

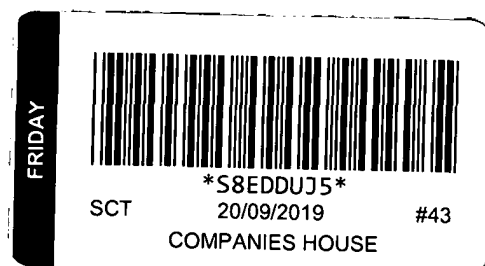
Company Registration No. SC234591 (Scotland)

HFD (MANAGEMENTS) LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 23 DECEMBER 2018
PAGES FOR FILING WITH REGISTRAR

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HFD (MANAGEMENTS) LIMITED

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HFD (MANAGEMENTS) LIMITED

BALANCE SHEET

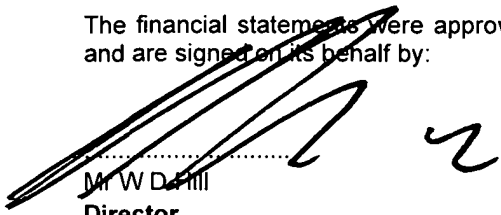
AS AT 23 DECEMBER 2018

	Notes	2018 £	£	2017 £	£
Fixed assets					
Investments	2	17,525,995		17,525,995	
Current assets					
Debtors	4	8,809,235		2,316,947	
Cash at bank and in hand		132,017		303,594	
		8,941,252		2,620,541	
Creditors: amounts falling due within one year	5	(11,480,257)		(3,942,702)	
Net current liabilities		(2,539,005)		(1,322,161)	
Total assets less current liabilities		14,986,990		16,203,834	
Capital and reserves					
Called up share capital	6	13,922,500		13,922,500	
Profit and loss reserves		1,064,490		2,281,334	
Total equity		14,986,990		16,203,834	

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 27/12/19 and are signed on its behalf by:


Mr W D Hill
Director

Company Registration No. SC234591

HFD (MANAGEMENTS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 23 DECEMBER 2018

1 Accounting policies

Company information

HFD (Managements) Limited is a private company limited by shares incorporated in Scotland. The registered office is Phoenix House, Phoenix Crescent, Strathclyde Business Park, Bellshill, Lanarkshire, ML4 3NJ.

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 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 33 'Related Party Disclosures' – Compensation for key management personnel.

The financial statements of the company are consolidated in the financial statements of HFD Group Limited. These consolidated financial statements are available from its registered office, Phoenix House, Phoenix Crescent, Strathclyde Business Park, Bellshill, ML4 3NJ..

The company has taken advantage of the exemption under section 400 of the Companies Act 2006 not to prepare consolidated accounts. The financial statements present information about the company as an individual entity and not about its group.

HFD (Managements) Limited is a wholly owned subsidiary of HFD Group Limited and the results of HFD (Managements) Limited are included in the consolidated financial statements of HFD Group Limited which are available from Phoenix House, Phoenix Crescent, Strathclyde Business Park, Bellshill, Lanarkshire, ML4 3NJ.

1.2 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 and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Turnover represents the invoiced value of services provided excluding value added tax. All revenue is derived through management income from subsidiary companies.

HFD (MANAGEMENTS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 23 DECEMBER 2018

1 Accounting policies

(Continued)

1.3 Fixed asset investments

Interests in subsidiaries are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.4 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.

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.

1.5 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.6 Taxation

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

HFD (MANAGEMENTS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 23 DECEMBER 2018

1 Accounting policies

(Continued)

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.

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.

2 Fixed asset investments

	2018 £	2017 £
Investments	17,525,995	17,525,995
Movements in fixed asset investments		
		Shares in group undertakings £
Cost or valuation		
At 24 December 2017 & 23 December 2018		17,525,995
Carrying amount		
At 23 December 2018		17,525,995
At 23 December 2017		17,525,995

HFD (MANAGEMENTS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 23 DECEMBER 2018

3 Subsidiaries

Details of the company's subsidiaries at 23 December 2018 are as follows:

Name of undertaking	Registered office key	Nature of business	Class of shares held	% Held	
				Direct	Indirect
HFD Property Management Services Limited	1	Property rental business	Ordinary	100.00	
Datavita Limited	2	Computer facilities management	Ordinary	100.00	
Facilities Maintenance Services (Scotland) Limited	1	Repairs & maintenance services	Ordinary	100.00	
HFD Landscaping Limited	1	Landscaping services	Ordinary	100.00	
HFD Security Limited	1	Security services	Ordinary	100.00	
HFD Intelligent Technologies Limited	1	IT services	Ordinary	100.00	

Registered Office addresses:

1 Phoenix House, Phoenix Crescent, Strathclyde Business Park, Bellshill, Lanarkshire, ML4 3NJ.

2 Fortis Datacentre, York Road, Chapelhall, Airdrie, ML6 8HW.

4 Debtors

	2018	2017
	£	£
Amounts falling due within one year:		
Trade debtors	-	1
Amounts owed by group undertakings	8,749,497	2,238,071
Other debtors	1,001	69,810
Prepayments and accrued income	58,737	9,065
	<u>8,809,235</u>	<u>2,316,947</u>

5 Creditors: amounts falling due within one year

	2018	2017
	£	£
Amounts owed to group undertakings	11,119,280	3,875,852
Taxation and social security	6,341	-
Other creditors	-	61,514
Accruals and deferred income	354,636	5,336
	<u>11,480,257</u>	<u>3,942,702</u>

HFD (MANAGEMENTS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 23 DECEMBER 2018

6 Called up share capital

	2018	2017
	£	£
Ordinary share capital		
Issued and fully paid		
13,922,500 Ordinary of £1 each	13,922,500	13,922,500

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 Peter Gallanagh.

The auditor was Campbell Dallas Audit Services.

8 Parent company

The company's ultimate parent undertaking is HFD Group Limited which is the smallest and largest group of companies for which group financial statements are prepared. Copies of the group financial statements are available to the public from Companies House, Edinburgh Quay 2, 139 Fountainbridge, Edinburgh, EH3 9FF.

W D Hill is considered to be the ultimate controlling party due to his majority shareholding in HFD Group Limited.