

Company Registration No. 03340310 (England and Wales)

MAINSTAY FACILITIES MANAGEMENT LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2020

PAGES FOR FILING WITH REGISTRAR

MAINSTAY FACILITIES MANAGEMENT LIMITED

COMPANY INFORMATION

Directors	Mr O Saleh	{Appointed 15 September 2020}
	Mr N Howell	{Appointed 15 September 2020}
Secretary	Mainstay (Secretaries) Limited	
Company number	03340310	
Registered office	C/o Mainstay Residential Limited 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 2020

	Notes	2020 £	£	2019 £	£
Current assets					
Debtors	4	352,519		503,656	
Cash at bank and in hand		1,048,393		208,791	
		<u>1,400,912</u>		<u>712,447</u>	
Creditors: amounts falling due within one year	5	<u>(1,067,575)</u>		<u>(1,116,152)</u>	
Net current assets/(liabilities)			<u>333,337</u>		<u>(403,705)</u>
Capital and reserves					
Called up share capital	6		100		100
Profit and loss reserves			<u>333,237</u>		<u>(403,805)</u>
Total equity			<u>333,337</u>		<u>(403,705)</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 29 October 2020 and are signed on its behalf by:

Mr O Saleh
Director

Company Registration No. 03340310

MAINSTAY FACILITIES MANAGEMENT LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2020

	Share capital	Profit and loss reserves	Total
	£	£	£
Balance at 1 April 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)
Year ended 31 March 2020:			
Profit and total comprehensive income for the year	-	737,042	737,042
Balance at 31 March 2020	100	333,237	333,337

MAINSTAY FACILITIES MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2020

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 C/o Mainstay Residential Limited, 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.

MAINSTAY FACILITIES MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

1 Accounting policies

(Continued)

1.2 Going concern

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.

As part of assessing the ability to continue as a going concern, the Company considered the impact of the COVID-19 pandemic and any related potential economic downturn on its business.

Even though the COVID-19 pandemic has presented a high level of uncertainty to all businesses, the Mainstay Facilities Management Limited operates as a resilient business and has the capabilities to continue to operate for the foreseeable future and for at least the period of twelve months following the date of approval of these financial statements.

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 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.

1.5 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.

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.

MAINSTAY FACILITIES MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

1 Accounting policies

(Continued)

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.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

1.6 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.

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.

MAINSTAY FACILITIES MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

1 Accounting policies (Continued)

1.7 Employee benefits

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

1.8 Retirement benefits

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

1.9 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:

	2020 Number	2019 Number
Total	447	446

3 Directors' remuneration

	2020 £	2019 £
Remuneration paid to directors	39,091	39,520

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 2 (2019 - 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.

4 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Trade debtors	249,835	434,966
Corporation tax recoverable	-	5,461
Amounts owed by group undertakings	12,015	9,063
Other debtors	90,669	54,166
	<u>352,519</u>	<u>503,656</u>

MAINSTAY FACILITIES MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

5 Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	230,723	212,087
Amounts owed to group undertakings	168,879	136,002
Corporation tax	58,544	-
Other taxation and social security	137,699	122,723
Other creditors	471,730	645,340
	<u>1,067,575</u>	<u>1,116,152</u>

6 Called up share capital

	2020 £	2019 £
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.

7 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.

8 Operating lease commitments

Lessee

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

	2020 £	2019 £
	<u>56,845</u>	<u>48,808</u>

MAINSTAY FACILITIES MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

9 Events after the reporting date

In early 2020, businesses around the UK have been impacted by COVID-19 and the UK Government measures taken to slow the spread of the pandemic. The Board has carefully reviewed the impact of these events on the Company and has taken steps to navigate these unprecedented circumstances whilst ensuring that suitable customer service demands are met. COVID-19 is a non-adjusting post balance sheet event for the purposes of the year ended 31 March 2020 and has been considered within the Going Concern assessment in note 1.2. The Board continue to consider the Company as a going concern.

On 15th September 2020, the Mainstay Group was wholly acquired by Firstport Limited, a fellow residential managing agent.

10 Parent company and ultimate controlling party

The immediate parent company is Mainstay Group Limited, a company incorporated in England and Wales. As at 31 March 2020, Mainstay Group Limited was also the ultimate parent company and ultimate controlling party.

As at 31 March 2020, the largest and smallest group in which the results of the company were consolidated was 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.

On 15 September 2020, Mainstay Group Limited was acquired by Firstport Limited. Following the acquisition, in the opinion of the directors, the ultimate controlling party is Equistone Partners Europe Limited, a company registered in England and Wales.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.