other creditors.

Trade and other creditors are recognised initially at transaction price plus attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost.

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.

ENSCO 722 Limited

Notes to the financial statements (continued) For the Year ended 31 December 2017

5. Operating loss

	2017 £	2016 £
Operating loss is stated after charging:		
Fees payable to the company's auditor for the audit of the annual financial statements	2,566	2,040
Fees payable to the company's tax advisors for taxation compliance services	1,400	1,000

6. Interest Income

	2017 £	2016 £
Interest receivable from group undertakings	1,722	2,891

7. Tax on loss

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

	2017 £	2016 £
Current tax at 19.25% (2016: 20%)		
Corporation tax for the current year	(539)	(360)
Adjustment in respect of previous years	311	(1,445)
Total tax credit on loss	(228)	(1,805)

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 19.25% (2016: 20%). The current tax position for the current period varies from the standard rate for the reasons set out in the following reconciliation:

ENSCO 722 Limited

Notes to the financial statements (continued) For the Year ended 31 December 2017

	2016 £	2015 £
Loss before tax	(2,801)	(1,799)
Tax on loss at 19.25% (2016: 20%)	(539)	(360)
Factors affecting credit: Adjustment in respect of previous periods	311	(1,445)
Current tax credit for the year	(228)	(1,805)

8. Investments

	£
At 1 January 2017	1,733,275
Addition	-
At 31 December 2017	1,733,275

The investments are in respect of the following participating interests:

Name	Registered Office	Principal activity	Holding %
Exclusive Hearing Limited	49c The Parade Oadsby Leicester LE 5BB	Retail of hearing aids	49
Imperial Hearing Limited	1 Imperial Square Cheltenham Gloucestershire GL50 1QB	Retail of hearing aids	25
Acoustic Metrology Limited	6 Oasis Park Stanton harbour Road Eynsham Witney Oxfordshire OX29 4TP	Technical testing and analysis	100
Guymark Limited	St Luke's House Upper High Street Cradley Heath B64 5HX	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.

ENSCO 722 Limited

Notes to the financial statements (continued) For the Year ended 31 December 2017

9. Debtors

	2017 £	2016 £
Group relief receivable	539	360
Amount due by group undertaking	100,375	131,188
	<u>100,914</u>	<u>131,548</u>

The amount due by the group undertaking bears interest at 1.5% and has no stipulated terms of repayment.

10. Creditors: amounts falling due within one year

	2017 £	2016 £
Amounts owed to group undertakings	939,109	967,170

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

11. Called-up share capital

	2017 £	2016 £
Called-up, allotted and fully paid		
2 ordinary shares of £1	2	2

12. Share Premium

	£
At 1 January 2017	938,602
On Shares issued	-
At 31 December 2017	<u>938,602</u>

ENSCO 722 Limited

Notes to the financial statements (continued) For the Year ended 31 December 2017

13. Profit and loss account

	£
Balance at 1 January 2017	(40,951)
Profit for the financial year	(2,573)
Balance at 31 December 2017	<u>(43,524)</u>

14. Ultimate parent company

The immediate parent undertaking is WDH UK Limited, incorporated in the United Kingdom and registered 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, the ultimate holding company, incorporated in Denmark. The consolidated financial statements of this group are available to the public and may be obtained from the registered office at William Demants og Hustru Ida Emilies Fond, Kongebakken 9, 2765 Smørum, Denmark, <http://www.oticonfonden.dk/>

15. 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.