

**Liaison Life Insurance and Investment Services of
Nottingham PLC
Financial Statements
31 August 2016**



HAINES WATTS
Chartered accountant & statutory auditor
10 Stadium Business Court
Millennium Way
Pride Park
Derby
DE24 8HP

Liaison Life Insurance and Investment Services of Nottingham PLC
Financial Statements
Year ended 31 August 2016

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Liaison Life Insurance and Investment Services of Nottingham PLC

Officers and Professional Advisers

The board of directors	Mr M Betts Mr H Singh
Company secretary	Willoughby Corporate Secretarial
Registered office	16 High Street Kegworth Derby DE74 2DA
Auditor	Haines Watts Chartered accountant & statutory auditor 10 Stadium Business Court Millennium Way Pride Park Derby DE24 8HP

Liaison Life Insurance and Investment Services of Nottingham PLC
Strategic Report
Year ended 31 August 2016

Principal Activities

The principal activity of the company is the underwriting of research activities and arranging finance.

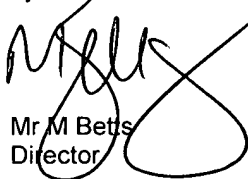
Major Risks and Uncertainties

No major risks or uncertainties developed during the year. The directors remain alert to the possible risks prevalent in any commercial environment and continue steps to monitor, minimise and mitigate these risks.

Results for the Year

All financial performance indicators were in line with expectations and reflect the Company's activities during the year.

This report was approved by the board of directors on 21 February 2017 and signed on behalf of the board by:



Mr M Betts
Director

Registered office:
16 High Street
Kegworth
Derby
DE74 2DA

Liaison Life Insurance and Investment Services of Nottingham PLC

Directors' Report

Year ended 31 August 2016

The directors present their report and the financial statements of the company for the year ended 31 August 2016.

Directors

The directors who served the company during the year were as follows:

Mr M Betts	
Mr H Singh	(Appointed 4 February 2016)
Mr D Green	(Retired 4 February 2016)

Dividends

The directors do not recommend the payment of a dividend.

Events after the end of the reporting period

No significant events or future developments have occurred since the year end.

Disclosure of information in the strategic report

The matters required to be disclosed under SI (2008) 410 Sch 7 are contained within the Strategic Report as is applicable in accordance with S414C(11) of Companies Act 2006.

Directors' responsibilities statement

The directors are responsible for preparing the strategic report, directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the profit or loss of the company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

Auditor

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

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

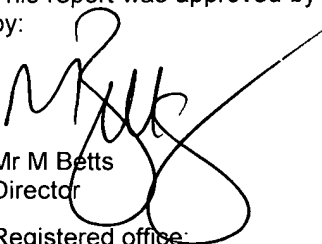
The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

Liaison Life Insurance and Investment Services of Nottingham PLC

Directors' Report *(continued)*

Year ended 31 August 2016

This report was approved by the board of directors on 21 February 2017 and signed on behalf of the board by:



Mr M Betts
Director

Registered office:
16 High Street
Kegworth
Derby
DE74 2DA

Liaison Life Insurance and Investment Services of Nottingham PLC

Independent Auditor's Report to the Members of Liaison Life Insurance and Investment Services of Nottingham PLC

Year ended 31 August 2016

We have audited the financial statements of Liaison Life Insurance and Investment Services of Nottingham PLC for the year ended 31 August 2016 which comprise the statement of income and retained earnings, statement of financial position, statement of cash flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

This report is made solely to the company's members, as a body, in accordance with chapter 3 of part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

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

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 August 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

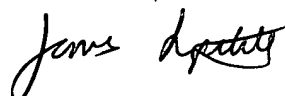
In our opinion the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Liaison Life Insurance and Investment Services of Nottingham PLC
Independent Auditor's Report to the Members of Liaison Life Insurance and
Investment Services of Nottingham PLC *(continued)*
Year ended 31 August 2016

Matters on which we are required to report by exception

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

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



James Liptrott (Senior Statutory Auditor)

For and on behalf of
Haines Watts
Chartered accountant & statutory auditor

10 Stadium Business Court
Millennium Way
Pride Park
Derby
DE24 8HP

21 February 2017

Liaison Life Insurance and Investment Services of Nottingham PLC
Statement of Income and Retained Earnings
Year ended 31 August 2016

	Note	2016 £	2015 £
Administrative expenses		<u>(8,872)</u>	<u>(1,377)</u>
Operating loss	4	(8,872)	(1,377)
Other interest receivable and similar income		<u>30,516</u>	<u>29,332</u>
Profit on ordinary activities before taxation		21,644	27,955
Tax on profit on ordinary activities	7	<u>(5,500)</u>	<u>(5,400)</u>
Profit for the financial year and total comprehensive income		<u>16,144</u>	<u>22,555</u>
Retained earnings at the start of the year		598,915	576,360
Retained earnings at the end of the year		<u>615,059</u>	<u>598,915</u>

All the activities of the company are from continuing operations.

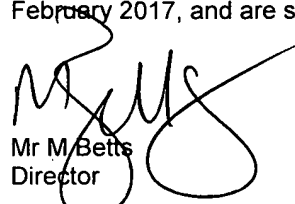
Liaison Life Insurance and Investment Services of Nottingham PLC

Statement of Financial Position

31 August 2016

	Note	2016 £	£	2015 £
Fixed assets				
Tangible assets	8		177	208
Investments	9		<u>35,535</u>	<u>33,843</u>
			<u>35,712</u>	<u>34,051</u>
Current assets				
Debtors	10	596,994		582,278
Cash at bank and in hand		<u>1,457</u>		<u>1,690</u>
		<u>598,451</u>		<u>583,968</u>
Creditors: amounts falling due within one year	11	<u>6,528</u>		<u>6,528</u>
Net current assets			<u>591,923</u>	<u>577,440</u>
Total assets less current liabilities			<u>627,635</u>	<u>611,491</u>
Net assets			<u>627,635</u>	<u>611,491</u>
Capital and reserves				
Called up share capital	12		12,576	12,576
Profit and loss account	13		<u>615,059</u>	<u>598,915</u>
Members funds			<u>627,635</u>	<u>611,491</u>

These financial statements were approved by the board of directors and authorised for issue on 21 February 2017, and are signed on behalf of the board by:



Mr M Betts
Director

Company registration number: 00934821

Liaison Life Insurance and Investment Services of Nottingham PLC

Statement of Cash Flows

Year ended 31 August 2016

	2016 £	2015 £
Cash flows from operating activities		
Profit for the financial year	16,144	22,555
<i>Adjustments for:</i>		
Depreciation of tangible assets	31	37
Income from other fixed asset investments	(1,692)	(1,612)
Other interest receivable and similar income	(30,516)	(29,332)
Tax on profit on ordinary activities	5,500	5,400
Accrued (income)/expenses	(100)	100
<i>Changes in:</i>		
Trade and other debtors	(14,716)	(26,513)
Cash generated from operations	(25,349)	(29,365)
Interest received	30,516	29,332
Tax paid	(5,400)	—
Net cash used in operating activities	<u>(233)</u>	<u>(33)</u>
Net decrease in cash and cash equivalents	(233)	(33)
Cash and cash equivalents at beginning of year	1,690	1,723
Cash and cash equivalents at end of year	<u>1,457</u>	<u>1,690</u>

Liaison Life Insurance and Investment Services of Nottingham PLC

Notes to the Financial Statements

Year ended 31 August 2016

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 16 High Street, Kegworth, Derby, DE74 2DA.

2. Statement of compliance

Liaison Life Insurance and Investment Services of Nottingham PLC is a public limited company incorporated in England. The registered office is as detailed on page 1 of the accounts.

The financial statements have been prepared in accordance with FRS102, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The accounting policies below have been consistently applied to all years presented unless otherwise stated.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 September 2014. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 15.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The directors have considered the fair value of the investments through a review of average terms provided by the market for similar levels of finance/borrowings and accordingly applied a discount rate and repayment profile based on these market rates.

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Liaison Life Insurance and Investment Services of Nottingham PLC

Notes to the Financial Statements *(continued)*

Year ended 31 August 2016

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and Fittings - 15% reducing balance

Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

Listed investments are measured at fair value with changes in fair value being recognised in profit or loss.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at their transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Loans and Borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a financial transaction it is measured at present value.

4. Operating profit

Operating profit or loss is stated after charging:

	2016 £	2015 £
Depreciation of tangible assets	<u>31</u>	<u>37</u>

5. Auditor's remuneration

	2016 £	2015 £
Fees payable for the audit of the financial statements	<u>1,000</u>	<u>1,000</u>

6. Particulars of employees

The average number of staff employed by the company during the current and previous financial years amounted to 1. No salaries or wages have been paid to employees, including the directors, during the year.

Liaison Life Insurance and Investment Services of Nottingham PLC

Notes to the Financial Statements *(continued)*

Year ended 31 August 2016

7. Tax on profit on ordinary activities

Major components of tax expense

	2016 £	2015 £
Current tax:		
UK current tax expense	5,500	5,400
Tax on profit on ordinary activities	<u>5,500</u>	<u>5,400</u>

Reconciliation of tax expense

The tax assessed on the profit on ordinary activities for the year is higher than (2015: lower than) the standard rate of corporation tax in the UK of 20% (2015: 20.58%).

	2016 £	2015 £
Profit on ordinary activities before taxation	21,644	27,955
Profit on ordinary activities by rate of tax	3,991	5,421
Effect of expenses not deductible for tax purposes	1,509	(8)
Other tax adjustment to increase/(decrease) tax liability	—	(13)
Tax on profit on ordinary activities	<u>5,500</u>	<u>5,400</u>

8. Tangible assets

	Fixtures and fittings £
Cost	
At 1 Sep 2015 and 31 Aug 2016	42,024
Depreciation	
At 1 September 2015	41,816
Charge for the year	31
At 31 August 2016	<u>41,847</u>
Carrying amount	
At 31 August 2016	177
At 31 August 2015	208

9. Investments

	Other loans £
Cost	
At 1 September 2015	33,843
Revaluations	1,692
At 31 August 2016	<u>35,535</u>
Impairment	
At 1 Sep 2015 and 31 Aug 2016	—
Carrying amount	
At 31 August 2016	<u>35,535</u>
At 31 August 2015	<u>33,843</u>

Liaison Life Insurance and Investment Services of Nottingham PLC

Notes to the Financial Statements *(continued)*

Year ended 31 August 2016

10. Debtors

	2016 £	2015 £
Prepayments and accrued income	150	150
Other debtors	596,844	582,128
	<u>596,994</u>	<u>582,278</u>

11. Creditors: amounts falling due within one year

	2016 £	2015 £
Accruals and deferred income	1,028	1,128
Corporation tax	5,500	5,400
	<u>6,528</u>	<u>6,528</u>

12. Called up share capital

Issued, called up and fully paid

	2016		2015	
	No.	£	No.	£
Ordinary 1 shares of £1 each	25	25	25	25
Ordinary 2 shares of £1 each	12,550	12,550	12,550	12,550
Special shares of £1 each	1	1	1	1
	<u>12,576</u>	<u>12,576</u>	<u>12,576</u>	<u>12,576</u>

There are no restrictions on the distribution of dividend and repayment of capital.

13. Reserves

Profit and loss account - This reserve records retained earnings and accumulated losses.

14. Related party transactions

The company had the following transactions during the year, and balances at the year end, with companies under the same control as Liaison Life Insurance and Investment Services of Nottingham PLC.

	2016 £	2015 £
Interest receivable	28,824	27,720
Loan repaid	—	1,207
Included in fixed asset investments	50,000	50,000
Included in other debtors	596,844	582,128

The company was under the control of Mr D Green, a shareholder, throughout the current and previous year.

15. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 September 2014.

Liaison Life Insurance and Investment Services of Nottingham PLC

Notes to the Financial Statements *(continued)*

Year ended 31 August 2016

15. Transition to FRS 102 *(continued)*

Reconciliation of equity

	1 September 2014			31 August 2015		
	As previously stated £	Effect of transition £	FRS 102 (as restated) £	As previously stated £	Effect of transition £	FRS 102 (as restated) £
Fixed assets	50,245	(17,769)	32,476	50,208	(16,157)	34,051
Current assets	557,488	—	557,488	583,968	—	583,968
Creditors: amounts falling due within one year	(1,028)	—	(1,028)	(6,528)	—	(6,528)
Net current assets	556,460	—	556,460	577,440	—	577,440
Total assets less current liabilities	606,705	(17,769)	588,936	627,648	(16,157)	611,491
Net assets	606,705	(17,769)	588,936	627,648	(16,157)	611,491
Capital and reserves	606,705	(17,769)	588,936	627,648	(16,157)	611,491

Reconciliation of profit or loss for the year

	Year ended 31 August 2015		
	As previously stated £	Effect of transition £	FRS 102 (as restated) £
Administrative expenses	(1,377)	—	(1,377)
Other interest receivable and similar income	27,720	1,612	29,332
Tax on profit on ordinary activities	(5,400)	—	(5,400)
Profit for the financial year	20,943	1,612	22,555

In accordance with FRS102 if a financial instrument constitutes a finance transaction it is measured at present value and recorded in the Statement of Financial Position at fair value; whereas under previous GAAP financial instruments were not revalued to fair value. Consequently the below market rate loan to a related party presented in investments has been revalued to present value. Each year an interest credit is allocated to the Statement of Comprehensive Income representing the unwinding of the discount factor applied to the investments under the amortised cost method.