

Company Registration No. 03340310 (England and Wales)

MAINSTAY FACILITIES MANAGEMENT LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019
PAGES FOR FILING WITH REGISTRAR



MAINSTAY FACILITIES MANAGEMENT LIMITED

COMPANY INFORMATION

Directors	Mr G M Miles Mr L Sanders Mr P Stevenson Mr A J Tilly Mr G W Donaldson
Secretary	Mainstay (Secretaries) Limited
Company number	03340310
Registered office	Whittington Hall. Whittington Road Worcester Worcestershire WR5 2ZX
Auditor	Ormerod Rutter Limited The Oakley Kidderminster Road Droitwich Worcestershire WR9 9AY

MAINSTAY FACILITIES MANAGEMENT LIMITED

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MAINSTAY FACILITIES MANAGEMENT LIMITED

BALANCE SHEET

AS AT 31 MARCH 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Tangible assets	4		-		3,916
Current assets					
Debtors	5	503,656		722,764	
Cash at bank and in hand		208,791		116,988	
		<u>712,447</u>		<u>839,752</u>	
Creditors: amounts falling due within one year	6	<u>(1,116,152)</u>		<u>(1,418,301)</u>	
Net current liabilities			(403,705)		(578,549)
Total assets less current liabilities			<u>(403,705)</u>		<u>(574,633)</u>
Capital and reserves					
Called up share capital	7		100		100
Profit and loss reserves			(403,805)		(574,733)
Total equity			<u>(403,705)</u>		<u>(574,633)</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the board of directors and authorised for issue on 15 August 2019 and are signed on its behalf by:



Mr P Stevenson
Director

Company Registration No. 03340310

MAINSTAY FACILITIES MANAGEMENT LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE 2 YEARS ENDED 31 MARCH 2019

	Share capital	Profit and loss reserves	Total
	£	£	£
Balance at 1 April 2017	100	(555,273)	(555,173)
Year ended 31 March 2018:			
Loss and total comprehensive income for the year	-	(19,460)	(19,460)
Balance at 31 March 2018	100	(574,733)	(574,633)
Year ended 31 March 2019:			
Profit and total comprehensive income for the year	-	170,928	170,928
Balance at 31 March 2019	100	(403,805)	(403,705)

MAINSTAY FACILITIES MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

Company information

Mainstay Facilities Management Limited is a private company limited by shares incorporated in England and Wales. The registered office is Whittington Hall, Whittington Road, Worcester, Worcestershire, WR5 2ZX.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

This company is a qualifying entity for the purposes of FRS 102, being a member of a group where the parent of that group prepares publicly available consolidated financial statements, including this company, which are intended to give a true and fair view of the assets, liabilities, financial position and profit or loss of the group. The company has therefore taken advantage of exemptions from the following disclosure requirements:

- Section 4 'Statement of Financial Position': Reconciliation of the opening and closing number of shares;
- Section 7 'Statement of Cash Flows': Presentation of a statement of cash flow and related notes and disclosures;
- Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instrument Issues': Carrying amounts, interest income/expense and net gains/losses for each category of financial instrument; basis of determining fair values; details of collateral, loan defaults or breaches, details of hedges, hedging fair value changes recognised in profit or loss and in other comprehensive income;
- Section 26 'Share based Payment': Share-based payment expense charged to profit or loss, reconciliation of opening and closing number and weighted average exercise price of share options, how the fair value of options granted was measured, measurement and carrying amount of liabilities for cash-settled share-based payments, explanation of modifications to arrangements;
- Section 33 'Related Party Disclosures': Compensation for key management personnel.

The financial statements of the company are consolidated in the financial statements of Mainstay Group Limited. These consolidated financial statements are available from its registered office, Whittington Hall, Whittington Road, Worcester, Worcestershire, WR5 2ZX.

1.2 Going concern

The company reported a profit of £170,928 for the year but still has net liabilities of £403,705 at the balance sheet date. Mainstay Residential Limited, a fellow subsidiary of Mainstay Group Limited, has confirmed its intention to continue providing financial support to the company for the foreseeable future. For this reason, the directors have a reasonable expectation that the company can continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

MAINSTAY FACILITIES MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

(Continued)

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Turnover represents revenue earned for fees related to facilities management services. Revenue is recognised in the period in which the related services are performed and is measured as amounts chargeable to clients excluding VAT.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	20% - 33% per annum
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1.5 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

1.6 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

MAINSTAY FACILITIES MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Debtors

Debtors due within one year are measured at transaction price, less any impairment.

Classification of financial liabilities

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

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Creditors

Creditors due within one year are measured at the transaction price. Other financial liabilities are measured at fair value, net of transaction costs and are measured subsequently at amortised cost using the effective interest method.

1.8 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

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

MAINSTAY FACILITIES MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

(Continued)

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and 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. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.9 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.11 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 446 (2018 - 332).

3 Directors' remuneration and dividends

	2019 £	2018 £
Remuneration paid to directors	39,520	62,387

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 2 (2018 - 2).

Directors remuneration relating to the directors of the parent company is disclosed in the financial statements of Mainstay Group Limited. It was not considered possible to attribute remuneration charged regarding activities related to Mainstay Facilities Management Limited.

MAINSTAY FACILITIES MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2019

4 Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 April 2018	25,227
Disposals	(25,227)
At 31 March 2019	-
Depreciation and impairment	
At 1 April 2018	21,311
Depreciation charged in the year	3,916
Eliminated in respect of disposals	(25,227)
At 31 March 2019	-
Carrying amount	
At 31 March 2019	-
At 31 March 2018	3,916

5 Debtors

	2019 £	2018 £
Amounts falling due within one year:		
Trade debtors	434,966	675,826
Corporation tax recoverable	5,461	-
Amounts owed by group undertakings	9,063	-
Other debtors	54,166	46,938
	<u>503,656</u>	<u>722,764</u>

6 Creditors: amounts falling due within one year

	2019 £	2018 £
Trade creditors	212,087	82,364
Amounts owed to group undertakings	136,002	819,279
Taxation and social security	122,723	99,504
Other creditors	645,340	417,154
	<u>1,116,152</u>	<u>1,418,301</u>

MAINSTAY FACILITIES MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2019

7 Called up share capital

	2019 £	2018 £
Ordinary share capital		
Issued and fully paid		
240 Ordinary A shares of 10p each	24	24
304 Ordinary B shares of 10p each	30	30
228 Ordinary C shares of 10p each	23	23
228 Ordinary D shares of 10p each	23	23
	<u>100</u>	<u>100</u>

'A' shares are entitled to the first £15,600 of dividends; the next £83,000 is due to 'B' & 'C' shareholders in ratio of 58:25 respectively; once the above dividends have been paid thereafter all shares rank pari passu for dividend entitlement.

8 Audit report information

As the income statement has been omitted from the filing copy of the financial statements, the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

The senior statutory auditor was Colm McGrory FCA.

The auditor was Ormerod Rutter Limited.

9 Operating lease commitments

Lessee

At the reporting end date the company has outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2019 £	2018 £
<u>48,808</u>	<u>58,363</u>

10 Parent company

The company is a subsidiary of Mainstay Group Limited which is the ultimate parent company incorporated in England and Wales.

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 accounts of this company are available to the public and may be obtained from Whittington Hall, Whittington Road, Worcester, WR5 2ZX. No other group accounts include the results of the company.