

3340310

Mainstay Facilities Management Limited

Report and Financial Statements

Year Ended

31 March 2007



BDO
BDO Stoy Hayward
Chartered Accountants

Mainstay Facilities Management Limited

Annual report and financial statements for the year ended 31 March 2007

Contents

Page:

1	Report of the directors
3	Independent auditor's report
5	Profit and loss account
6	Balance sheet
7	Notes forming part of the financial statements

Directors

G W Donaldson
G M Miles
A J Tilly
Miss S C Hannis

Secretary and registered office

Mainstay (Secretaries) Limited, Whittington Hall, Whittington Road, Whittington, Worcester,
WR5 2ZX

Company number

3340310

Auditors

BDO Stoy Hayward LLP, 125 Colmore Row, Birmingham, B3 3SD

Mainstay Facilities Management Limited

Report of the directors for the year ended 31 March 2007

The directors present their report together with the audited financial statements for the year ended 31 March 2007

Results

The profit and loss account is set out on page 5 and shows the profit for the year

Principal activities

The company's principal activity is the provision of residential property management services. Future developments are likely to be in the same field.

Directors

The directors of the company during the year were

G W Donaldson

G M Miles

A J Tilly

Mrs S E Colledge (resigned 31 July 2007)

Miss S C Hannis

Directors' responsibilities

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that year. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

Mainstay Facilities Management Limited

Report of the directors for the year ended 31 March 2007 (*Continued*)

Auditors

All of the current directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The directors are not aware of any relevant audit information of which the auditors are unaware.

BDO Stoy Hayward LLP have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the board



For and on behalf of
Mainstay (Secretaries) Limited

Secretary

Date

28 January 2008

Mainstay Facilities Management Limited

Independent auditor's report

To the shareholders of Mainstay Facilities Management Limited

We have audited the financial statements of Mainstay Facilities Management Limited for the year ended 31 March 2007 which comprise the profit and loss account, the balance sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the statement of directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and have been properly prepared in accordance with the Companies Act 1985 and whether the information given in the directors' report is consistent with those financial statements. We also report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Our report has been prepared pursuant to the requirements of the Companies Act 1985 and for no other purpose. No person is entitled to rely on this report unless such a person is a person entitled to rely upon this report by virtue of and for the purpose of the Companies Act 1985 or has been expressly authorised to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Mainstay Facilities Management Limited

Independent auditor's report (*Continued*)

Opinion

In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 March 2007 and of its profit for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the directors' report is consistent with the financial statements

BDO J H B W B LLP

BDO STOY HAYWARD LLP

*Chartered Accountants
and Registered Auditors
Birmingham*

Date

30 January 2008

Mainstay Facilities Management Limited

Profit and loss account for the year ended 31 March 2007

	Note	2007 £	2006 £
Turnover	2	899,100	388,000
Administrative expenses		875,300	248,600
Profit on ordinary activities before taxation	3	23,800	139,400
Taxation on profit on ordinary activities	5	4,400	42,000
Profit on ordinary activities after taxation		19,400	97,400

All amounts relate to continuing activities

All recognised gains and losses in the current and prior year are included in the profit and loss account

The notes on pages 7 to 12 form part of these financial statements

Mainstay Facilities Management Limited**Balance sheet at 31 March 2007**

	Note	2007 £	2007 £	2006 £	2006 £
Fixed assets					
Intangible assets	7		3,000		4,000
Tangible assets	8		1,000		700
			<u>4,000</u>		<u>4,700</u>
Current assets					
Debtors	9	131,900		157,000	
Creditors: amounts falling due within one year	10	<u>8,400</u>		<u>43,000</u>	
Net current assets			<u>123,500</u>		<u>114,000</u>
Total assets less current liabilities			<u>127,500</u>		<u>118,700</u>
Capital and reserves					
Called up share capital	11		100		100
Profit and loss account			127,400		118,600
Shareholders' funds	12		<u>127,500</u>		<u>118,700</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

The financial statements were approved by the board of directors and authorised for issue on 28 January 2008



A J Tilly
Director

The notes on pages 7 to 12 form part of these financial statements

1 Accounting policies

The financial statements have been prepared under the historical cost convention

The following principal accounting policies have been applied

Cash flow statement

The company has taken advantage of the exemption conferred by Financial Reporting Standard 1 'Cash Flow Statements (Revised 1996)' not to prepare a cash flow statement on the grounds that it is a 'small' company under the Companies Act 1985

Goodwill

Goodwill arising on an acquisition of a trade is the difference between the fair value of the consideration paid and the fair value of the assets and liabilities acquired. It is capitalised and written off on a straight line basis over its useful economic life, which in the opinion of the directors is ten years. Impairment tests on the carrying value of goodwill are undertaken

- at the end of the first full financial year following acquisition,
- on other periods if events or changes in circumstances indicate that the carrying value may not be recoverable

Turnover

Turnover represents sales to external customers at invoiced amounts less value added tax

Depreciation

Depreciation is provided to write off the cost of all tangible fixed assets evenly over their expected useful lives. It is calculated at the following rates

Fixtures and fittings - 20% - 33% per annum

Deferred taxation

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date except that

- deferred tax is not recognised on timing differences arising on revalued properties unless the company has entered into a binding sale agreement and is not proposing to take advantage of rollover relief, and
- the recognition of deferred tax assets is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences

Deferred tax balances arising from underlying timing differences in respect of tax allowances on industrial buildings are reversed if and when all conditions for retaining those allowances have been met

Deferred tax balances are not discounted

Mainstay Facilities Management Limited

Notes forming part of the financial statements for the year ended 31 March 2007 (*Continued*)

1 Accounting policies (*continued*)

Pension costs

Contributions to individual employees' personal pension plans are charged to the profit and loss account in the period in which they become payable

Related party disclosure

The company has taken advantage of the exemption conferred by Financial Reporting Standard 8, 'Related party disclosures', not to disclose transactions with members or investees of the group headed by Mansaty Group on the grounds that at least 90% of the voting rights in the company are controlled within that group and the company is included in consolidated financial statements

Taxation

Payment is made for corporation tax group relief between group undertakings where appropriate

2 Turnover

Turnover arises solely within the United Kingdom

3 Profit on ordinary activities

	2007 £	2006 £
This is arrived at after charging		
Depreciation of tangible fixed assets	300	100
Amortisation of positive goodwill	1,000	1,000
Audit services	3,000	1,200

4 Directors' remuneration

No director received any emoluments during the current year (2006 - £NIL)

5 Taxation on profit on ordinary activities

	2007 £	2007 £	2006 £	2006 £
<i>UK Corporation tax</i>				
Current tax on profits of the year	7,100		41,800	
Adjustment in respect of previous periods	(2,700)		200	
Total current tax		4,400		42,000

Mainstay Facilities Management Limited

Notes forming part of the financial statements for the year ended 31 March 2007 (*Continued*)

6 Dividends

	2007 £	2006 £
Ordinary shares		
Interim paid £10.60 (2006 - £nil) per share	10,600	-

7 Intangible assets

	Purchased goodwill £
<i>Cost</i>	
At 1 April 2006 and 31 March 2007	10,000
<i>Amortisation</i>	
At 1 April 2006	6,000
Provided for the year	1,000
At 31 March 2007	7,000
<i>Net book value</i>	
At 31 March 2007	3,000
At 31 March 2006	4,000

Mainstay Facilities Management Limited

Notes forming part of the financial statements for the year ended 31 March 2007 (*Continued*)

8 Tangible fixed assets

	Fixtures and fittings £
<i>Cost</i>	
At 1 April 2006	1,700
Additions	600
At 31 March 2007	2,300
<i>Depreciation</i>	
At 1 April 2006	1,000
Provided for the year	300
At 31 March 2007	1,300
<i>Net book value</i>	
At 31 March 2007	1,000
At 31 March 2006	700

9 Debtors

	2007 £	2006 £
Trade debtors	200	-
Other debtors	131,700	157,000
	131,900	157,000

All amounts shown under debtors fall due for payment within one year

Mainstay Facilities Management Limited

Notes forming part of the financial statements for the year ended 31 March 2007 (*Continued*)

10 Creditors: amounts falling due within one year

	2007 £	2006 £
Corporation tax	5,400	41,800
Other creditors	3,000	1,200
	<u>8,400</u>	<u>43,000</u>

11 Share capital

	2007 £	Authorised 2006 £	Allotted, called up and fully paid 2007 £	2006 £
Ordinary shares of 10p each	<u>1,000</u>	<u>1,000</u>	<u>100</u>	<u>100</u>

12 Reconciliation of movements in shareholders' funds

	2007 £	2006 £
Profit for the year	19,400	97,400
Dividends	(10,600)	-
	<u>8,800</u>	<u>97,400</u>
Net additions to shareholders' funds	8,800	97,400
Opening shareholders' funds	<u>118,700</u>	<u>21,300</u>
Closing shareholders' funds	<u>127,500</u>	<u>118,700</u>

13 Commitments

The company had no capital or operating lease commitments at either 31 March 2007 or 31 March 2006

Mainstay Facilities Management Limited

Notes forming part of the financial statements for the year ended 31 March 2007 (*Continued*)

14 Related party disclosures

The company has taken advantage of the exemption conferred by Financial Reporting Standard 8 "Related party disclosures" not to disclose transactions with members of the group headed by Mainstay Group Limited on the grounds that at least 90% of the voting rights in the company are controlled within that group and the company is included in consolidated financial statements

15 Ultimate parent company and parent undertaking of larger group

The largest and smallest group in which the results of the company are consolidated is that headed by Mainstay Group Limited, incorporated in England and Wales. The consolidated financial statements of this company are available to the public and may be obtained from Whittington Hall, Whittington Road, Worcester, WR5 2ZX. There are no other group financial statements which include the results of the company.