Registered number: SC526049

Inverclyde Funeral Directors Limited

Annual report and financial statements

for the 52 week period ended 29 December 2017

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Inverclyde Funeral Directors Limited

Annual report and financial statements for the 52 week period ended 29 December 2017

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Inverclyde Funeral Directors Limited

Strategic report
for the 52 week period ended 29 December 2017

The Directors present their annual report for the 52 week period ended 29 December 2017 and the financial statements of Inverclyde Funeral Directors Limited ('the Company') for the 52 week period ended 29 December 2017. The comparative period is for the 30 week period ended 30 December 2016.

Business review and future development

During the 52 week period ended 29 December 2017 a dividend in specie of £122,665, £0.07 per share (prior period: £nil, £nil per share), paid to its immediate parent company Dignity Funerals Limited.

The profit for the period is set out in the Income Statement on page 7.

The Directors believe the Company will be dormant going forward.

The Directors do not consider there are any key performance indicators in respect of the Company other than the financial information set out in the Income Statement, Balance Sheet, Statement of comprehensive income and Statement of changes in equity.

Risks

All risks are managed by the directors of Dignity plc on a group basis. From the perspective of the Company, the principal risks and uncertainties are integrated with the principal risks of the Group and are not managed separately. Accordingly, the principal risks and uncertainties of the Group, which include those of the Company, are discussed within the Principal risks and uncertainties within the Strategic report of the Dignity group's annual report which does not form part of this report.

The Strategic report has been approved by the Board.

By order of the board



SL Whittern
Director
20 April 2018

Inverclyde Funeral Directors Limited

Directors' report
for the 52 week period ended 29 December 2017

The Directors present their annual report for the 52 week period ended 29 December 2017 and the financial statements of Inverclyde Funeral Directors Limited ('the Company') for the 52 week period ended 29 December 2017.

Going concern

In order to assess the appropriateness of the application of the going concern principle in these financial statements the Directors have considered the principal risks and uncertainties and financial position of both the Company and of the Dignity Group as a whole, reflecting how the Company is managed.

Further information in respect of the Directors' assessment of the ability of the Dignity Group to continue as a going concern in addition to information in respect of the longer term viability of the Group is presented within the Dignity Group's annual report which does not form part of this report.

Having performed this assessment, the Directors have concluded that the Company either has adequate resources to meet its current operational and financial obligations, or to the extent that is required, that continued support is available within the Dignity Group to ensure that the Company will remain in operation and meet its liabilities as they fall due over a period of at least 12 months from the date that the financial statements were approved. Accordingly, the directors continue to adopt the going concern basis of accounting in preparing these financial statements.

Directors

The directors who served during the period and up to the date of signing the financial statements were:

M K McCollum
R H Portman
S L Whittern
A R Davies (resigned 5 January 2018)

Directors' indemnities

During the period, the Group maintained liability insurance for its Directors and Officers. The Directors of this Company have the benefit of this indemnity provision in the Group's Articles of Association. The indemnity provision, which is a qualifying third-party indemnity provision as defined by Section 234 of the Companies Act 2006, was in force throughout the period and is currently in force.

Directors' report
for the 52 week period ended 29 December 2017 (continued)

Statement of directors' responsibilities

The directors are responsible for preparing the Strategic report, 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 period. Under that law the directors have prepared the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (FRS 102). 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 judgements and accounting estimates that are reasonable and prudent;
- state whether applicable United Kingdom Accounting Standards including FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements; 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 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.

Independent auditors

A resolution to reappoint Ernst & Young LLP as auditors to the Company will be proposed at the annual general meeting.

Statement of disclosure of information to auditors

The Directors confirm that as far as each Director is aware there is no relevant audit information of which the Company's auditor are unaware. The Directors further confirm each of them have taken all steps that they ought to have done as Directors to make themselves aware of any relevant audit information and to establish that the Company's auditor are aware of that information.

Other matters

In accordance with the Companies Act 2006, section 414C(11), the Company's Strategic Report contains certain disclosures required in the Directors' Report.

The Directors' report has been approved by the Board.

By order of the board

SL Whittern
Director
20 April 2018

Independent auditors' report to the members of Inverclyde Funeral Directors Limited

Opinion

We have audited the financial statements of Inverclyde Funeral Directors Limited for the year ended 29 December 2017 which comprise of the Income Statement, the Balance Sheet, the Statement of Comprehensive Income, the Statement of changes in equity and the related notes 1 to 8, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 102 "Reduced Disclosure Framework" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the company's affairs as at 29 December 2017 and of its results 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report below. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Use of our report

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.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Independent auditors' report to the members of Inverclyde Funeral Directors Limited (continued)

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or directors' report.

We have nothing to report in respect of the following matters in relation to which 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.

Independent auditors' report to the members of Inverclyde Funeral Directors Limited (continued)

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the

Financial Reporting Council's website at https://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Andrew Merrick (Senior Statutory Auditor)

for and on behalf of Ernst & Young LLP, Statutory Auditor

Birmingham

20 April 2018

Inverclyde Funeral Directors Limited

Income Statement
for the 52 week period ended 29 December 2017

	Note	**52 week period ended 29 December 2017**	30 week period ended 30 December 2016
		£	£
Operating result	3	-	-
Profit on disposal of trade and net assets		-	156,319
Profit before taxation		-	156,319
Tax on profit	4	-	-
Profit for the financial period		-	156,319

The results have been derived wholly from discontinued activities.

Statement of comprehensive income

There were no other items of comprehensive income such that there is no difference between the profit for the financial periods as shown above and the total comprehensive income. Therefore no separate statement of comprehensive income has been presented.

Inverclyde Funeral Directors Limited

Balance sheet
as at 29 December 2017

	Note	29 December 2017	30 December 2016
		£	£
Current assets			
Debtors	6	**1,802,411**	1,925,076
		1,802,411	1,925,076
Net current assets		**1,802,411**	1,925,076
Total assets less current liabilities		**1,802,411**	1,925,076
Net assets		**1,802,411**	1,925,076
Capital and reserves			
Called up share capital	7	**1,802,411**	1,802,411
Profit and loss reserve		**-**	122,665
Total shareholders' funds		**1,802,411**	1,925,076

The financial statements on pages 7 to 12 were approved by the board of directors on 20 April 2018 and were signed on its behalf by:

SL Whittern

Director

Inverclyde Funeral Directors Limited Registered number: SC526049

Inverclyde Funeral Directors Limited

Statement of changes in equity as at 29 December 2017

	Called up share capital	Profit and loss reserve	Total shareholders' funds
	£	£	£
Shareholders' funds as at 7 June 2016	1,802,411	(33,654)	1,768,757
Profit for the financial period	-	156,319	156,319
Total comprehensive loss for the period	-	156,319	156,319
Shareholders' funds as at 30 December 2016	1,802,411	122,665	1,925,076
Profit for the financial period	-	-	-
Dividends paid (note 5)	-	(122,665)	(122,665)
Total comprehensive income for the period	-	(122,665)	(122,665)
Shareholders' funds as at 29 December 2017	**1,802,411**	**-**	**1,802,411**

Inverclyde Funeral Directors Limited

Notes to the financial statements for the 52 week period ended 29 December 2017

1 Principal accounting policies

Authorisation of financial statements and statement of compliance with FRS 102

The financial statements of the Company for the period ended 29 December 2017 were authorised for issue by the board of directors and the balance sheet was signed on the board's behalf by Mr SL Whittern. The Company is incorporated and domiciled in England and Wales. The company's registered address is 280 Kinfauns Drive, Glasgow, G15 7AR.

These financial statements are prepared on a going concern basis under the historical cost convention in accordance with the Companies Act 2006 and Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and in accordance with applicable accounting standards.

The Company's financial statements are presented in Sterling and all values are rounded to the nearest pound (£) except when otherwise indicated.

As the consolidated financial statements of Dignity plc include the equivalent disclosures, the Company has also taken the exemptions under FRS 102 available in respect of the following:

- The rights and any restrictions of share capital as required by Section Statement of Financial Position, paragraph 4.12(a)(iv)
- A cash flow statement and related notes as required by Section 7 Statement of Cash Flows and Section 3 Financial Statement Presentation, paragraph 3.17(d)
- The requirements of Section 11, paragraphs 11.41(e), 11.42, 11.44, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c) regarding disclosures in respect of financial instrument and fair value
- The requirement of Section 33 – Related Party Disclosures, paragraph 33.7 to disclose key management personnel compensation in total.

Basis of preparation

The accounting policies which follow set out those policies which apply in preparing the financial statements for the period ended 29 December 2017.

Critical accounting estimates and judgements

The preparation of the financial statements in conformity with FRS 102 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

Management has not made any judgements, estimates or assumptions in preparing these financial statements that materially affects the application of policies or the reported amounts of assets, liabilities, income or expenses.

Dividends policy

Dividends payable are only recognised when they are appropriately approved.

Short-term debtors and creditors

Debtors with no stated interest rate and receivable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the income statement.

Notes to the financial statements for the 52 week period ended 29 December 2017 (continued)

1 Principal accounting policies (continued)

Taxation

The tax charge for the period includes the charge for tax currently payable and deferred tax. The current tax charge represents the estimated amount due that arises from the operations of the Company in the period and after making adjustments to estimates in respect of prior years.

Deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date, except that deferred tax assets are only recognised to the extent that they are regarded as more likely than not to be recoverable.

Deferred tax is measured at the tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted, by the balance sheet date. Deferred tax is measured on a non-discounted basis.

2 Staff costs

Employees

There were no employees in the period.

The directors are directors of the ultimate parent company, Dignity plc and details of their emoluments are included in the financial statements of that company. They received no emoluments in respect of their services to the Company in the current period.

3 Operating result

Auditors' remuneration is borne by a fellow subsidiary of the group, and is not allocated to individual entities.

4 Tax on profit

The tax charge in the period was £nil (2016: £nil).

There is no tax impact on other comprehensive income or equity in either period.

The current tax charge for the period is equal (prior period: lower) than the standard rate of corporation tax in the UK of 19.25% (prior period: 20%). The differences are explained below:

	52 week period ended 29 December 2017	30 week period ended 30 December 2016
	£	£
Profit before tax	**-**	156,319
Profit before tax multiplied by standard rate of corporation tax in the UK of 19.25% (prior period: 20%)	-	31,264
Effects of:		
UK to UK transfer pricing	**17,348**	-
Group relief claimed without charge	**(17,348)**	-
Non taxable profit on sale of operations	-	(31,264)
Total tax charge for the period	**-**	-

The standard rate of corporation tax in the UK changed from 20% to 19% with effect from 1 April 2017. In the prior period, legislation to reduce the main rate of corporation tax from 18% to 17% from 1 April 2020 was substantively enacted at the balance sheet date.

Notes to the financial statements for the 52 week period ended 29 December 2017 (continued)

5 Dividends

	52 week period ended 29 December 2017	30 week period ended 30 December 2016
	£	£
Dividends in specie: £0.07 per Ordinary Share (prior period: £nil)	**122,665**	-

6 Debtors

	29 December 2017	30 December 2016
Amounts falling due within one year:	£	£
Amounts owed by group undertakings	**1,802,411**	1,925,076
	1,802,411	1,925,076

Amounts owed by group undertakings are unsecured and non interest bearing.

7 Called up share capital

	29 December 2017	30 December 2016
	£	£
Allotted and fully paid		
1,802,411 (prior period: 1,802,411) Ordinary Shares of £1 each	**1,802,411**	1,802,411

Each Ordinary Share carries equal voting rights and there are no restrictions on any share.

8 Ultimate parent undertaking and controlling party

The Company was acquired on 8 June 2016 and the Company's ultimate holding company and controlling party since that date and at 29 December 2017 was Dignity plc.

The parent company of the smallest group in which the financial statements of the Company are consolidated is Dignity (2002) Limited. Copies of the consolidated financial statements of Dignity (2002) Limited are available from 4 King Edwards Court, King Edwards Square, Sutton Coldfield, West Midlands, B73 6AP, the Company's Registered office.

The parent company of the largest group in which the financial statements of the Company are consolidated is Dignity plc. Copies of the consolidated financial statements of Dignity plc are available from 4 King Edwards Court, King Edwards Square, Sutton Coldfield, West Midlands, B73 6AP.

The immediate parent company is Dignity Funerals Limited.