

Kingfisher Pension Scheme

**Report and Financial Statements
Year ended 31 March 2015**





REPORT AND FINANCIAL STATEMENTS

Year ended 31 March 2015

Registered number: 1007977

Kingfisher Pension Scheme

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Kingfisher Pension Scheme

Introduction by the Chair of Trustee

I am pleased to present my review of the Scheme for the year ended 31 March 2015.

The twelve months up to March 2015 saw a wide range of changes to the Kingfisher Pension Scheme from both a Final Salary and Money Purchase perspective as we move in to the post April 2015 world which some commentators have described as the biggest change to pensions for 100 years. Our focus has been on continuing to secure the benefits of the final salary members and seeking to improve the journey, and facilitate the new freedom and choice options, for money purchase members.

As the DB Scheme continues to derisk it provides many challenges and new opportunities. Over the last couple of years we have conducted a root and branch review of both the return seeking assets and matching assets. It has enabled us to improve our projected risk adjusted returns on our return seeking asset portfolio whilst reducing the risks facing the scheme. We have increased our hedge to 79% on an inflation basis and interest rate basis as at 31 March 2015. Additionally whilst gilts yields have continued to fall we have managed to improve the funding level which has resulted in two dynamic switches of £100m and £50m from return seeking assets to matching assets as trigger levels have been reached enabling us to 'lock in' the improvements.

The investment performance of the Scheme during the year to 31 March 2015 saw a positive return of 29.8%

At the same time we have reviewed and changed our money purchase fund offering. We have established a specific objective for the default fund, CPI +3% net of all charges over the long term. We have also established a new default fund, recognising that with the new budget freedoms many of our members, at least in the short and medium term, will take all their fund as cash rather than purchasing an annuity. We also recognised that our members are reliant on the state pension for the majority of their pension benefits and therefore we are aligning the target retirement age with the state pension age for our members.

Another busy year for the pension scheme has, I am delighted to be able to advise, been recognised externally with the Scheme having won seven awards recognising the work carried out by the Trustee on behalf of the members. The awards are as follows:

Engaged Investor Trustee Awards 2014

Best Defined Contribution Initiative of the Year and Best Trustee Training Initiative of the Year

Professional Pensions Pension Scheme of the Year Awards 2014

Pension Scheme Trustee of the Year and Defined Benefit Scheme of the Year (Asset values of £500m to £2.5bn)

European Pensions Awards 2014

European Communication Award 2014

Investment & Pensions Europe Awards 2014

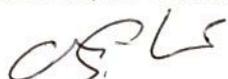
Best Long-term Investment Strategy – Gold Award

Pension Age Awards 2015

Defined Contribution Scheme of the Year

On a personal basis, I would like to thank Evelyn Gardiner and Ian Playford as they have both resigned as employer nominated trustee directors. I would like to thank them both for their positive contributions as Board members during their periods of service. In addition, we express our thanks to Neil Mobbs, who has been the Scheme actuary for a number of years.

On a final note, I would like to thank the Group Pensions Department for their ongoing contribution in supporting the Trustee Directors, the Scheme, and most importantly, of all the membership.



**BESTrustees plc, represented by Clive Gilchrist, Chair
Kingfisher Pension Trustee Ltd
2 July 2015**

Kingfisher Pension Scheme

Trustee and Advisors

Trustee	Kingfisher Pension Trustee Limited
Board of Directors	BESTrustees plc (Chairman) represented by Clive Gilchrist Sally Clifton Mark Fawcett Evelyn Gardiner (resigned 30 April 2015) Paul Goulder Helen Jones Karl Lidgley Ian Playford (resigned 31 July 2014) Kerrin Qualters Paul Shearer
Secretary to the Trustee	Dermot Courtier
Actuary	Crawford Taylor, Hymans Robertson LLP (from 17 November 2014) Neil Mobbs, Towers Watson Limited (until 17 November 2014)
Auditor	Grant Thornton UK LLP
Bankers	Barclays Bank plc
Group Life	Zurich Assurance Limited
Legal Advisers	Mayer Brown International LLP
Investment Consultants	Towers Watson Limited Hymans Robertson Aon Hewitt
Final Salary Section Investment Managers	Aberdeen Asset Managers Limited Aviva Investors ECM Asset Management Limited (terminated January 2015) GAM Fund Management Limited (appointed January 2015) Goldman Sachs Asset Management International – (terminated January 2015) Hayfin Direct Lending GP Ltd Insight Investment Management (Global) Limited LGT Capital Partners (Ireland) Limited PIMCO Europe Limited Rogge Global Partners plc State Street Global Advisors UK Limited Wellington Management International Limited
AVC Providers	BlackRock Investment Management (UK) Ltd Legal & General Assurance (Pensions Management) Ltd London Life Limited The Prudential Assurance Company Limited

Kingfisher Pension Scheme

Custodian State Street Bank & Trust Company

Pensions Administrators

Final Salary Section Kingfisher plc
Group Pensions Department, 3 Sheldon Square, Paddington,
London W2 6PX

Money Purchase Section Zurich Assurance Limited

There are a number of pension technical terms used in this document. To assist with understanding them you might like to read the Final Salary and Money Purchase Sections Member Guides on the Trustee website. The address is www.kingfisherpensions.com.

Kingfisher Pension Scheme

Trustee's Report

Introduction

The Scheme is a hybrid scheme, providing 'final salary' benefits (i.e. based on a member's salary and service) for employees who joined the Scheme before 1 April 2004 up until the closure to future accrual on 30 June 2012, and 'money purchase' benefits (i.e. based on what a member's accumulated fund value will purchase at retirement) for all employees recruited on or after 1 April 2004 or who otherwise elected to be provided with such benefits.

During the Scheme year under review there were no changes to the Scheme.

This report gives information about the Scheme and its management in the Scheme year 2014/2015.

The Financial Statements of the Scheme for the year ended 31 March 2015, as set out on pages 32 to 48 have been prepared and audited in accordance with regulations made under Section 41(1) and (6) of the Pensions Act 1995. The accounts comply with the Statement of Recommended Practice (SORP) 'Financial Reports of Pension Schemes (revised May 2007)'.

The value of the Scheme's net assets at 31 March 2015 was £3,115m, an increase of £648.9m from 31 March 2014. The Investment Report on pages 19 to 30 provides information on the investment background, strategy and performance over the year.

Scheme Actuary

N Mobbs, the Scheme Actuary, resigned on 17 November 2014. The Trustees filled the vacancy in the office of Scheme Actuary by appointing C Taylor on the same day.

As required by Regulations made under the Pensions Act 1995, N Mobbs confirmed in his notice of resignation that he knew of no circumstances connected with the resignation that significantly affected the interests of the members, prospective members or beneficiaries of the Scheme.

Actuarial Review

The Financial Statements set out on pages 32 to 48 do not take into account the liabilities to provide pension benefits which fall due after the year end. In respect of the Final Salary Section these liabilities are considered by the Scheme Actuary who carries out an actuarial valuation of such liabilities every three years, the latest valuation being at 31 March 2013. This valuation considers the funding position of the Final Salary Section and the level of contributions payable.

In accordance with the Statement of Funding Principles dated 24 March 2014 the Trustee and Kingfisher have agreed that the employers should pay contributions to the Final Salary (FS) section of £35.75 million a year (less SPV income) with effect from 1 April 2014. This will be paid monthly to the FS section of the Scheme from April 2014, increasing with RPI after each three-year period. This rate includes allowance for expenses and death/incapacity benefit costs, but excludes PPF levies, which will be reimbursed separately by the Company. These contributions are set out in the Schedule of Contributions dated 24 March 2014 and are expected to be reviewed after the next actuarial valuation.

The contribution schedule has been derived with reference to the Secondary funding objective (the Secondary funding objective targets a strong funding level which is in excess of the minimum Statutory Funding requirements), and is expected to improve the coverage of technical provisions beyond the recovery period for the current deficit. The schedule includes all expenses and life insurance costs. From the 2010 valuation the ultimate Secondary Funding Objective target is for the Scheme to be sufficiently funded to be in a position to secure benefits with insured annuities by 2030.

Kingfisher Pension Scheme

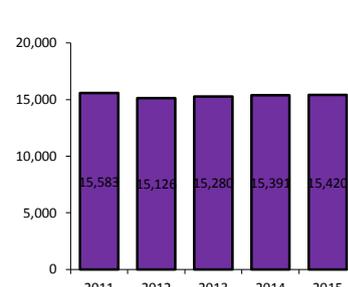
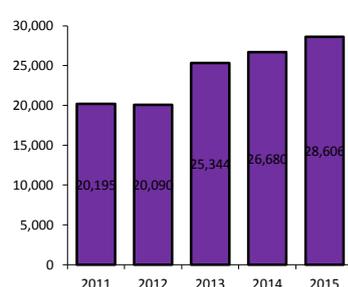
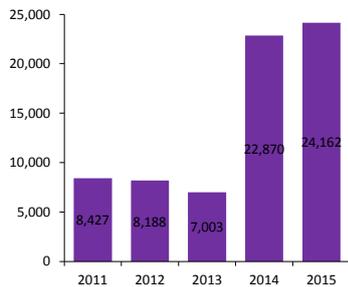
The formal actuarial certificate required by statute to be included in the Annual Report from the Scheme Actuary appears on page 51. In addition, the Trustee has included the most recent Actuarial Certificate of the calculation of the technical provisions on page 51. The next triennial valuation is due as at 31 March 2016.

Note: The Technical provisions funding level as at 31 March 2013 has increased to 99.1% (2010: 90.4%). The estimate of the solvency position of the Scheme as at 31 March 2013 is that the assets of the Scheme would have met 67.7% of the cost of buying insurance policies to secure the benefits at that date.

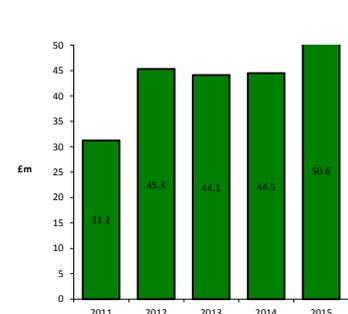
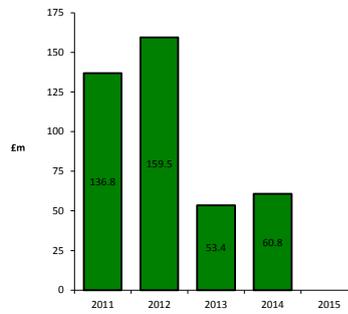
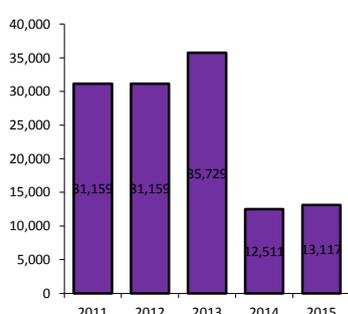
Kingfisher Pension Scheme

Five Year Summary at 31 March

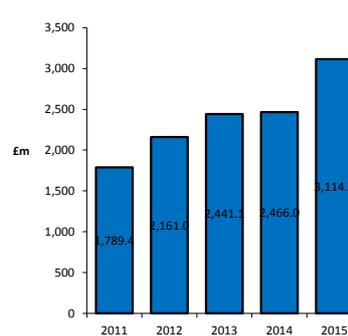
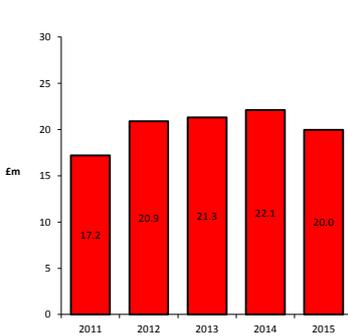
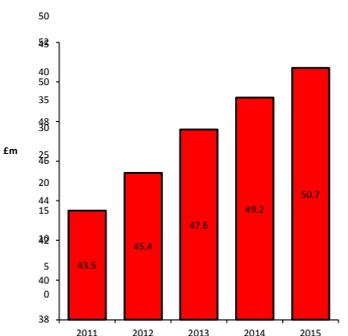
Active Members Deferred Pensioners Pensioners & Dependents



Life Assurance Only Members ¹ DB Income – Contributions, Transfer Values & Other income Income – Investment



Expenditure – Pensions DB Expenditure – Other Benefits, Admin expenses & Other payments Fund Value



¹ From 1 April 2004, a lump sum death benefit is provided for all employees in the event of their death while still working for a participating company.

Kingfisher Pension Scheme

Contributions

Following the Actuarial valuation at 31 March 2013, a new Schedule of Contributions was introduced on 1 April 2014 and certified by the Scheme Actuary on 24 March 2014.

Final Salary Section

Members' contributions ceased from 1 July 2012 following closure to future accrual. Participating companies meet the balance of the cost to ensure that the Scheme is able to meet its estimated future commitments.

Money Purchase Section

Contributions payable under the Money Purchase Section, from 2 July 2012, are as follows:

Employee contribution	Employer Contribution
1%	2%
3%	3%
4%	4%
5%	5%
6%	6%
7%	10%
8% or more	14%

From 2 July 2012, the Company introduced SMART Pensions, where in most cases member's contributions will be paid through SMART, after three months of joining the Scheme.

Employer Additional Contributions

It is on occasion considered appropriate by the employer to enhance a member's benefits available from the Scheme. Where an employer chooses to do this, they are required to pay an additional amount to the Scheme (in the case of a member of the Final Salary Section and where applicable, to cover the cost of providing a stated level of benefits). The amount paid is calculated in accordance with instructions provided by the Scheme Actuary.

Additional Voluntary Contributions (AVCs)

AVCs paid by members of the Final Salary Section, to secure additional money purchase benefits are invested separately from the other Scheme assets to ensure there are individual funds for each member which are clearly identifiable. Each member of the Money Purchase Section is allocated an individual clearly identifiable investment fund (known as a retirement account) and AVCs paid by such members are invested in the same retirement account.

Final Salary Section

Members of the Final Salary Section have a choice of:

With-Profits fund. This aims to provide a minimum growth rate that is guaranteed for contributions invested to date. Each year, further bonuses are added but these are not guaranteed in advance. When the benefits become payable, there is the possibility of an additional Terminal Bonus. Currently, the With-Profits Fund is invested and managed by Prudential and London Life.

Unit-linked funds. These are directly linked to stock and bond markets. Each contribution buys a number of units in the selected investment funds, upon leaving or retiring these units are sold and used to buy pension benefits. Returns are not guaranteed and fund values can fall as well as rise. Currently, unit-linked funds are invested and managed by BlackRock and Legal & General, using active and passive management approaches.

Details of the value of members' AVC funds are included in their Personal Benefit Statements.

Kingfisher Pension Scheme

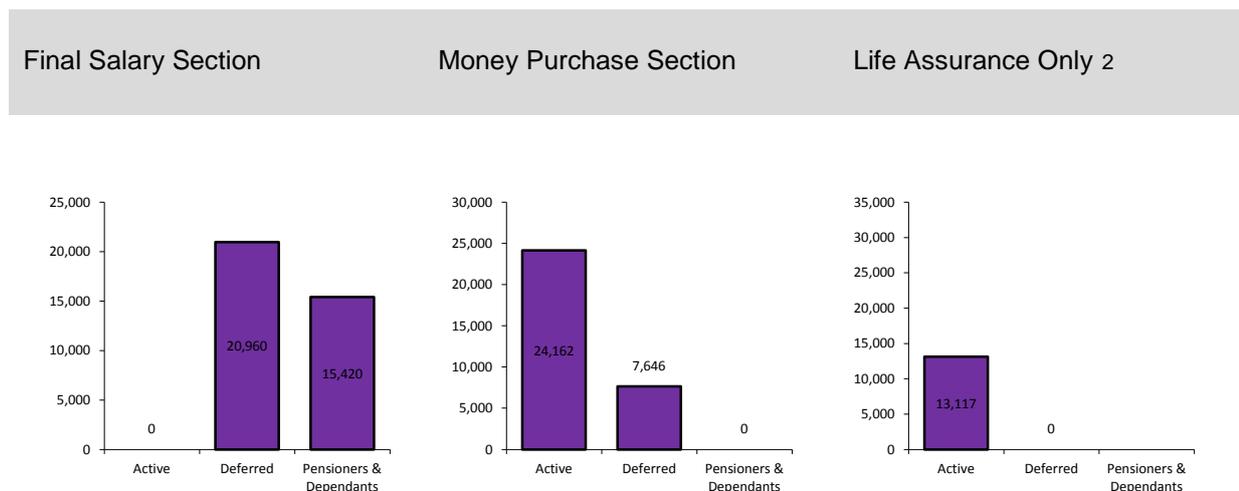
Money Purchase Section

AVCs paid by members of the Money Purchase Section are invested in the same underlying funds as the investment of their core contributions.

Transfer Values

All transfer values paid during the year were calculated as cash equivalents (within the meaning of Chapter IV Part IV of the Pension Schemes Act 1993) and verified in the manner prescribed under Section 97 of the Act. No allowance for discretionary benefits was made in the calculation of cash equivalents.

Membership at 31 March 2015



Changes in Membership during the year ended 31 March 2015

	Final Salary Section			Money Purchase Section	
	Deferred	Pensioners & Dependants	Life Assurance only	Active	Deferred
At 1 April 2014	21,701	15,391	12,511	22,877	4,972
Opening adjustments			-	(1)	(26)
New	10	840	-	5,283	0
Deaths	(45)	(608)	-	(17)	(26)
Retirements	(654)	0	-	(7)	(9)
Leavers	(52)	(203)	-	(541)	(697)
Transfers			-	(3,432)	3,432
At 31 March 2015	20,960	15,420	13,117	24,162	7,646

*included in the pensioner numbers are 214 (2014:411) which are secured by an annuity contract.

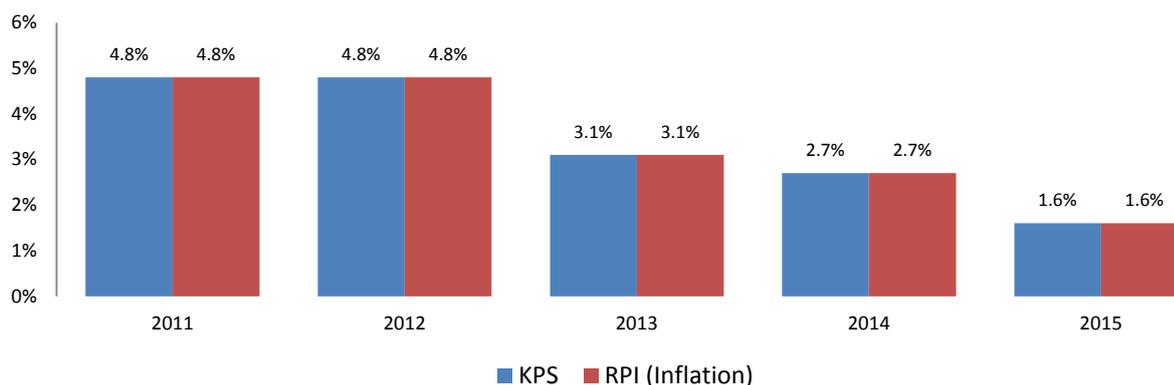
² From 1 April 2004, a lump sum death benefit is provided for all employees in the event of their death while still working for a participating company.

Kingfisher Pension Scheme

Pension Increases

Pensions in payment receive guaranteed annual increases matching the rise in the Retail Prices Index (during a calendar year) up to a maximum of 5%. Where inflation exceeds 5%, the Trustee may consider the payment of additional discretionary increases at the request of the Employer.

Increases from the Scheme do not apply to that element of the pension representing any Guaranteed Minimum Pension (GMP) in payment after age 60 for females or 65 for males (which the Scheme is required to provide as a consequence of contracting-out of the State Earnings Related Pension Scheme (SERPS)) earned before 6 April 1988, as these increases are provided along with the State pension. The GMP element earned after April 1988 will be increased by the Scheme in line with inflation, as required by legislation, up to a limit of 3% per annum. Pension increases over the last five years have been as follows:



Both Jersey and Guernsey have their own Retail Prices Index (1.3% and 1.2%) respectively at December 2014 and increases for Channel Islands pensioners are calculated in accordance with these.

Since April 1978, final salary schemes have been able to contract-out of the State additional pension scheme (known until April 2002 as the State Earnings Related Pension Scheme (SERPS) and now known as the State Second Pension (S2P)); in doing so, a member and their employer pay a reduced rate of NI contributions.

Because this reduced the member's SERPS pension, prior to 6 April 1997 a contracted-out scheme had to guarantee to pay a minimum pension so that the member would not be disadvantaged. Following the Pensions Act 1995, with effect from 6 April 1997 contracted-out final salary schemes no longer have to guarantee to provide a minimum pension. Instead, they are required to pass a 'Reference Scheme Test'. Consequently, members who joined after 6 April 1997 do not have a GMP, and the GMPs of members who joined before 6 April 1997 stopped accruing at that date.

Each year, the Scheme increases deferred pensions in line with inflation, up to 5% p.a. between the date of leaving and the date of retirement. These increases are non-discretionary.

General

Group Life arrangements

The Trustee has continued to appoint Lorica Consulting Ltd as the claims handler and Zurich Assurance Ltd as the insurer from 1 June 2013. The annual premium of £1,395m was paid during the year (2014: 15 months £1,943m)

Kingfisher Pension Scheme

Final Salary Section – Special Purpose Vehicle (SPV)

In line with the valuations undertaken in 2004 and 2007, the Kingfisher Group and Trustee choose to take a longer view when looking at the funding of the Pension Scheme. A similar approach was adopted for the Scheme triennial funding valuation as at 31 March 2010 and 31 March 2013, with the aim of keeping the Group's annual contributions to the Scheme at a level broadly consistent with previous years. This was achieved principally by the introduction of property security in a partnership: Kingfisher Scottish Limited Partnership (KSLP) giving recourse for the Scheme to property assets in the event of Kingfisher's insolvency. On an ongoing basis, the Scheme receives a regular income stream from the partnership. The amount payable under the Schedule of Contributions includes the SPV income.

In January 2011 UK property assets with a market value of £83m were sold to the Kingfisher Scottish Limited Partnership (KSLP) and leased back to B&Q plc under standard commercial lease terms. The KSLP gives recourse for the Scheme to the property assets in the event of Kingfisher's insolvency. The Kingfisher Group retains control over these properties including the flexibility to substitute alternative properties. The Trustee's partnership interest in KSLP entitles it to the majority of the income of the partnership over the next 20 years. At the end of this term, Kingfisher plc has the option to acquire the Trustee's partnership interest in KSLP.

A further two UK properties with a combined market value of £119m were transferred to the partnership in June 2011, and leased back to B&Q plc under standard commercial lease terms.

Governance Report

Scheme Management

The Kingfisher Pension Scheme is managed and administered by the Trustee, Kingfisher Pension Trustee Limited, on behalf of Scheme members in accordance with the terms of the Trust Deed and Rules of the Scheme and of all relevant legislation.

Administration

The Trustee Board delegates day-to-day administration of the Scheme to the Group Pensions Department of Kingfisher plc. The Trustee Board also delegates aspects of the day-to-day administration of the Money Purchase Section to Zurich Assurance Limited. The delegated administration services are carried out in accordance with formal agreements governing the services to be provided. The Scheme meets all the administrative costs incurred by Kingfisher Group Pensions Department.

Employer covenant monitoring

As part of the triennial valuation process, the Trustee uses the services of Penfida LLP to monitor the strength of the employer covenant.

Trustee Directors

The Trustee Board consists of nine Trustee Directors, known as Trustees, made up of four Employer appointed Directors, one independent Trustee Directors and four Member Nominated Directors (MNDs). The MNDs serve for a period of four years unless their Trusteeship is terminated or they resign or leave active membership before the end of their term. These Trustee Directors are also able to stand for re-selection for a further one term of four years, making a total of eight years maximum service.

Kingfisher Pension Scheme

Appointment and removal of Trustee Directors

The number of the Trustees shall never be more than 14 or (except on account of casual vacancies or where the Trustees are or include a company) fewer than three. Within these limits, the Company will have power by deed to remove Trustees from office or to appoint new or additional Trustees. A Trustee will be discharged if he is removed or replaced by the Company (provided that there is at least one Trustee remaining) or if he resigns by written notice both to the Company and to the other Trustees (provided that the Trustees continuing in office are at least three in number or include a company). A company which is not the sole Trustee will cease to be a Trustee upon going into liquidation.

Trustee Fees

The fees payable for the services of Mark Fawcett, Helen Jones and Kerrin Qualters are fixed by Kingfisher plc. BESTrustees plc also receive fees as employer nominated Trustee Director. The other employer and member nominated directors receive no fees as Trustee Directors but are reimbursed expenses incurred on behalf of the Scheme. The fees received by the Trustee Directors in the year ended 31 March 2015 are set out below and are included in Note 8 to the accounts on page 37.

	2015 £'000s	2014 £'000s
BESTrustees plc	61	53
Mark Fawcett	26	27
Helen Jones	7	9
Kerrin Qualters	7	6

Trustee Knowledge and Understanding

The Pensions Act 2004 requires trustees to have sufficient knowledge and understanding of pensions and trust law and be conversant with the Scheme documentation. The Pensions Regulator has published a Code of Practice on Trustee Knowledge and Understanding to assist trustees on this matter which became effective from April 2006. On taking office, new Trustee Directors are provided with introductory trustee training facilitated by an external professional source. Update courses are made available on a regular basis. Training presentations are also made at the Trustee meetings from time to time.

Board Committees

The Trustee Board monitors and oversees the scheme through committees, which focus on specific aspects of day to day operations. The four committees are Accounts, Audit & Governance, Benefits, DC & Retirement and Investment. Each committee has Terms of Reference and reports to the Trustee Board.

The composition of committees:

Accounts, Audit & Governance Committee

The members are Sally Clifton (Chair), Helen Jones, Paul Goulder and Paul Shearer.

The role of the committee is to approve the financial statements of the Scheme and the Report to members, arrange and approve the process of auditing the Report to members, monitor financial controls, record keeping, and expenses, approve budgets of the Scheme, monitor and review internal control systems and those assigned in the form of and from the risk register. To make decisions with regards to the appointment and removal of Scheme auditors and bankers based on appropriate advice. To monitor and review compliance with the schedule of contributions and to consider Scheme governance issues.

Kingfisher Pension Scheme

Benefits Committee

The members are Kerrin Qualters (Chair), Sally Clifton, Paul Goulder and Helen Jones.

The committee meets as regularly as necessary, normally via electronic means, to exercise the Trustee's discretionary powers, particularly in relation to the distribution of lump sum death benefits and the granting of ill health retirement pensions.

DC Investment & Retirement Committee

The members are BESTrustees plc (represented by Clive Gilchrist), Mark Fawcett, Evelyn Gardiner (until 30 April 2015) and Karl Lidgley (Chair).

The role of the committee is to focus on the monitoring and review of all defined contribution arrangements, to monitor and review the investment performance of the money purchase section, to monitor the risks to members' benefits and review risks assigned from the risk register.

DB Investment Committee

The members are BESTrustees plc (represented by Clive Gilchrist), Mark Fawcett, Evelyn Gardiner (Chair from 31 July 2014 to 30 April 2015) Karl Lidgley, Ian Playford (Chair until 31 July 2014) Kerrin Qualters and Paul Shearer (Chair from 1 May 2015)

The Trustee Board agrees the Scheme's Statement of Investment Principles. Day to day investment management is undertaken by external managers. The role of the committee is to make recommendations to the Trustee Board on strategic issues, monitor and review manager performance, decide on manager appointments and terminations and to monitor and review risks assigned from the risk register.

Attendance at Trustee's Meetings

The table below shows the attendance of individual Trustee Directors at the Trustee Board and Board Committee meetings held during the year.

Trustee Director	Trustee Board	Accounts, Audit & Governance	DCI & Retirement	DB Investment
BESTrustees plc (represented by Clive Gilchrist) (Chair) (+)	4	n/a	4	3
Mark Fawcett (#)	3	n/a	4	3
Evelyn Gardiner (#)(resigned 30 April 2015)	4	n/a	4	4
Helen Jones (#)	4	4	n/a	n/a
Ian Playford (#)(resigned 31 July 2014)	1	n/a	n/a	1
Sally Clifton (*) (# from 1 May 2015)	4	3	n/a	n/a
Paul Goulder (*)	4	4	n/a	n/a
Karl Lidgley (*)	4	n/a	4	3
Kerrin Qualters (*)	4	n/a	n/a	4
Paul Shearer (#)	4	4	n/a	3

(+) independent (#) employer nominated (*) member nominated

Kingfisher Pension Scheme

Trustee Directors

BESTrustees plc (represented by Clive Gilchrist) (Chairman) appointed 1 March 2009.

Clive has 40 years' experience of the pensions and investment industries and is now Deputy Chairman of BESTrustees plc, having been Managing Director since its inception in 1992. His early career was in stock-broking and investment management including ten years as investment manager/Director at the Post Office S.S.F./Postal (now Hermes). He was a Member of the NAPF Council and Investment Committee for many years including two years as Investment Chairman and has also chaired the Pension Committee of The Association of Corporate Trustees.

BESTrustees plc, represented by Clive Gilchrist, was appointed Chairman of the Trustee Board on 20 September 2011.

Mark Fawcett appointed 1 October 2011.

Mark has been an investment manager for the last 26 years and managed money at a variety of institutions. He is currently Chief Investment Officer, NEST Corporation. Before joining NEST, Mark was a Partner at the boutique investment manager Thames River Capital LLP. Previously Mark was Head of Japanese Equities at Gartmore Investment Management and Chief Investment Officer at American Express Asset Management International.

Sally Clifton appointed 1 March 2009.

Sally joined B&Q in 1989 and has performed a number of roles including Computer Audit Manager and Supplier Administration Controller. Sally's current role is Company Secretary, heading up the B&Q Legal and Risk team. Sally is an Associate member of the Institute of Chartered Secretaries and Administrators, qualifying in 1986.

Evelyn Gardiner appointed 1 June 2010 (resigned 30 April 2015)

Evelyn has been the Group HR Director of Kingfisher plc since she joined in April 2010. She was previously an HR Director at BP plc and was in Operations and in HR at Mars Incorporated for 10 years prior to that. She has a Mathematics degree from Cambridge University.

Ian Playford appointed 20 September 2011 to 31 July 2014

Ian joined Kingfisher in October 2009 as Group Property Director from Parkridge Holdings, a property development and investment group where he was CEO, Western Europe and Russia. Before joining Parkridge, Ian spent five years at King Sturge and 12 years at Aviva as a fund manager.

Paul Goulder appointed 1 June 2010.

Paul is currently unit manager in Kendal and has been with B&Q for 35 years and has worked at all levels from customer adviser to unit manager.

Helen Jones appointed 1 September 2003.

Helen was Director of Governance and Corporate Services, responsible for Company Secretarial, Legal and Legislative Affairs, Corporate Governance matters and Group Corporate Responsibility until July 2007. She then took on the role of Director of Government and Industry Relations until retiring in August 2008 having spent 21 years with Kingfisher. She is currently Vice Chair of Age UK Norfolk and a non-executive director of Westmount Real Estate Limited. She is a Fellow of the Institute of Chartered Secretaries and Administrators, qualifying in 1976.

Kingfisher Pension Scheme

Karl Lidgley appointed 25 November 2005.

Karl has worked at B&Q for 29 years. During his career with B&Q he has worked at all levels in store; from part-time customer advisor through to unit manager, and currently works in the role of Unit Manager in Kettering. Karl has been a trustee of the Scheme for 9 years and is now Chairman of the DC investment and retirement committee. Outside of work he spends all his spare time with his 4 children and wider family and likes to travel when possible.

Kerrin Qualters appointed 1 July 2009.

Kerrin retired in 2006 following 39 years within Kingfisher, 17 years in Woolworth, in store management roles and latterly 22 years in B&Q. Kerrin held a number of senior operational management roles in B&Q. His most recent role, before retiring, was Director of Store Development delivering the Mini Warehouse change programme across the Supercentre estate.

Kerrin also spent time with the International Team where he worked in Turkey with the Koçtaş group developing the large store format Home Improvement Centre.

Paul Shearer appointed 1 August 2013

Paul joined Kingfisher in May 2012 as Director of Audit for B&Q, Screwfix and Koçtaş having previously spent 16 years at Marks and Spencer. He started his M&S career in store management before taking on a number of Head Office roles including Head of Group Audit & Risk and Head of Finance for the Food Division. Paul is an Associate member of the Chartered Institute of Management Accountants, qualifying in 2003.

Advice to the Trustee

The names of the present professional advisors to the Trustee are shown on page 2. The advisors to the Scheme are appointed by the Trustee. Each appointment of a professional advisor is agreed in accordance with formal agreements governing the services to be provided.

Risk Management Review

The Trustee Board has established a Risk Register for each section of the Scheme, as each has rather different characteristics, from which each register details the associated significant risks and the relevant internal controls. The registers are regularly reviewed and are formally approved by the Trustee Board on an annual basis to ensure that they remain appropriate.

Conflicts of Interest Policy/ Bribery Act

Trustee directors are required to avoid a situation in which they have or may have a direct or indirect interest that conflicts, or may conflict, with the interests of the corporate trustee of the pension scheme.

During the year no conflicts of interest situations were identified in accordance with the Trustee conflicts of interest policy.

Data Protection Act

The Trustee has in place a written contract covering data protection issues with the third parties who process scheme member information on its behalf. The contracts require the third party to keep information secure in accordance with the DPA, and to proactively report any data breaches.

Kingfisher Pension Scheme

Corporate Governance

The Trustee Board believe it is desirable;

To have a consistent approach on corporate governance issues

To act as a responsible investor

To be able to manage the process in a practical way

Consequently, all investment managers have been asked to exercise voting rights where relevant, referring back to the Group Pensions Department only those issues which they feel are contentious and warrant further discussion before taking action.

Actuarial Valuations

A full actuarial valuation of the Scheme is undertaken every three years based on assumptions as to future inflation, pension increases, salary increases, investment returns and life expectancy. These assumptions are discussed at the full Trustee Board meetings with the Scheme Actuary. The last full actuarial valuation was at 31 March 2013.

Custody of Assets

Final Salary Section

Although the Trustee Board has delegated day to day management of the Scheme's investments to external managers, the custody (safekeeping) of most of the assets is carried out independently of the managers by State Street Bank and Trust Company Limited. The underlying assets of pooled investment vehicles are held under the custody of separate custodians appointed by the manager of the respective pooled fund. The Scheme's investment in the Special Purpose Vehicle is held directly by the Trustee.

Money Purchase Section

The Money Purchase Section offers 'white-labelled' funds, administered by Zurich, which invest in the following underlying funds. The custody (safekeeping) of the assets held by these underlying funds is carried out by the underlying investment manager's custodian, namely:

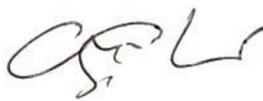
Underlying Fund	Custodian
Aberdeen Life Emerging Markets Equity Fund	BNP Paribas
State Street Global Advisors Limited As Of Priced MPF All World Equity (75% Hedged) Index sub-Fund	State Street Bank and Trust Company Limited
State Street Global Advisors Limited As of Priced MPF Fundamental Index Global Equity (75% Hedged) sub-Fund	State Street Bank and Trust Company Limited
Schroders QEP Global Active Value Fund	JP Morgan Chase Bank
Invesco Perpetual High Income Fund	Bank of New York Mellon Corporation
State Street Global Advisors Limited As Of Priced Diversified Beta sub-fund	State Street Bank and Trust Company Limited
State Street Global Advisors Limited Pre-Retirement Fund	State Street Bank and Trust Company Limited
State Street Global Advisors Limited As Of Priced Index Linked Gilt Over 5 Year Index sub- fund	State Street Bank and Trust Company Limited
State Street Global Advisors Limited As Of Priced Sterling Liquidity sub-fund	State Street Bank and Trust Company Limited
F&C Responsible Global Equity Fund	State Street Bank and Trust Company Limited

Kingfisher Pension Scheme

L&G Managed Property Fund	HSBC
HSBC Amanah Fund	RBC Dexia Investor Services

Approval of the Annual Report

The directors of the Trustee Company approved this report, including the Governance report, Statement of Trustee's Responsibilities' on page 18, investment report on pages 19 to 30, and the compliance statement on pages 52-54 on;



2 July 2015
BESTrustees plc, represented by Clive Gilchrist, Chairman



S Clifton

Kingfisher Pension Scheme

Statement of Trustee's Responsibilities for the Financial Statements

The financial statements, which are prepared in accordance with applicable law and UK Generally Accepted Accounting Practice (UK GAAP), are the responsibility of the Trustee. Pension scheme regulations require the Trustee to make available to Scheme members, beneficiaries and certain other parties the audited financial statements for each Scheme year which:

- show a true and fair view of the financial transactions of the scheme during the Scheme year, and of the amount and disposition at the end of the scheme year of the assets and liabilities, other than liabilities to pay pensions and benefits after the year end; and
- contain the information specified in the Schedule to the Occupational Pension Schemes (Requirement to obtain Audited Accounts and a Statement from the Auditor) Regulations 1996, including a statement whether the financial statements have been prepared in accordance with the Statement of Recommended Practice, 'Financial Reports of Pension Schemes (revised May 2007)'.

The Trustee has supervised the preparation of the financial statements and has agreed suitable accounting policies, to be applied consistently, making estimates and judgements on a reasonable and prudent basis. The Trustee is also responsible for making available each year, commonly in the form of a Trustee's Annual Report, information about the Scheme prescribed by pensions legislation, which it should ensure is consistent with the audited financial statements it accompanies.

The Trustee also has certain responsibilities in respect of contributions which are set out in the Statement of the Trustee's Responsibilities accompanying the Trustee's Summary of Contributions.

The Trustee is responsible for the maintenance and integrity of the financial information of the Scheme included on the pension scheme's website. Legislation in the United Kingdom governing the preparation and dissemination of the financial statements may differ from legislation in other jurisdictions.

The Trustee also has a general responsibility for ensuring that adequate accounting records are kept, and for taking such steps as are reasonably open to the Trustee to safeguard the assets of the Scheme and to prevent and detect fraud and other irregularities, including the maintenance of appropriate internal controls.

Kingfisher Pension Scheme

Investment Report

The purpose of this report is to advise members of the Trustee Board's investment policy.

During 2014/15 the investment strategy review continued to focus on the matching assets of the Scheme. Three new bond portfolios were established - two absolute return bond funds with GAM Fund Management Ltd and Insight Investment Management Global Limited, and a multi-asset credit fund with PIMCO Europe Ltd.

The interest and inflation hedge ratios of the scheme were increased to 79% on both basis and £100m was switched from return seeking assets to matching assets.

Final Salary Section

Investment Objectives and Strategy

Kingfisher plc (the 'Company') and Kingfisher Pension Trustee Limited (the 'Trustee') have agreed:

- A funding and investment plan for the Scheme, the Secondary Funding Objective "2FO", which targets a strong funding level and relatively low investment risk and which is in excess of the minimum Statutory Funding requirements. From the 2010 valuation the ultimate 2FO target is for the Scheme to be sufficiently funded to secure benefits with insured annuities by 2030;
- Following completion of the 2013 valuation the employer contribution, effective from 1 April 2014 was agreed at £35.75m + RPI (this includes income from the Special Purpose Vehicle, but excludes the Pension Protection Fund levy which the Company has agreed to reimburse the Scheme for). The employer contribution will be reviewed again after the next 3 yearly valuation as at March 2016 and thereafter each formal valuation through to 2030;
- The 2FO funding target for 2030 will be the expected cost of securing benefits through insured annuities at that time. For the 2013 valuation the expected annuity terms in 2030 assume a discount rate for future benefit payments in line with yields on gilts of appropriate nature and duration;
- Planned investment de-risking switching from return seeking to matching assets. Matching assets constitute 66% of Scheme assets at April 2013 and will constitute 100% of Scheme Assets by April 2030. The Company and the Trustee will agree circumstances under which this de-risking plan could be accelerated;
- That having extended the initial 2FO target date from 2024 to 2030, there is no intention to extend the target 2FO date beyond 2030.
- Other details relating to the 2FO and the Statutory Funding Objective are set out in the Statement of Funding Principles and Group Pensions Policy Standard. These documents are available to members on request.
- The Company and the Trustee have agreed the above planned high-level asset allocation changes in order to achieve an appropriate level of long-term return with an acceptable degree of risk. In practice, the Trustee wishes to move to the target asset allocation in a cost efficient manner, so the timing and magnitude of switches from return-seeking assets to matching assets will be decided upon by the Trustee based on monitoring of the Scheme's progress in reaching the 2FO and with input from the Company.

Kingfisher Pension Scheme

- The objective is subject to regular monitoring by the Defined Benefit Investment Committee with a triennial review as part of the actuarial valuation exercise. The objective forms the basis from which the Defined Benefit Investment Committee develops a more detailed strategy approved by the Trustee Board, which is discussed with the Company. It is then for the Defined Benefit Investment Committee to implement that strategy in terms of asset allocation and the appointment and monitoring of the appropriate managers.

Risk Measurement and Management

The Trustee recognises the following investment risks that the Scheme is exposed to and has taken the following measures to continually monitor and manage these risks. These measures do not render the investment policy free of risk. Rather, the measures endeavour to balance the need for risk control and the need for assets which are likely to achieve the required performance target.

Solvency Risk and Mismatch Risk

The risk that the Scheme's assets fail to keep pace with the liabilities is measured and managed through qualitative and quantitative assessment of the expected development of the liabilities relative to the current and target investment policy. The results of this analysis are regularly discussed with the Actuary and the Scheme's investment advisors.

Mismatch risk can include inflation and interest rate risk. These risks are being managed through a swap programme.

Concentration Risk

The Scheme's assets have been diversified across a range of asset classes, e.g. equities (UK and overseas), fixed interest (UK and overseas), Index Linked Gilts and cash. Within each asset class there are further diversifying conditions placed on managers, e.g. a limit on the maximum holding in any one stock by each manager.

No investment is permitted in the shares of Kingfisher plc or Companies majority owned by Kingfisher plc, other than indirectly through investment in pooled funds.

Manager Risk

The Trustee aims to minimise the impact of any appointed manager underperforming. So, where appropriate, the Scheme's assets are allocated in varying amounts to a number of managers in each asset class, often employing different approaches (e.g. passive and active).

In addition, each manager is given a specific objective and is subject to guidelines and restrictions on what is permitted in achieving those objectives as specified in the individual Investment Management Agreements.

There is no limit on the value of assets managed by any one manager, however the volatility of the asset class and the manager's investment approach are taken into account when determining the size of each portfolio.

Kingfisher Pension Scheme

Derivative Risk

Restrictions are imposed on the use of derivatives. Derivatives will be used by the Scheme for risk management purposes, as part of the strategic asset allocation. Derivatives are also used on a tactical basis by the Scheme's investment managers to ensure that they are able to cover exposed positions (e.g. risk reduction) and to increase or decrease exposure to markets, other than by direct investment, following asset allocation decisions. Derivatives are not to be used for speculative purposes or to 'gear up' fund returns. There are different facets to derivative risk, namely:

- Counterparty risk - addressed through the investment manager, banks and custodian guidelines with respect to cash management; in the use of derivatives this risk is mitigated through the exchange of collateral or margin.
- Basis risk – the returns from the backing assets used to meet the payable leg of a derivative may not match exactly. This risk is addressed through the investment policy adopted by the Trustee for the backing assets and the investment managers' asset management capabilities.
- Liability risk – pension liabilities can only be estimated and there is a risk of unanticipated changes in the assumptions used to value the KPS' liabilities, hence there may be a divergence between the performance of the derivatives and the actual value of the liabilities. This risk is managed by constructing a derivative strategy based on a best-estimate of future Scheme cash flows.

Performance Risk

The risk of the returns on the Scheme being less than anticipated is monitored by regular review of both individual manager and total fund performance. This allows action to be taken to address persistent deviation from expected levels.

Custodian Risk

Includes the risk that a custodian of the investments held in respect of the Final Salary Section or Money Purchase Section misplaces Scheme investments, that it is receiving, delivering or safekeeping and includes the further risk introduced by the Custodian's use of sub-custodians within some overseas countries

The Trustee Board believes in separating custody of assets from fund management as far as is practical. This provides an element of extra protection for KPS assets as well as the opportunity for efficient consolidated reporting. In addition, restrictions are applied as to who can authorise transfers of cash and the accounts to which transfers can be made.

Liquidity Risk

Sufficient liquidity is maintained to meet expected outflows, with assets invested in appropriately realisable classes so as not to disrupt the Scheme's overall investment policy.

Currency Risk

This risk is measured by the level of overseas investments and the translation effect of currencies leading to the risk of an adverse influence on investment values. It is managed by reducing translation risk of investing overseas by hedging a proportion of the overseas investments' currency translation risk for those overseas currencies that can be hedged efficiently.

Kingfisher Pension Scheme

Sponsor Risk

Includes the risk that the sponsor (in the case of the Principal Employer) cannot, or will not, make good a current or future deficit of the Plan.

Is measured by the level of ability and willingness of the sponsor to support the continuation of the Scheme and to make good any current or future deficit.

Is managed by assessing the interaction between the Scheme and the sponsor's business, as measured by a number of factors, including the creditworthiness of the sponsor and the size of the pension liability relative to a number of metrics reflecting the financial strength of the sponsor.

Contribution Income

The Schedule of Contributions payable and their due dates, is maintained by the Trustee, allowing any late (or lower than expected) payment to be raised with the relevant operating company at an early date (delays in the payment of contributions could affect the Scheme's solvency position).

Cash Transactions

The risk of cash being transferred out of the Scheme in unauthorised circumstances is controlled by the restrictions imposed by the bank mandates and controls agreed with the Custodian and investment managers. These measures generally define the circumstances in which cash payments can be made and who is able to authorise them.

Responsible Investment

The Trustee Board has delegated day to day investment decisions to its appointed investment managers (within certain guidelines and restrictions).

The Trustee Board believes that all companies should be run in a socially responsible way as in the long run this should contribute to the success of those companies, but equally recognises its fiduciary responsibility to act in the best financial interests of the Scheme's members. Therefore, the Trustee Board's policy is that the investment managers should take account of social, environmental and ethical considerations to the extent that they may have a financial impact on investment performance. With this in mind, the Trustee Board also encourages managers to pursue policies of engagement with their investee companies.

The Trustee Board recognises that because of the need to closely track the Index benchmarks, it is not appropriate for the Scheme's passive managers to take account of social, environmental or ethical considerations in the construction of their portfolios. However, the Trustee Board also encourages its passive manager and its other pooled fund managers, to pursue a policy of engagement with investee companies.

Kingfisher Pension Scheme

Final Salary Section Asset allocation and Investment Manager distribution

Asset Class		Proportion FS assets 31/3/15	Proportion FS assets 31/3/14
Equities	Wellington Management	3%	3%
	State Street Global Advisors	11%	14%
	Aberdeen Asset Managers Limited	1%	2%
Bonds	ECM Asset Management Limited	0%	2%
	GAM Fund Management Limited (appointed January 2015)	9%	0%
	Goldman Sachs	0%	7%
	Kingfisher Scottish Limited Partnership	7%	9%
	Aberdeen Asset Managers Limited	1%	1%
	PIMCO	9%	7%
	Rogge Global Partners	0%	6%
	State Street Global Advisors	0%	10%
	Insight Investment Management (Global) Limited	52%	31%
	Direct Lending	Hayfin Direct Lending GP Ltd	1%
Property	Aviva Investors	0%	1%
Farmland	Insight Investment Management (Global) Limited	1%	1%
Currency	Rogge Global Partners	1%	1%
Alternative Assets	LGT Capital Partners (Ireland) Limited	4%	4%

Distribution of Final Salary Section Scheme Assets

	31 March 2015	31 March 2014
UK Equities	2%	3%
Overseas Equities	14%	16%
Fixed Interest	36%	41%
Index Linked Gilts	27%	25%
Special Purpose Vehicle (SPV)	7%	8%
Cash & Cash Instruments	6%	0%
Alternative Assets	7%	6%
AVC Funds	1%	1%
	100%	100%

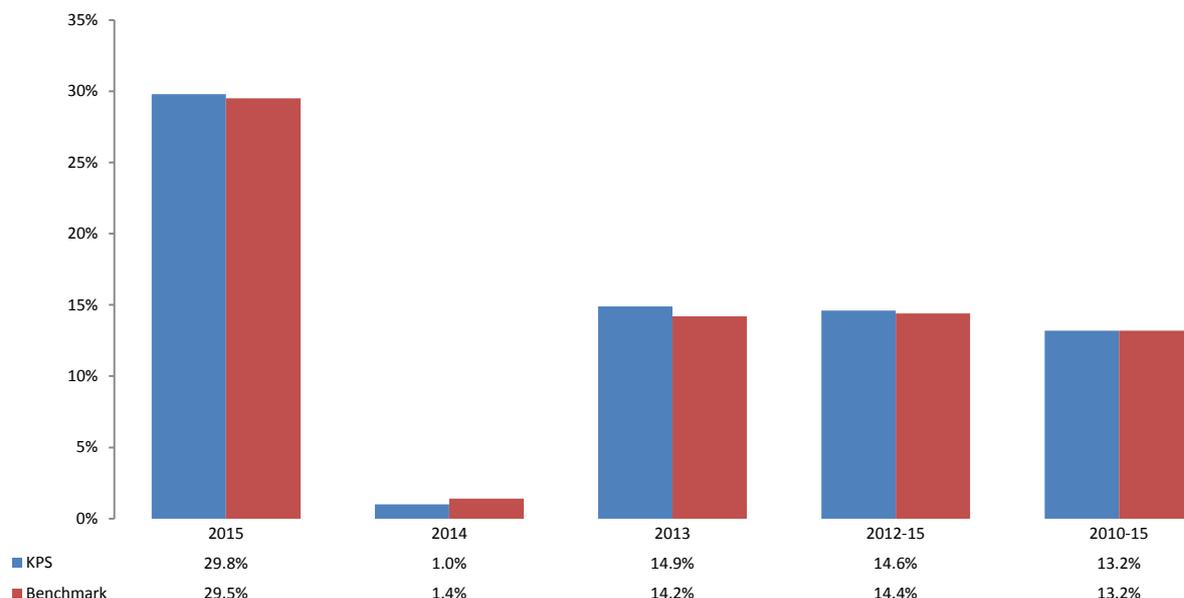
Investment Performance

The performance of the Scheme's investments is measured against the Scheme specific benchmark by an independent external measurement service provided by State Street Investment Analytics. Taking all portfolios together, the return achieved by the Scheme during the year to 31 March 2015 was 29.8%, compared to the Scheme specific benchmark of 29.5%.

Reviewing performance over the longer periods is more relevant to the Scheme's long-term objectives. Over three and five year periods, the annual returns were 14.6% and 13.2% compared to the benchmark of 14.4% and 13.2% respectively.

Kingfisher Pension Scheme

Annualised Investment Returns



Current Managers' Objectives

As part of the Scheme's investment strategy, its assets are allocated to a number of investment managers in specific asset classes. The investment managers are given performance objectives which, when combined, are intended to enable the Scheme to achieve its overall investment objectives.

Global Equities

Wellington Management's objective is to out-perform the MSCI World Index return by 2% per annum (net of base fees) over rolling three year periods.

State Street Global Advisors' objective is to deliver a return to within 0.5% of the rolling annual total return (net of fees) and within 0.25% per annum over rolling three-year period of its 'benchmark'.

The benchmark is made up of UK and Overseas Equity securities and comprises the following indices: FTSE-All Share Index; FTSE-All World North America; FTSE-All World Europe ex-UK; FTSE-All World Japan and FTSE-All World Pacific Basin (ex Japan).

Bonds

Insight Investment Management (Global) Limited manage a portfolio of assets that aims to hedge a proportion of the liabilities against changes in interest rate and inflation expectations. The long term target for the portfolio is to hedge approximately 79% of the interest rate and inflation sensitivity of the liabilities. Insight also manage an absolute return bond fund that has the objective of outperforming 3 month Libor by 2% per annum.

PIMCO manage a multi asset credit fund which has the objective to prudently generate a total return through a combination of both income and capital growth. The Fund's benchmark is an equally weighted blend of the following indices, – Barclays Capital Global Aggregate Credit Component; – Merrill Lynch Global High Yield BB-B Rated Constrained; and – JPMorgan EMBI Global Index. The performance target of the Fund is to seek to deliver returns of 1% -1.5% above this benchmark.

Kingfisher Pension Scheme

GAM Fund Management Limited manage an absolute return bond fund that invests in government bonds, investment grade credit, high yield bonds, securitised assets, emerging market debt, cash, currency, convertibles and derivatives. The fund has the objective of outperforming 3 month Libor by 3%-5% per annum.

Kingfisher Scottish Limited Partnership's objective is to carry on the business of managing, owning and leasing the freehold properties which comprise the property portfolio and to manage those properties in accordance with the investment policy.

Direct Lending

Hayfin's objective is to generate attractive risk-adjusted returns for the Fund by investing in a portfolio of predominantly senior secured European loans to non-investment grade companies, employing an investment philosophy that is founded on fundamental value and capital preservation. Hayfin target an annualised gross internal rate of return of 8% to 10% for the Fund.

Emerging Markets Equity and Debt

Aberdeen Asset Managers Limited's objective is to out-perform the composite benchmark, MSCI Emerging Equities Index 60%, JP Morgan Emerging Market Bond Index (EMBI) – Global Diversified Index (GBP Hedged) 40% return by 3% per annum (gross of fees) over rolling three year periods.

Alternative Asset Portfolio

LGT Capital Partners' objective is to generate long-term capital appreciation through investments in alternative investment strategies globally with principles designed to minimise the risk of capital loss. The portfolio targets returns of libor +4% (net of fees) over three year rolling periods.

Property

Aviva Investors' property portfolio has the objective of out-performing the IPD All Balanced Funds Index by 0.5% (net of fees) per annum over rolling three year periods.

Global Farmland

Insight Investment Management (Global) Limited seeks to provide investors primarily with global exposure to farmland, farmland businesses and the Agricultural commodities grown on those farms.

Cash

Rogge Global Partners' emerging market currency fund has the objective of an absolute return providing exposure to emerging market currencies.

Trustee's Cash

The Trustee maintains a current account to meet the day-to-day benefits and expenditure payments. Any monies in the account that are not required for immediate use are placed on an overnight money market account.

Fees

The Trustee Board believe that, in the right circumstances, a performance related fee is preferable to a traditional asset based fee as it ensures that investment managers share in both their over and under performance.

However, it is difficult to implement just one approach to fees, as managers may be inflexible on changing their standard basis. The Scheme may have to accept this if it believes a manager can add value and wishes to appoint them despite inflexibility on fees.

Investment fees payable therefore include both management fees based upon an agreed percentage of assets under management and performance related fees based upon a percentage of the outperformance above an agreed benchmark.

Kingfisher Pension Scheme

All investment fees are met by the Scheme.

Money Purchase Section

Investment Objectives and Strategy

A default strategy is provided which the Trustee believe is suitable for the needs of the membership. The Trustee reviews the investment default on a regular basis. The default option for the Money purchase Section is currently the ten year lifestyle option. The objective for the default option is to target investment returns of CPI +3% after all charges over the long term.

The Trustee's make available to members of the Money Purchase Section an appropriate range of investment options to which members and the Employer will contribute in order to provide each member with a fund which will be used to secure their benefit at retirement. The Money Purchase Section offers a facility for members to contribute more on a voluntary basis.

The Trustee Board makes available a range of investments via pooled funds, which seek to:

Establish a financially efficient scheme that provides attractive and robust long term investment options to members that recognise their investment challenge and incorporate institutional best practices

Enable members to protect their benefits as they approach retirement

Limit the scope of members to need to take detailed investment decisions.

Currently the Trustee Board offer two Lifestyle strategies which involve automatic switches from predominantly equities to gilts, corporate bonds and cash as the target retirement date approaches from either a 5 year or 10 year start date before retirement . In addition, the Trustee Board offer a number of funds offering specific equity, bond or cash investments which may be selected by members instead of the Lifestyle options.

The Money Purchase Section does not hold shares directly in Kingfisher plc.

Risk Measurement and Management

The Trustee is aware of a number of risks for the Money Purchase Section of the Scheme, which include:

Underperformance risk

The members are invested in low risk/low return assets for too much of their working lifetime.

The risk is that the fund manager fails to add value compared to passive (index tracking) investment. Passive management is an investment management strategy that seeks to match the return and risk characteristics of a market segment or index by mirroring its composition.

Annuity risk

Close to retirement the members are invested in assets that do not protect against annuity rate changes.

Volatility

At retirement the members are invested in assets which are too volatile.

Switching risk

That wholesale switches between asset classes expose the members to market risk.

Kingfisher Pension Scheme

The Trustee is satisfied that the spread of assets by type and the investment manager's policies on investing in individual securities within each type provides adequate diversification of investments. The Trustee believes that the investment strategies (the mix of asset type) inherent in the managers' funds are currently appropriate for achieving their objectives.

Investment Approach

Passive management (also known as index tracking), aims to reduce the risk of poor share selection in individual companies and instead invest in most of the companies within a market/index (e.g. the FTSE or All-Share index). In this way they aim to deliver returns that are close to the overall market returns.

Active Management aims to use analysis of the markets to achieve above-average returns. The investment manager will do this by choosing shares that are either undervalued (to buy) or overvalued (to sell) and choosing the right time to do this. Actively managed investments have the potential to bring in higher returns than passively managed investments but they also carry a higher risk of underperforming if the investment manager's decisions prove unsuccessful. Actively managed funds usually incur higher annual management charges.

Investment Performance

All the assets attributed to the Money Purchase Section, including members' AVCs but excluding cash required for transaction purposes, are presently invested in a range of asset classes administered by Zurich. Members have the option to invest in one of three lifestyle approaches or select from a range of asset classes, listed below. It is not possible to compare the performance of each lifestyle approach with a stated objective.

Lifestyle 10 Year - Default option

This option has been designed for members who wish to take a more cautious approach to investing whilst attempting to still deliver above average returns in the early years.

Lifestyle 5 Year cash target – (New default option from April 2015)

This option has been designed for members who may not wish to annuitise upon retirement.

Kingfisher Pension Scheme

Lifestyle 5 Year – (ceased to be offered to members from April 2015)

This option was designed to fit the ‘average’ member’s requirements, attempting to balance the opportunity for maximising returns, whilst reducing the volatility of returns as retirement approaches.

	Lifestyle 5 Year – Cash target	Lifestyle 10 Year*	Lifestyle 5 Year
Accumulation Phase	50% Passive Global Equity (inc. UK) 50% Diversified Return	50% Passive Global Equity (inc. UK) 50% Diversified Return	50% Passive Global Equity (inc. UK) 50% Diversified Return
Pre-Retirement Phase	100% Money Market	75% Pre Retirement 25% Money Market	75% Pre Retirement 25% Money Market
Transition Start Date	5 years before retirement	10 years before retirement	5 years before retirement
Cash Transition Date	5 years before retirement	5 years before retirement	2.5 years before retirement

* The Lifestyle 10 Year has been selected by the Trustee as the default fund should members not elect to make an investment choice. The default option changed to the Lifestyle 5 year cash target from April 2015.

Asset Class & Fund Name	Fund Description	Underlying Fund	Performance Objective & Benchmark
Global Equity (Passive) Passive Global Equity (inc. UK) Fund	This fund invests in a combination of funds which invest in stock markets around the world. To reduce the impact of currency movements on the returns generated by the fund, 75% of its non-sterling currency exposure is hedged back to Sterling	50% - State Street Global Advisors Limited As Of Priced All World Equity Fund (75% Hedged) 50% - State Street Global Advisors Limited As of Fundamental Index Global Equity Fund (75% Hedged)	The fund aims to track the benchmark of 50% FTSE All World Index and 50% FTSE RAFI All-World 3000 Index.
Global Equity (Active) Active Global Equity (inc. UK) Fund	This fund invests approximately 30-40% in the shares of UK companies and the remainder in the shares of overseas companies	70% Schroder QEP Global Active Value Fund 30% Invesco Perpetual High Income Fund	The fund aims to provide long-term growth by investing in the shares of UK and overseas companies. The benchmark is currently 70% MSCI World Index and 30% FTSE All-Share Index.
Multi-Asset (Passive) Diversified Return Fund	This fund invests in a wide range of assets, including company shares, high yield bonds, property, commodities and specialised alternative assets	State Street Global Advisors Limited As Of Priced Diversified Beta sub-fund	The Fund aims to generate returns comparable to a traditional balanced portfolio of 60% equities/40% bonds and have lower levels of

Kingfisher Pension Scheme

Asset Class & Fund Name	Fund Description	Underlying Fund	Performance Objective & Benchmark
			volatility over the medium term.
Corporate Bond & Fixed Interest (Passive) Pre-Retirement Fund	This fund invests in UK government bonds (Gilts) and UK corporate bonds with an average maturity period of 15 years or longer	State Street Global Advisors Limited Pre-Retirement Fund	The fund aims to track a benchmark of 70% Corporate Bonds and 30% Gilts.
Index-Linked (Passive) Pre-Retirement Inflation Linked Fund	This fund invests in UK government bonds (Gilts) where the interest payable on the bond is linked to the rate of inflation	State Street Global Advisors Limited As Of Priced Index Linked Gilt Over 5 Year Index sub-fund	The fund aims to track the FTSE Actuaries British Government Over 5 Years Index Linked Gilts Index.
Cash (Active) Money Market Fund	This fund aims to provide a high level of security by investing in short-term money market instruments and fixed deposits. While this is a low risk fund, no investment strategy is without risk. As such there is a small chance this fund could have a negative return	State Street Global Advisors Limited As Of Priced Sterling Liquidity sub-fund	The fund is actively managed to outperform the 7-Day LIBID (London Interbank Bid Rate).
Global Equity Active Ethical Fund	This fund invests in shares of companies that meet a set of ethical criteria	F&C Responsible Global Equity Fund	The fund is actively managed and seeks to outperform the MSCI World Index.
Global Equity (Passive) Shariah Fund	This fund invests in shares of companies around the world whose practices are consistent with Sharia principles	HSBC Amanah Fund	The fund aims to track the Dow Jones Islamic Titans 100 Index.
Global Equity (Active) Emerging Markets Fund	This fund invests in shares of overseas companies located in developing countries.	Aberdeen Asset Managers Limited	The fund aims to outperform the MSCI Emerging Markets Index.
Property (Active) Property Fund	The fund invests in industrial warehouse buildings, shopping units and office blocks. It is also permitted to invest up to 15% in other external property funds in order to take advantage of investment opportunities in niche or specialist sections.	Legal and General	This fund aims to get the best return from a portfolio of first class freehold and leasehold interests in commercial and industrial property.

Kingfisher Pension Scheme

Fund Performance to 31 March 2015

Three Year Annualised Fund Performance			
Fund	Performance (%)	Benchmark (%)	(Under)/over performance (%)
Passive Global Equity	14.3	14.2	0.1
Active Global Equity	15.0	14.1	0.9
Diversified Return	8.9	11.4	-2.5
Pre-Retirement	12.0	11.9	0.1
Pre-Retirement Inflation Linked	9.0	8.9	0.1
Money Market	0.5	0.4	0.1
Ethical	18.2	16.2	2.0
Shariah	14.5	14.7	-0.2
Emerging Markets (1)	14.0	13.2	0.8
Property Fund (2)	2.5	2.8	-0.3

- (1) Fund was established in 2012 therefore three year fund performance is currently unavailable so 12 month performance to 31 March 2015 is shown.
- (2) Fund was established in 2014 therefore three year fund performance is currently unavailable so three month performance to 31 March 2015 is shown.

Kingfisher Pension Scheme

Independent Auditor's Report

To the Trustee of the Kingfisher Pension Scheme

We have audited the financial statements of Kingfisher Pension Scheme for the year ended 31 March 2015 which comprise the Fund Account, the Net Assets Statement and the related notes. 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 Trustee, as a body, in accordance with the Pensions Act 1995 and Regulations made thereunder. Our audit work has been undertaken so that we might state to the Scheme's Trustee those matters we are required to state to the Trustee 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 Scheme and the Scheme's Trustee as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Trustee and Auditor

As explained more fully in the Statement of Trustee's Responsibilities on page 18, the Scheme's Trustee is responsible for the preparation of financial statements which show 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

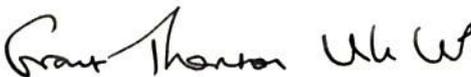
An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Scheme's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the rest of the annual report which comprises the Chairman's Introduction, the Trustee and advisors details, the Trustee's Report, the Investment Report, the Actuarial Certifications and the Compliance Statement 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

In our opinion, the financial statements:

- show a true and fair view of the financial transactions of the Scheme during the year ended 31 March 2015, and of the amount and disposition at that date of its assets and liabilities, other than liabilities to pay pensions and benefits after the end of the Scheme year;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- contain the information specified in Regulation 3 of, and the Schedule to, the Occupational Pension Schemes (Requirement to obtain Audited Accounts and a Statement from the Auditor) Regulations 1996 made under the Pensions Act 1995.

Grant Thornton UK LLP
Statutory Auditor, Chartered Accountants
London
2 July 2015



Kingfisher Pension Scheme

Fund Account

For the year ended 31 March 2015

	Notes	Final Salary £'000s	Money Purchase £'000s	Total 2015 £'000s	Total 2014 £'000s
Contributions & Benefits					
Contributions	2	23,014	36,620	59,634	58,531
Transfers in	3	0	688	688	1,076
Other income	4	2,272	0	2,272	1,229
		25,286	37,308	62,594	60,836
Benefits	5	(61,279)	(1,375)	(62,654)	(61,713)
Leavers	6	(3,985)	(1,575)	(5,560)	(4,418)
Other payments	7	(1,415)	0	(1,415)	(1,942)
Administrative expenses	8	(3,506)	0	(3,506)	(3,321)
		(70,185)	(2,950)	(73,135)	(71,394)
Net (withdrawals)/additions from dealings with members		(44,899)	34,358	(10,541)	(10,558)
Returns on Investments					
Investment income	9	50,618	5	50,623	44,424
Change in market value of investments	10	598,108	15,497	613,605	(5,820)
Investment management expenses	11	(4,861)	0	(4,861)	(3,395)
Net returns on investments		643,865	15,502	659,367	35,209
Net increase in the Scheme during the year		598,966	49,860	648,826	24,651
Transfer between sections	17	504	(504)	0	0
Net assets of the Scheme					
At 1 April		2,360,043	105,997	2,466,040	2,441,389
At 31 March		2,959,513	155,353	3,114,866	2,466,040

The notes on pages 34 to 48 form part of these financial statements.

Kingfisher Pension Scheme

Net Assets Statement

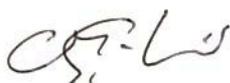
At 31 March 2015

	Notes	Total 2015 £'000s	Total 2014 £'000s
Final Salary Section			
Investment assets:	10		
Fixed interest securities		803,290	523,488
Equities		98,122	79,061
Index linked securities		1,521,282	585,856
Pooled investment vehicles		1,352,641	950,489
Special purpose vehicle (SPV)		200,113	199,310
Derivative assets		537,643	202,656
AVC investments		16,367	15,946
Cash & cash instruments		181,206	50,908
Other investment balances		32,532	96,132
		4,743,196	2,703,846
Investment liabilities:	10		
Derivative liabilities		(619,335)	(107,261)
Other investment balances		(1,176,125)	(246,992)
Total net investments		2,947,736	2,349,593
Current assets	12	14,401	11,798
Current liabilities	13	(2,624)	(1,348)
Net assets of the Final Salary Section		2,959,513	2,360,043
Money Purchase Section			
Investment assets:	10	155,141	102,521
Current assets	12	227	3,556
Current liabilities	13	(15)	(80)
Net assets of the Money Purchase Section		155,353	105,997
Net assets of the Scheme at 31 March		3,114,866	2,466,040

The notes on pages 34 to 48 form part of these financial statements.

The financial statements summarise the transactions of the Scheme and deal with the net assets at the disposal of the Trustee. They do not take account of obligations to pay pensions and benefits which fall due after the end of the Scheme year. The actuarial position of the Scheme, which does take account of such obligations, is dealt with in the certificates from the actuary on page 51 of the annual report, and these financial statements should be read in conjunction with them.

Signed for and on behalf of
the Trustee of the Kingfisher Pension Scheme on 2 July 2015



BESTrustees plc,
represented by Clive Gilchrist, Chairman



S Clifton

Kingfisher Pension Scheme

Notes to the Financial Statements

Basis of preparation

The Financial Statements have been prepared in accordance with the provisions of the Occupational Pension Schemes (Requirement to obtain Audited Accounts and a Statement from the Auditor) Regulations 1996 and with the guidelines set out in the Statement of Recommended Practice (SORP) 'Financial Reports of Pension Schemes (revised May 2007)'.

1. Accounting policies

The principal accounting policies of the scheme have remained unchanged from the previous year and are as follows:

- Employee contributions (normal and AVC) are accounted for from the date of deduction from payroll and employer normal contributions are accounted for in the period to which the corresponding pay relates. Employer deficit funding, augmentations and other contributions are accounted for in accordance with the Schedule of Contributions or other agreement under which they are being paid.
- Benefits are accounted for on the date of leaving or retiring, or if a member has a choice of benefits, on notification of choice to the Scheme. Individual transfer values to or from other schemes are accounted for on a cash basis.

Investments are measured on fair value basis:

Quoted securities are valued at the bid price at 31 March 2015.

Pooled Investment Vehicles are valued at the bid price quoted by the managers or at the single price if only one price is quoted.

The Special Purpose Vehicle (SPV) is valued on a discounted cash flow basis by an in-house treasury team. A discount rate, based on property asset backed bonds and adjusted for Kingfisher plc's credit rating, is applied to the projected future cash flows. The discount rate changes to a risk free rate when the vacant possession value of the properties exceeds the value of the future income streams. Receipts from the SPV are recognised as investment income.

Futures contracts are valued at the exchange price for closing out the contract at the year end and this represents the unrealised profit or loss of the contract. Amounts due from the broker represent the amounts outstanding in respect of the initial margin and any variation margin which is due to or from the broker.

The fair value of swap contracts is calculated using pricing models, where inputs are based on market data at the year-end date. The amounts included in change in market value are the realised gains or losses on closed contracts and the unrealised gains or losses on open contracts.

Options are valued at their mark to market value. If a quoted market price is not available on a recognised exchange the fair value is calculated using pricing models such as Black-Scholes, where inputs are based on market data at the year-end date.

Forward foreign exchange contracts are stated at fair value which is determined as the gain or loss that would arise if the outstanding contract was matched at the year end with an equal and opposite contract.

Kingfisher Pension Scheme

The Trustee has purchased annuity policies that are specifically allocated to the provision of benefits for, or in respect of, particular members. These annuity policies are in the name of the Trustee, and remain assets of the scheme because the Trustee is not legally discharged of the corresponding liabilities. However, the Trustee is satisfied that the policies represent an effective discharge of its liabilities and, in accordance with the treatment recommended by the SORP, the purchase cost has been accounted for as 'purchase of annuities' in the Fund Account and the annuity policies are carried at nil value in the Net Asset Statement.

Repurchase agreements are accounted for as follows:

- Repurchase agreements (repos) – the Scheme continues to recognise and value the securities that are delivered out as collateral, and includes them in the financial statements. The cash received is recognised as an asset and the obligation to pay it back is recognised as a payable amount.
- Reverse repurchase agreements (reverse repos) – the Scheme does not recognise the securities received as collateral in its financial statements. The Scheme does recognise the cash delivered to the counterparty as a receivable in the financial statements.

Investment Income

Dividends, fixed interest, SPV, derivative, pooled investment vehicle, deposit interest and other investment income receivable have been accounted for on an accruals basis. Irrecoverable withholding taxes are reported as a separate tax charge. Indirect investment income arising from accumulation and other pooled investment income is not separately disclosed to the Trustee and is recognised within the change in market value.

Income arising from annuity policies purchased from insurance companies by some predecessor schemes is included as investment income on an accruals basis in order to fund the pensions paid by the Scheme.

Foreign Currency

Foreign income and expenses are translated into sterling at the rate ruling on the date the income is received or payment made. Investment and current assets and liabilities denominated in foreign currencies are translated using the sterling rate of exchange ruling at the year end. Foreign exchange gains and losses arising on translation of investments are included as part of the change in market value of investments.

Expenses

Administration and direct investment management expenses are accounted for on an accruals basis. Indirect investment management expenses reflected within the unit pricing is not separately provided to the trustee and is recognised within the change in market value.

2. Contributions

	Final Salary £'000s	Money Purchase £'000s	Total 2015 £'000s	Total 2014 £'000s
Employers				
Normal	23,014	34,415	57,429	55,907
Augmentations	0	0	0	0
Members				
Normal	0	2,149	2,149	2,573
Additional voluntary contributions	0	56	56	51
Total	23,014	36,620	59,634	58,531

Employer augmentations would be paid on occasions where the employer considered it to be appropriate to enhance members' benefits available from the Scheme. On each occasion, the employer would pay an additional amount to the Scheme to cover the cost of providing these benefits. In the case of the Final Salary Section, the amount paid would be calculated in accordance with instructions provided by the Scheme Actuary.

Kingfisher Pension Scheme

3. Transfers in

	Final Salary £'000s	Money Purchase £'000s	Total 2015 £'000s	Total 2014 £'000s
Individual transfers-in from other Schemes	0	688	688	1,076
Total	0	688	688	1,076

4. Other income

	Final Salary £'000s	Money Purchase £'000s	Total 2015 £'000s	Total 2014 £'000s
Claims on term insurance	2,272	0	2,272	1,229
Total	2,272	0	2,272	1,229

5. Benefits

	Final Salary £'000s	Money Purchase £'000s	Total 2015 £'000s	Total 2014 £'000s
Pensions	50,700	0	50,700	49,293
Commutations and lump sum retirement benefits	8,633	1,157	9,790	10,747
Lump sum death benefits	1,946	119	2,065	1,381
Purchase of annuities	0	99	99	219
MP life premiums paid to FS	0	0	0	73
Total	61,279	1,375	62,654	61,713

6. Payments to and on account for leavers

	Final Salary £'000s	Money Purchase £'000s	Total 2015 £'000s	Total 2014 £'000s
Individual transfers to other Schemes	3,992	1,522	5,514	4,376
Refunds to members leaving service	0	53	53	47
Payments for members joining state scheme	(7)	0	(7)	(5)
Total	3,985	1,575	5,560	4,418

7. Other payments

	Final Salary £'000s	Money Purchase £'000s	Total 2015 £'000s	Total 2014 £'000s
Premiums on term insurance paid to Zurich Assurance Ltd	1,415	0	1,415	1,942
Total	1,415	0	1,415	1,942

Kingfisher Pension Scheme

8. Administrative expenses

	Final Salary £'000s	Money Purchase £'000s	Total 2015 £'000s	Total 2014 £'000s
Administration and processing	2,821	0	2,821	2,282
Actuarial fees	212	0	212	366
Audit fees	47	0	47	51
Legal and other professional fees	185	0	185	160
Trustee fees	101	0	101	95
PPF Levy	140	0	140	367
Total	3,506	0	3,506	3,321

The Scheme bears all of the costs of administration, which are then charged to the Final Salary Section and consists of the costs incurred by the Group Pensions Department on behalf of the Trustee Board.

9. Investment income

	Final Salary £'000s	Money Purchase £'000s	Total 2015 £'000s	Total 2014 £'000s
Income from fixed interest securities	32,176	0	32,176	19,159
Dividends from equities	1,726	0	1,726	2,854
Income from index-linked securities	7,346	0	7,346	5,231
Income from pooled investment vehicles	944	0	944	2,790
Income from SPV	12,876	0	12,876	12,876
Interest on cash and cash instruments	(5,694)	5	(5,689)	186
Income from derivatives	597	0	597	147
Other	480	0	480	1,124
Annuity income	202	0	202	125
Sub total	50,653	5	50,658	44,492
Irrecoverable taxation	(35)	0	(35)	(68)
Total	50,618	5	50,623	44,424

Investment income arising on certain pooled investment vehicles is reinvested and reflected in the unit price.

Investment income on cash and cash instruments includes £5.9m of interest payments payable under repurchase agreements.

Other income consists of income from class actions and stock lending. During the year the Scheme received income from stock lending of £437,070 (2014: £1,013,152)

Kingfisher Pension Scheme

10. Investments

a. Reconciliation of investments held at beginning and end of year

Final Salary Section

	Value at 31/03/14	Purchases at cost & derivative payments	Sales proceeds & derivative receipts	Change in market value	Value at 31/03/15
	£'000s	£'000s	£'000s	£'000s	£'000s
Fixed interest securities	523,488	909,213	(813,768)	184,357	803,290
Equities	79,061	64,580	(62,436)	16,917	98,122
Index linked securities	585,856	1,138,036	(492,438)	289,828	1,521,282
Pooled investment vehicles	950,489	952,464	(644,839)	94,527	1,352,641
Special purpose vehicle (SPV)	199,310	0	0	803	200,113
Derivatives	95,395	113,915	(300,307)	9,305	(81,692)
AVC investments	15,946	0	(1,038)	1,459	16,367
	2,449,545	3,178,208	(2,314,826)	597,196	3,910,123
Cash & cash instruments	50,908			934	181,206
Other investment balances	(150,860)			(22)	(1,143,593)
Total	2,349,593			598,108	2,947,736

The change in market value of investments during the year comprises all increases and decreases in the market value of investments held at any time during the year, including profits and losses realised on sales of investments during the year together with foreign exchange deals and losses and currency translations.

Derivative receipts and payments represent the realised gain and loss on futures contracts and the purchase and sales of swaps and options.

Transaction costs are included in the cost of purchases and sales proceeds. Direct transaction costs include costs charged to the Scheme such as fees, commission and stamp duty. Transaction costs analysed by main asset class and type of cost are as follows:

	Fees	Commission	Taxes	2015 Total	2014 Total
	£'000s	£'000s	£'000s	£'000s	£'000s
Equities	1	88	31	120	232
Bonds	0	19	0	19	28
Total	1	107	31	139	260

In addition to the transaction costs disclosed above, indirect costs are incurred through bid-offer spread on investments within pooled investment vehicles and charges made within those vehicles.

Kingfisher Pension Scheme

Money Purchase Section

	Value at 31/03/14	Purchases at cost & derivative payments	Sales proceeds & derivative receipts	Change in market value	Value at 31/03/15
	£'000s	£'000s	£'000s	£'000s	£'000s
Pooled Investment Vehicles*	102,521	46,250	(9,127)	15,497	155,141
Total	102,521	46,250	(9,127)	15,497	155,141

	2015 £'000s	2014 £'000s
Passive Global Equity (inc UK)	67,414	45,466
Diversified Return	65,158	43,873
Pre-Retirement	8,929	5,938
Active Global Equity (inc UK)	4,547	3,575
Money Market	3,560	1,648
Pre-Retirement Inflation Linked	573	1,034
Ethical	594	332
Sharia	283	165
Emerging Markets	721	490
Property	17	0
Cash in transit	3,345	0
Total (allocated to members)	155,141	102,521

Money Purchase assets are allocated to provide benefits to the individuals on whose behalf the contributions were paid and assets identified as designated to members in the Net Assets Statement do not form a common pool of assets available for members generally. Members receive an annual statement confirming the contributions paid on their behalf and the value of their money purchase rights.

* operated by companies registered in the UK

Kingfisher Pension Scheme

b. Details of investments held at year end

	Final Salary £'000s	Money Purchase £'000s	Total 2015 £'000s	Total 2014 £'000s
Fixed interest securities				
UK public sector quoted	792,187	0	792,187	163,453
UK quoted	11,103	0	11,103	290,561
Overseas public quoted	0	0	0	11,660
Overseas quoted	0	0	0	57,814
	803,290	0	803,290	523,488
Equities				
UK quoted	6,418	0	6,418	10,303
Overseas quoted	91,704	0	91,704	68,758
	98,122	0	98,122	79,061
Index linked securities				
UK public sector quoted	1,521,282	0	1,521,282	585,856
	1,521,282	0	1,521,282	585,856
Pooled investment vehicles				
Unit trusts				
- Property	1,738	0	1,738	5,316
- Equity	30	0	30	27
Managed funds				
Property	4,726	0	4,726	8,066
Fixed interest	794,637	0	794,637	428,141
Equity	380,443	0	380,443	356,809
Alternative Assets	114,091	0	114,091	102,690
Farmland	19,972	0	19,972	14,637
Currency	37,004	0	37,004	34,803
Unitised insurance policies - other	0	155,141	155,141	102,521
	1,352,641	155,141	1,507,782	1,053,010

Kingfisher Pension Scheme

b. Details of investments held at year end (continued)

Special purpose vehicle (SPV)	200,113	0	200,113	199,310
	200,113	0	200,113	199,310
Derivatives				
Futures – exchange traded	0	0	0	643
Options	0	0	0	(2)
Forward foreign exchange	(1)	0	(1)	441
Swaps – over the counter	(81,691)	0	(81,691)	94,313
	(81,692)	0	(81,692)	95,395
Cash & cash equivalents				
Cash deposits	1,243	0	1,243	37,096
Short term liquidity funds	179,963	0	179,963	13,812
	181,206	0	181,206	50,908
Other investment balances				
Amounts due from brokers	25,330	0	25,330	86,109
Amounts due to brokers	(34,138)	0	(34,138)	(246,992)
Amounts payable under repurchase agreements	(1,140,881)	0	(1,140,881)	0
Outstanding dividend entitlements and recoverable withholding tax	7,202	0	7,202	10,023
Interest payable on repurchase agreements	(1,106)	0	(1,106)	0
	(1,143,593)	0	(1,143,593)	(150,860)
AVC investments	16,367	0	16,367	15,946
Total investment assets	2,947,736	155,141	3,102,877	2,452,114

Pooled investment vehicles with a market value of £402million were operated by companies registered in the UK. Pooled investment vehicles with a market value of £951million were operated by non UK registered companies. Further information on the Special Purpose Vehicle (SPV) can be found on page 11 of the financial statements.

At the year-end £1,158m of bonds reported in Scheme assets are held by counterparties under repurchase agreements.

The Trustee has a commitment to invest a further €9.3million (approximately £7million sterling as at 31 March 2015) into the Hayfin Direct Lending Fund. This is likely to be drawn down within the next twelve months.

c. Derivative contracts

The Trustee has authorised the use of derivatives by the investment managers as part of the investment strategy for the pension scheme. The strategy consists of two main derivative components:

- A liability hedging swap portfolio that is designed to match liabilities of the scheme by nature, term, amount and frequency of cash flows having regard to the scheme's assets.
- A hedging portfolio that is designed to hedge currency risk on investments in foreign currency and external bond managers' benchmarks to a LIBOR position.

Kingfisher Pension Scheme

In addition to the liability hedging programme, derivatives are also used by the Scheme's investment managers for hedging purposes and to enhance the efficient management of portfolios. They provide the opportunities to achieve the objective of the portfolio more efficiently than would be the case through direct dealing in the underlying security.

Further information on derivative risk is covered in the investment report. The main objectives for the use of key classes of derivatives and the policies followed during the year are summarised as follows:

Futures

Used to adjust interest rate exposures and replicate bond positions. Futures often provide a cheap and efficient way of modifying portfolio risk. They may offer the opportunity for the portfolio to outperform due to active management of the liquid portfolio backing the exposure.

Options

The Scheme's actively managed portfolios may use options. Written options generate income in expected rate scenarios and may generate capital losses if unexpected interest rate environments are realised. Purchased options are used to manage interest rate and volatility exposures. Both written and purchased options will become worthless at expiration if the underlying instrument does not reach the strike price of the option.

Forward foreign exchange

Forwards are used to hedge currency risk, resulting from investing in overseas assets, against exchange rate movements.

Swaps

The Scheme has entered into derivative interest rate and inflation swap contracts, to alter the duration and inflation exposure of the bond assets to better reflect the scheme's liabilities and cash flow profile, in order to ensure that the investment managers are able to cover exposed positions (e.g. risk reduction) and to increase or decrease exposure to markets, other than by direct investment, following asset allocation decisions. Credit default swaps (CDS) are used by active managers to manage credit exposure without buying or selling securities outright. Written CDS increase credit exposure ("selling protection"), obligating the portfolio to buy bonds from counterparties in the event of a default. Purchased CDS decrease exposure ("buying protection"), providing the right to "put" bonds to the counterparty in the event of a default.

i. Derivative contracts

	Total 2015 £'000s	Total 2014 £'000s
Assets		
Futures – exchange traded	0	689
Options	0	105
Forward foreign exchange	0	2,701
Swaps – over the counter	537,643	199,161
Total	537,643	202,656
Liabilities		
Futures – exchange traded	0	(46)
Options	0	(107)
Forward foreign exchange	(1)	(2,260)
Swaps – over the counter	(619,334)	(104,848)
Total	(619,335)	(107,261)

Kingfisher Pension Scheme

ii. Futures – exchange traded

The Scheme has exchange traded UK and overseas fixed interest futures outstanding at the year-end as follows:

Contract	Underlying Asset Class	2015	2015		2014	
		Economic Exposure £'000s	Asset £'000s	Liability £'000s	Asset £'000s	Liability £'000s
UK Futures	Fixed Interest	0	0	0	165	(22)
Overseas Futures	Fixed Interest	0	0	0	524	(24)
Total		0	0	0	689	(46)

The economic exposure represents the notional value of stock purchased under the futures contracts and therefore the value subject to market movements.

iii. Options

The Scheme has no outstanding options at the year-end. Options outstanding as at 31 March 2014 were as follows:

Type of options	Expiration	Underlying investment	Notional local amount of outstanding contracts	2014	
				Asset £'000s	Liability £'000s
UK					
Purchased call	12 months	Interest rate calls	25,400,000	58	0
Written calls	3 months	Interest rate calls	(4,900,000)	0	0
Written calls	12 months	Interest rate calls	(39,800,000)	0	(55)
Written puts	3 months	Interest rate calls	(12,100,000)	0	(6)
Overseas					
Purchased calls	12 months	Interest rate calls	2,688,000	47	(0)
Written puts	12 months	Currency puts	(2,688,000)	0	(46)
Total				105	(107)

Kingfisher Pension Scheme

iv. Forward foreign exchange

The Scheme has open foreign exchange contracts at the year-end as follows:

	2015		Asset £'000s	Liability £'000s
	Local Purchased '000s	Local Sold '000s		
BRL - Brazilian Real	0	121	0	0
EUR - Euro	496	0	0	(1)
HKD - Hong Kong Dollar	318	0	0	0
JPY - Japanese Yen	8,507	8,396	0	0
USD - US Dollar	149	142	0	0
Total			0	(1)

	2014		Asset £'000s	Liability £'000s
	Local Purchased '000s	Local Sold '000s		
AUD - Australian Dollar	17,499	9,953	188	(124)
BRL - Brazilian Real	19,471	18,105	120	(118)
CAD - Canadian Dollar	10,150	14,448	6	(53)
CHF - Swiss Franc	11,602	28,798	249	(80)
CLP - Chilean Peso	1,147,990	1,147,990	6	(58)
CZK - Czech Koruna	70,999	70,999	8	(0)
DKK - Danish Krone	0	46	0	(0)
EUR - Euro	46,292	71,808	275	(347)
HKD - Hong Kong Dollar	154	0	0	(0)
JPY - Japanese Yen	357,361	2,213,403	305	(32)
MXN - Mexican Peso	43,743	56,294	15	(8)
MYR - Malaysian Ringgit	23,312	8,570	0	(50)
NOK - Norwegian Krone	63,231	41,492	64	(106)
NZD - New Zealand Dollar	13,428	23,636	29	(322)
PEN - Peruvian Nouveau	6,201	6201	5	(22)
RUB - New Russian Ruble	114,910	114,910	176	(0)
SEK - Swedish Krona	16,543	42,152	62	(33)
TRY - Turkish Lira	6,131	6,187	0	(125)
TWD - New Taiwan Dollar	89,150	89,150	49	(51)
USD - US Dollar	141,962	185,760	1,144	(731)
Total			2,701	(2,260)

All foreign exchange contracts mature within three months of the year end.

Kingfisher Pension Scheme

v. Swaps – over the counter

The Scheme has derivative contracts outstanding at the year-end relating to its fixed interest investment portfolio. These contracts are traded over the counter. The details are:

Type of Contract	Number of Contracts	Notional principal £'000s	Maturity	2015	
				Asset £'000s	Liability £'000s
UK - Interest rate swap	20	604,425	0-5 Years	5,918	(48,996)
	22	315,167	5-10 Years	10,969	(50,046)
	51	859,885	10-20 Years	116,364	(103,184)
	50	746,877	20-30 Years	147,242	(134,512)
	29	287,448	30-40 Years	65,588	(93,876)
	22	214,451	40-50 Years	51,270	(95,358)
UK – RPI & LPI	4	217,234	0-5 Years	0	(6,694)
	8	238,261	5-10 Years	2,104	(7,363)
	30	482,214	10-20 Years	19,026	(16,124)
	35	494,235	20-30 Years	37,164	(27,115)
	33	292,591	30-40 Years	33,308	(25,607)
	16	161,398	40-50 Years	30,521	(10,459)
UK – Total Return Swaps	4	72,150	0-5 Years	18,169	0
Total				537,643	(619,334)

Type of Contract	Number of Contracts	Notional principal £'000s	Maturity	2014	
				Asset £'000s	Liability £'000s
UK - Interest rate swap	13	137,609	0-5 Years	22	(42,534)
	16	157,563	5-10 Years	892	(33,567)
	24	309,503	10-20 Years	41,057	(14,602)
	15	134,504	20-30 Years	40,013	(12,323)
	20	109,780	30-40 Years	54,450	(142)
	6	41,650	40-50 Years	23,833	0
Overseas - Credit default swap	32	44,227	0-5 Years	436	(241)
	1	6,388	5-10 Years	76	0
Overseas - Interest rate swap	25	121,955	0-5 Years	147	(202)
	54	136,650	5-10 Years	628	(559)
	11	31,704	10-20 Years	104	(71)
	3	5,756	20-30 Years	96	(85)
	2	3,909	30-40 Years	0	(165)
	UK – RPI & LPI	3	98,571	5-10 Years	4,759
	8	202,709	10-20 Years	13,540	0
	8	87,737	20-30 Years	3,993	0
	19	103,535	30-40 Years	6,936	(357)
	7	43,829	40-50 Years	5,297	0
UK – Total Return Swaps	9	93,114	0-5 Years	2,882	0
Total				199,161	(104,848)

Kingfisher Pension Scheme

The counterparties to the swaps are banking institutions. Collateral is held to support the unrealised gain on swaps. At the year-end the value of collateral posted to and from counterparties was:

Barclays Bank PLC -£65m, BNP Paribas -£0.1m, Credit Suisse International £19m, Goldman Sachs International £9m, HSBC Bank PLC -£21m, Lloyds Bank PLC £22m, Merrill Lynch International £7m, Morgan Stanley & Co International PLC -£40m, The Royal Bank of Scotland PLC -£9m and UBS AG -£10m.

The positive and negative values represent collateral held or pledged by the Scheme to support the value of the swaps.

d. Final Salary Section - AVC investments

The Trustee holds assets invested separately from the main fund in the form of individual insurance policies, with-profits (Prudential and London Life) and unit linked (BlackRock and Legal & General), securing additional benefits on a money purchase basis for those members electing to pay Additional Voluntary Contributions. Each member participating in this arrangement receives an annual statement confirming the amounts held in their account. The aggregate amount of AVC investments is as follows:

	Total 2015 £'000s	Total 2014 £'000s
Prudential	13,393	13,796
Legal & General	1,640	1,143
BlackRock	1,236	886
London Life *	98	121
Total	16,367	15,946

*based on 2011 values

e. Stock lending

The Scheme lends certain fixed interest, index linked and equity securities under a Trustee approved stock lending programme. At the year end the Scheme had lent £422million, comprising fixed interest £60million, index linked £350million and equities £12million and held collateral delivered to secure obligations in respect of loaned securities consisting of cash and other securities with a market value of not less than 102% of the market value of the transferred securities. If the transferred market value of the collateral falls below 100%, the Scheme will enforce prompt delivery of additional collateral.

11. Investment management expenses

	Final Salary £'000s	Money Purchase £'000s	Total 2015 £'000s	Total 2014 £'000s
Administration, management and custody	4,618	0	4,618	3,034
Performance measurement services	74	0	74	75
Other advisory fees	169	0	169	286
Total	4,861	0	4,861	3,395

Investment manager expenses for the Money Purchase Section are deducted from units as part of the annual management charge.

Kingfisher Pension Scheme

12. Current assets

	Final Salary £'000s	Money Purchase £'000s	Total 2015 £'000s	Total 2014 £'000s
Cash balances	13,779	206	13,985	15,272
VAT recoverable	85	0	85	49
Other debtors	537	21	558	33
Total	14,401	227	14,628	15,354

Included in the Money Purchase cash balance is £126,986 (2013: £334,441) not allocated to members.

13. Current liabilities

	Final Salary £'000s	Money Purchase £'000s	Total 2015 £'000s	Total 2014 £'000s
Expense accruals	237	0	237	246
Investment manager accrued fees	1,826	0	1,826	660
Sundry unpaid benefits	454	6	460	336
Expenses due to Kingfisher plc	76	0	76	128
Tax payable	31	9	40	54
Others	0	0	0	4
Total	2,624	15	2,639	1,428

14. Employer-related investment

No investment is permitted in the shares or bonds of Kingfisher plc, or Companies majority owned by Kingfisher plc, other than indirectly through investment in pooled funds. The exposure to Kingfisher through pooled funds is less than 0.1% of total scheme assets.

15. Concentration of investment

Securities which exceed 5% of the total net assets of the Scheme, excluding pooled investment vehicles and gilts, are as follows:

	£'000s	%
Special Purpose Vehicle (SPV)	200,113	6

There is no direct equity holding by the Scheme that constitutes 3% or more of the relevant company's issued share capital.

16. Related party transactions

Transactions with related parties of the Scheme have been disclosed in the annual report as follows:

The Scheme has received employer contributions in respect of seven of the directors of the Trustee Board who are or were contributing members of the Scheme. These were paid in accordance with the Schedule of Contributions and the Rules of the Scheme.

Kingfisher plc pays some administration expenses on behalf of the Scheme, £1,122,611 for this year (2014: £1,172,957), and subsequently recharges these to the Scheme. The balance owing to Kingfisher plc at year end is £76,208 (2014: £128,429)

Kingfisher Pension Scheme

B&Q plc pays the pensioner payroll expenses on behalf of the Scheme, £50,700,237 for this year (2014: £49,293,298), and the Scheme transfers the funds on the same day B&Q plc makes the payment. Any returned pension payments are remitted to the Scheme by B&Q plc. At the year end the balance owing to the Scheme is £120k (2014: £82k).

Pension payments to Helen Jones and Kerrin Qualters are included within gross pensions. The pensions are calculated in accordance with the Rules of the Scheme.

Trustee Director fees for BESTrustees plc, Mark Fawcett, Helen Jones, Kerrin Qualters are included in Trustee fees of £101,000 (2014: £95,000) on page 10.

17. Transfers between sections

These figures relate to the transfer of funds which are not designated to members from the MP to the FS section.

Kingfisher Pension Scheme

Independent Auditor's Statement about Contributions to the Trustee of the Kingfisher Pension Scheme

We have examined the Summary of Contributions to the Kingfisher Pension Scheme in respect of the scheme year ended 31 March 2015 which is set out on page 50.

This statement is made solely to the Trustee, as a body, in accordance with Pensions Act 1995 and Regulations made thereunder. Our work has been undertaken so that we might state to the Scheme's Trustee those matters we are required to state to the Trustee in an auditor's statement about contributions and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Scheme and the Scheme's Trustee as a body, for our work, for this statement, or for the opinions we have formed.

Respective responsibilities of trustees and the auditor

As explained more fully on page 50, the Scheme's Trustee is responsible for ensuring that there is prepared, maintained and from time to time revised a Schedule of Contributions showing the rates and due dates of certain contributions payable towards the Scheme by or on behalf of the employer and the active members of the Scheme. The Trustees are also responsible for keeping records in respect of contributions received in respect of the active members of the Scheme and for monitoring whether contributions are made to the Scheme by the employer in accordance with the Schedule of Contributions.

It is our responsibility to provide a statement about contributions paid under the Schedule of Contributions and to report our opinion to you.

Scope of work on Statement about Contributions

Our examination involves obtaining evidence sufficient to give reasonable assurance that contributions reported in the Summary of Contributions have in all material respects been paid at least in accordance with the Schedule of Contributions. This includes examination, on a test basis, of evidence relevant to the amounts of contributions payable to the Scheme and the timing of those payments under the Schedule of Contributions.

Statement about contributions payable under the Schedules of Contributions

In our opinion, contributions for the Scheme year ended 31 March 2015 as reported in the Summary of Contributions and payable under the Schedules of Contributions have, in all material respects, been paid at least in accordance with the Schedules of Contributions certified by the Scheme Actuary on 24 March 2014.



Grant Thornton UK LLP
Statutory Auditor, Chartered Accountants
London
2 July 2015

Kingfisher Pension Scheme

Statement of Trustee's Responsibilities in respect of contributions

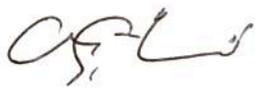
The Scheme Trustee is responsible under pensions legislation for ensuring that there is prepared, maintained and from time to time revised a Schedule of Contributions showing the rates of contributions payable towards the Scheme by or on behalf of the employer and the active members of the Scheme and the dates on or before which such contributions are to be paid. The Scheme's Trustee is also responsible for keeping records of contributions received and for monitoring whether contributions are made to the Scheme by the employer in accordance with the Schedule of Contributions. Where breaches of the Schedule occur, the Trustee is required by the Pensions Act 1995 and 2004 to consider making reports to The Pensions Regulator and the members.

Trustee's Summary of contributions payable under the Schedule in respect of the Scheme year ended **31 March 2015**

This Summary of Contributions has been prepared by, and is the responsibility of, the Trustee. It sets out the employer and member contributions payable to the Scheme under the Schedules of Contributions certified by the actuary on 24 July 2012 and 24 March 2015, in respect of the scheme year ended 31 March 2015. The Scheme auditor reports on contributions payable under the schedule in the independent Auditor's Statement about Contributions.

Contributions payable under the Schedules in respect of the scheme year	£'000s
<i>Employer</i>	
FS normal contributions	23,014
MP normal contributions	34,415
FS augmentations	0
MP augmentations	0
<i>Member</i>	
FS normal contributions	0
MP normal contributions	2,149
Contributions payable under the Schedules	59,578
Reconciliation of Contributions Payable under the Schedules of Contributions to Total Contributions reported in the Financial Statements	
Contributions payable under the Schedules (as above)	59,578
Contributions payable in addition to those due under the Schedules	
Member additional voluntary contributions	56
Total contributions reported in the financial statements (see Note 2)	59,634

Signed for and on behalf of
The Trustee of the Kingfisher Pension Scheme on 2 July 2015


BESTrustees plc,
Represented by Clive Gilchrist, Chairman


S Clifton

Kingfisher Pension Scheme

Actuary's Certification of Schedule of Contributions

For period between 1 April 2014 to 31 March 2019

Name of Section: Kingfisher Pension Scheme

Adequacy of rates of contributions

I certify that, in my opinion, the rates of contributions shown in the schedule of contributions are such that the statutory funding objective could have been expected on 31 March 2013 to continue to be met by the end of the period specified in the recovery plan dated 24 March 2015.

Adherence to statement of funding principles

I hereby certify that, in my opinion, the schedule of contributions is consistent with the Statement of Funding Principles dated 24 March 2015.

The certification of the adequacy of the rates of contributions for the purpose of securing that the statutory funding objective can be expected to be met is not a certification of their adequacy for the purpose of securing the Scheme's liabilities by the purchase of annuities, if the Scheme were to be wound up.

Crawford Taylor
Fellow of the Institute of Actuaries

Hymans Robertson
20 Waterloo Street
Glasgow
G2 6DB
Scotland

24 March 2015

Actuarial certification for the purposes of regulation 7(4) (a) of the Occupational Pension Schemes (Scheme Funding) Regulations 2005

Name of Scheme: Kingfisher Pension Scheme

Calculation of technical provisions

I certify that, in my opinion, the calculation of the Scheme's technical provisions as at 31 March 2013 is made in accordance with regulations under section 222 of the Pensions Act 2004. The calculation uses a method and assumptions determined by the Trustee of the Scheme and set out in the Statement of Funding Principles dated 24 March 2015.

Crawford Taylor
Fellow of the Institute of Actuaries

Hymans Robertson
20 Waterloo Street
Glasgow
G2 6DB
Scotland

24 March 2015

Kingfisher Pension Scheme

Compliance Statement

Participating Companies

Company	Date of Participation in Pension Scheme	Company	Date of Participation in Pension Scheme
Kingfisher plc	1 February 1987	Screwfix Direct Ltd	1 August 2000
B&Q plc	1 February 1988	Castorama Rus LLC	1 February 2007
B&Q (Guernsey) Ltd	1 February 1988	Kingfisher Information Technology Services (UK) Ltd	1 March 2007
B&Q (Retail) Jersey Ltd	1 February 1988	Kingfisher Future Homes Limited	1 November 2013

Enquiries about the Scheme

Any enquiries concerning the Scheme or requests for copies of this Report, individual benefit statements, the Trust Deed and Rules or the latest report on the Actuarial Valuation of the Scheme should be addressed to the Head of Group Pensions at the office of Kingfisher plc as noted on page 2.

Internal Disputes Resolution Procedure

Any questions you have should be directed to the Administrators first of all, as they have full details of your membership of the Scheme. The Administrators will make every attempt to answer your questions, but if you have a complaint or dispute that you cannot resolve with the Administrators, you should use the Internal Dispute Resolution Procedure, via Kingfisher Group Pensions department.

This is a formal procedure, put in place by the Trustee, to settle any complaints and disputes about the Scheme. It is available on request to all members and beneficiaries, including leavers who still have rights in the Scheme, pensioners and other individuals who have an entitlement or possible entitlement in the Scheme. There are two stages:

Stage one

Kingfisher Group Pensions Department will give you a form to complete to register your complaint. If you wish, you may nominate a representative to make the complaint on your behalf. Your complaint will be investigated by the Head of Group Pensions and you will normally receive a response within 10 days. The response will include details about how you progress to Stage two of the procedure, if your complaint is not resolved at Stage one.

Stage two

If you are unhappy with the response from the Head of Group Pensions, you can refer your complaint to the Trustee. You should do this within six months of receiving the Head of Group Pensions response. You will normally be sent a response within two months of your complaint.

Kingfisher Pension Scheme

The Pensions Advisory Service (TPAS)

If your complaint is not resolved through the IDRPs you can take it further by contacting The Pensions Advisory Service. Making a complaint to them will not affect your right to take legal action later.

TPAS is available to help members and beneficiaries of occupational pension schemes with any pension query they may have, or any difficulties they have been unable to resolve with the Trustee or administrators. They can be contacted either through your local Citizens Advice Bureau if you wish or direct:

The Pensions Advisory Service
11 Belgrave Road
London SW1V 1RB

Tel: 0845 6012923 (Mon-Fri 9am-5pm)
Email: enquiries@thepensionsadvisoryservice.org.uk
Web: www.thepensionsadvisoryservice.org.uk

Pensions Ombudsman

If you are still not satisfied, you can refer the complaint to the Pensions Ombudsman. The Pensions Ombudsman is appointed to investigate complaints and judge the facts of a case, in relation to a pension scheme's rules and statutory regulations. Normally the Ombudsman will ask TPAS to consider the complaint first. Their address is:

The Office of the Pensions Ombudsman
11 Belgrave Road
London SW1V 1RB

Tel: 0207 6302200 (Mon-Fri 9am-5pm)
Email: enquiries@pensions-ombudsman.org.uk
Web: www.pensions-ombudsman.org.uk

Other Pensions Organisations

The Pensions Regulator

Kingfisher Pension Scheme is regulated by the Pensions Regulator who regulates the running of occupational pension schemes and can intervene if those responsible have failed in their duties. Their address is:

The Pensions Regulator
Napier House
Trafalgar Place
Brighton BN1 4DW

Tel: 0870 6063636 (Mon-Fri 9am-5.30pm)
Email: customersupport@thepensionsregulator.gov.uk
Web: www.thepensionsregulator.gov.uk

Kingfisher Pension Scheme

Pension Protection Fund (PPF)

The PPF was set up in April 2005 to protect the pensions of most members of defined benefit schemes where employers get into financial difficulties and leave a scheme without enough funds to pay the pensions in full. Their address is:

Pension Protection Fund
Knollys House
17 Addiscombe Road
Croydon
Surrey CRO 6SR

Tel: 0845 6002541 (Mon-Fri 9am-5.30pm)

Email: information@ppf-gsi.gov.uk

Web: www.pensionprotectionfund.org.uk

Pension Wise

Following changes in Pension Legislation, more options are now available. To help you understand your retirement options, the Government has set up a free and impartial service, called Pension Wise . (Pension Wise will not recommend any products or tell you what to do with your money)

Website Address: www.pensionwise.gov.uk

To book a phone or face to face appointment call:

Telephone Number: 0300 330 1001

(or +44 203 733 3495 if calling from outside the UK)

Telephone Lines are open from 8am until 10pm Monday to Sunday.

Scheme Registration

The Scheme is registered with the Registrar of Occupational and Personal Pension Schemes. The address of the Pension Schemes Registry is:

P O Box 1NN, Newcastle upon Tyne NE99 1NN

Scheme registration number: 100797763

Tax Status with HM Revenue & Customs

The Scheme is a 'registered pension scheme' for tax purposes under the Finance Act 2004. As such most of its income and investment gains are free of taxation. However, the Scheme cannot reclaim certain amounts of withholding taxes relating to overseas investment income.

Constitution

The Kingfisher Pension Scheme is constituted by a Trust Deed and is administered in accordance with the Rules contained in the Deed. Members may inspect this Trust Deed on application to the Trustee or Scheme Administrator. The Final Salary Section of the Scheme is contracted-out of the State Second Pension.

Kingfisher Pension Scheme

Member Information

Membership of the Pension Scheme is voluntary. The Trustee Board, together with the participating companies, is committed to providing easy-to-understand information to existing members and those eligible to join. This information includes:

Personal Benefit Statements, which give individual members information annually on the benefits they may receive.

'Member Guide', the explanatory booklets for the Money Purchase Section and Final Salary Section.

'AVC Fund Fact Sheets' for members of the Final Salary Section giving full details of the available AVC options.

All of these publications are online at our website www.kingfisherpensions.com; alternatively they may be obtained from the relevant company contacts.

Kingfisher Pension Scheme

Contacts

B&Q plc	
	<p>B&Q House Chestnut Avenue Chandlers Ford Hampshire SO53 3LE</p> <p>Tel: 02380 690100</p>
Kingfisher plc	
 	<p>Group Pensions Department 3 Sheldon Square Paddington London W2 6PX</p> <p>Tel: 08456 807060</p>
Screwfix Direct Ltd	
	<p>Mead Avenue Houndstone Business Park Yeovil Somerset BA22 8RT</p> <p>Tel: 01935 414100</p>
KITS	
  Information Technology Services	<p>B&Q House Chestnut Avenue Chandlers Ford Hampshire SO53 3LE</p> <p>Tel: 02380 818551</p>