

Financial Statements Wessex Catering Maintenance Ltd.

For the year ended 29 February 2012

Registered number: 3673821

WEDNESDAY



A1I9Y1OB

A23

26/09/2012

#224

COMPANIES HOUSE

Company Information

Directors	A Morgan S Morgan A J Brunt G Green
Company secretary	S Morgan
Company number	3673821
Registered office	Wincombe Lane Shaftesbury Dorset SP7 8PJ
Auditor	Grant Thornton UK LLP Chartered Accountants & Statutory Auditor No 1 Dorset Street Southampton Hampshire SO15 2DP
Bankers	National Westminster Bank Plc PO Box 314 Woollen Hall Castle Way Southampton Hampshire SO15 2DE

Contents

	Page
Directors' report	1 - 2
Independent auditor's report	3 - 4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7 - 14

Directors' Report

For the year ended 29 February 2012

The directors present their report and the financial statements for the year ended 29 February 2012

Principal activities and review of business

The principal activity of the company is the installation and servicing of catering equipment

Going concern

In preparing the financial statements, the directors have had regard to the loss for the year and net liabilities of £157,575. The directors of Wessex Group Limited have confirmed that Wessex Group Limited will continue to support the company for the foreseeable future. The directors therefore consider that the going concern assumption is appropriate.

Results and dividends

The loss for the year, after taxation, amounted to £121,275 (2011 - loss £18,232)

The directors have not recommended a dividend.

Financial risk management objectives and policies

The company finances its operations through a mixture of bank overdraft, fixed assets under finance leases and various items, such as trade debtors and trade creditors, that arise directly from its operations.

Directors

The directors who served during the year were

A Morgan
S Morgan
A J Brunt
G Green

Directors' responsibilities statement

The directors are responsible for preparing the 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 of 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 estimates that are reasonable and prudent,

Directors' Report

For the year ended 29 February 2012

- 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.

Provision of information to auditor

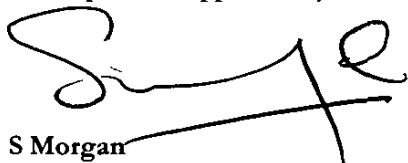
Each of the persons who are directors at the time when this Directors' report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditor in connection with preparing its report and to establish that the company's auditor is aware of that information.

Auditor

Under section 487(2) of the Companies Act 2006, Grant Thornton UK LLP will be deemed to have been reappointed as auditor 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

This report was approved by the board on 8 August 2012 and signed on its behalf

A handwritten signature in black ink, appearing to read 'S Morgan', with a long horizontal stroke extending to the right.

S Morgan
Director

Independent Auditor's Report to the Members of Wessex Catering Maintenance Ltd.

We have audited the financial statements of Wessex Catering Maintenance Ltd for the year ended 29 February 2012, which comprise the Profit and loss account, the Balance sheet 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 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

A description of the scope of an audit of financial statements is provided on the Auditing Practices Board's website at www.frc.org.uk/apb/scope/private.cfm.

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 29 February 2012 and of its loss 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 Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.



Independent Auditor's Report to the Members of Wessex Catering Maintenance Ltd.

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

Grant Thornton UK LLP

Stephen Mills (Senior statutory auditor)

for and on behalf of

Grant Thornton UK LLP

Chartered Accountants
Statutory Auditor

Southampton

13 August 2012

Profit and Loss Account

For the year ended 29 February 2012

	Note	2012 £	2011 £
Turnover	1,2	2,387,443	2,152,608
Cost of sales		(1,899,432)	(1,666,925)
Gross profit		488,011	485,683
Administrative expenses		(641,124)	(506,535)
Operating loss	3	(153,113)	(20,852)
Interest receivable and similar income		9	5
Interest payable and similar charges	5	(4,471)	(2,385)
Loss on ordinary activities before taxation		(157,575)	(23,232)
Tax on loss on ordinary activities	6	36,300	5,000
Loss for the financial year	15	(121,275)	(18,232)

All amounts relate to continuing operations

There were no recognised gains and losses for 2012 or 2011 other than those included in the Profit and loss account

The notes on pages 7 to 14 form part of these financial statements

Balance Sheet

As at 29 February 2012

	Note	29 February 2012 £	28 February 2011 £
Fixed assets			
Tangible assets	7	190,428	135,599
Current assets			
Stocks	8	468,368	297,586
Debtors	9	549,897	398,944
Cash at bank		1,414	1,405
		<u>1,019,679</u>	<u>697,935</u>
Creditors: amounts falling due within one year	10	<u>(1,771,411)</u>	<u>(1,284,556)</u>
Net current liabilities		<u>(751,732)</u>	<u>(586,621)</u>
Total assets less current liabilities		<u>(561,304)</u>	<u>(451,022)</u>
Creditors: amounts falling due after more than one year	11	<u>(40,964)</u>	<u>(29,971)</u>
Net liabilities		<u><u>(602,268)</u></u>	<u><u>(480,993)</u></u>
Capital and reserves			
Called up share capital	14	2	2
Profit and loss account	15	<u>(602,270)</u>	<u>(480,995)</u>
Shareholders' deficit	16	<u><u>(602,268)</u></u>	<u><u>(480,993)</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 8 August 2012



A Morgan
Director

The notes on pages 7 to 14 form part of these financial statements

Notes to the Financial Statements

For the year ended 29 February 2012

1. Accounting Policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards

1.2 Going concern

As a result of the trading loss for the year of £157,575, at the year end the company has net liabilities of £638,568. The directors of Wessex Group Limited have confirmed that Wessex Group Limited will continue to support the company for the foreseeable future.

1.3 Cash flow

The company, being a subsidiary undertaking where 90% or more of the voting rights are controlled within the group whose consolidated financial statements are publicly available, is exempt from the requirement to draw up a cash flow statement in accordance with FRS 1.

1.4 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & machinery	-	25% straight line
Motor vehicles	-	25% straight line
Computer equipment	-	33 33% straight line

1.6 Leasing and hire purchase

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

Notes to the Financial Statements

For the year ended 29 February 2012

1. Accounting Policies (continued)

1.7 Stocks and work in progress

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Work in progress is valued on the basis of direct costs including materials and labour. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

1.8 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are discounted.

1.9 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

1.10 Financial Instruments

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 entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

2. Turnover

The whole of the turnover is attributable to the one principle activity of the company.

All turnover arose within the United Kingdom.

Notes to the Financial Statements

For the year ended 29 February 2012

3. Operating loss

The operating loss is stated after charging/(crediting)

	2012 £	2011 £
Depreciation of tangible fixed assets		
- owned by the company	25,058	27,406
- held under finance leases	29,050	21,950
Auditors' remuneration	3,750	3,750
Profit/loss on sale of tangible assets	(3,871)	(1,136)

During the year, no director received any emoluments (2011 - £NIL)

4. Staff costs

Staff costs were as follows

	2012 £	2011 £
Wages and salaries	778,410	734,179
Social security costs	83,123	76,568
Other pension costs	3,831	3,667
	<u>865,364</u>	<u>814,414</u>

The average monthly number of employees, including the directors, during the year was as follows:

	2012 No.	2011 No.
Sales and administration	9	10
Direct labour	15	13
	<u>24</u>	<u>23</u>

5. Interest payable

	2012 £	2011 £
On bank loans and overdrafts	-	2
On finance leases and hire purchase contracts	4,471	2,383
	<u>4,471</u>	<u>2,385</u>

Notes to the Financial Statements

For the year ended 29 February 2012

6. Taxation

	2012 £	2011 £
Group taxation relief	(36,300)	(5,000)
Tax on loss on ordinary activities	(36,300)	(5,000)

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2011 - higher than) the standard rate of corporation tax in the UK of 26 17% (2011 - 28%) The differences are explained below

	2012 £	2011 £
Loss on ordinary activities before tax	(157,575)	(23,232)
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 26 17% (2011 - 28%)	(41,237)	(6,505)
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	3,053	944
Capital allowances for year in excess of depreciation	2,234	410
Short term timing difference leading to an increase (decrease) in taxation	(204)	106
Group relief	(146)	45
Current tax credit for the year (see note above)	(36,300)	(5,000)

Notes to the Financial Statements

For the year ended 29 February 2012

7. Tangible fixed assets

	Plant & machinery £	Motor vehicles £	Computer equipment £	Total £
Cost				
At 1 March 2011	1,658	194,140	515	196,313
Additions	4,015	106,541	2,260	112,816
Disposals	-	(31,657)	-	(31,657)
At 29 February 2012	5,673	269,024	2,775	277,472
Depreciation				
At 1 March 2011	163	60,465	86	60,714
Charge for the year	1,115	52,450	543	54,108
On disposals	-	(27,778)	-	(27,778)
At 29 February 2012	1,278	85,137	629	87,044
Net book value				
At 29 February 2012	4,395	183,887	2,146	190,428
At 28 February 2011	1,495	133,675	429	135,599

Included within the net book value of £190,428 is £148,621 (2011 - £115,088) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £29,050 (2011 - £21,950).

8. Stocks

	29 February 2012 £	28 February 2011 £
Raw materials	223,198	161,206
Work in progress	245,170	136,380
	468,368	297,586

Notes to the Financial Statements

For the year ended 29 February 2012

9. Debtors

	29 February 2012	28 February 2011
	£	£
Trade debtors	486,148	354,848
Amounts owed by group undertakings	31,438	5,000
Other debtors	7,762	21,486
Prepayments and accrued income	24,549	17,610
	<u>549,897</u>	<u>398,944</u>

10. Creditors:

Amounts falling due within one year

	29 February 2012	28 February 2011
	£	£
Bank loans and overdrafts	536,811	248,167
Payments received on account	43,353	7,694
Net obligations under finance leases and hire purchase contracts	93,288	84,934
Trade creditors	625,091	460,732
Amounts owed to group undertakings	361,626	396,686
Social security and other taxes	62,889	65,316
Other creditors	12	-
Accruals and deferred income	48,341	21,027
	<u>1,771,411</u>	<u>1,284,556</u>

The bank overdraft is secured by a fixed and floating charge over the company's assets

11. Creditors:

Amounts falling due after more than one year

	29 February 2012	28 February 2011
	£	£
Net obligations under finance leases and hire purchase contracts	<u>40,964</u>	<u>29,971</u>

Obligations under finance leases and hire purchase contracts, included above, are payable as follows

	29 February 2012	28 February 2011
	£	£
Between one and five years	<u>40,964</u>	<u>29,971</u>

Notes to the Financial Statements

For the year ended 29 February 2012

12. Contingent liabilities

Bank borrowing is supported by cross guarantees given by certain group companies. The company had no other contingent liabilities as at 29 February 2012 or 28 February 2011.

13. Related party transactions

As a wholly owned subsidiary of Wessex Group Limited, the company is exempt from the requirements of FRS 8 to disclose transactions with other members of the group headed by Wessex Group Limited.

During the year ended 28 February 2011, the company made sales of £124,714 and purchases of £298,857 from National Facilities Management Limited, a company in which Wessex Group Limited disposed of its 50% shareholding during that year. The amounts included within trade debtors and trade creditors at the year ended 28 February 2011 were £13,974 and £nil respectively. The company is no longer regarded as a related party by virtue of the disposal of the 50% shareholding.

14. Share capital

	29 February 2012 £	28 February 2011 £
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	2	2

15. Reserves

	Profit and loss account £
At 1 March 2011	(480,995)
Loss for the year	(121,275)
At 29 February 2012	(602,270)

16. Reconciliation of movement in shareholders' deficit

	29 February 2012 £	28 February 2011 £
Opening shareholders' deficit	(480,993)	(462,761)
Loss for the year	(121,275)	(18,232)
Closing shareholders' deficit	(602,268)	(480,993)

Notes to the Financial Statements

For the year ended 29 February 2012

17. Capital commitments

The company had no capital commitments as at 29 February 2012 or 28 February 2011

18. Ultimate parent undertaking and controlling party

This company is a wholly owned subsidiary of Wessex Group Limited, a company incorporated in the United Kingdom. Copies of the group accounts can be obtained at the registered office, Wincombe Lane, Shaftesbury, Dorset, SP7 8PJ