

Abbreviated Unaudited Accounts for the Year Ended 31 March 2014

for

Recovery North West Limited

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for the Year Ended 31 March 2014

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DIRECTORS: S A Hall
L A McArdle

REGISTERED OFFICE: Barnston House
Beacon Lane
Heswall
Wirral
Merseyside
CH60 0EE

REGISTERED NUMBER: 04519562 (England and Wales)

ACCOUNTANTS: Dufton Kellner Limited
Chartered Accountants
Barnston House
Beacon Lane
Heswall
Wirral
Merseyside
CH60 0EE

Abbreviated Balance Sheet
31 March 2014

	Notes	31.3.14 £	£	31.3.13 £	£
FIXED ASSETS					
Intangible assets	2		-		-
Tangible assets	3		<u>2,008,361</u>		<u>1,896,606</u>
			2,008,361		1,896,606
CURRENT ASSETS					
Debtors		387,896		359,640	
Cash at bank and in hand		<u>262,457</u>		<u>129,963</u>	
		650,353		489,603	
CREDITORS					
Amounts falling due within one year	4	<u>646,236</u>		<u>673,972</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>4,117</u>		<u>(184,369)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,012,478		1,712,237
CREDITORS					
Amounts falling due after more than one year	4		(691,623)		(692,509)
PROVISIONS FOR LIABILITIES			<u>(134,966)</u>		<u>(111,712)</u>
NET ASSETS			<u><u>1,185,889</u></u>		<u><u>908,016</u></u>
CAPITAL AND RESERVES					
Called up share capital	5		110		103
Share premium			20,993		-
Revaluation reserve			254,739		114,367
Profit and loss account			<u>910,047</u>		<u>793,546</u>
SHAREHOLDERS' FUNDS			<u><u>1,185,889</u></u>		<u><u>908,016</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2014.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2014 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and
- (a) 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of
- each financial year and of its profit or loss for each financial year in accordance with the
- (b) requirements of Sections
- 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial
- statements, so far as applicable to the company.

The notes form part of these abbreviated accounts

Abbreviated Balance Sheet - continued

31 March 2014

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 18 June 2014 and were signed on its behalf by:

S A Hall - Director

Notes to the Abbreviated Accounts
for the Year Ended 31 March 2014

1. **ACCOUNTING POLICIES**

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2003, is being amortised evenly over its estimated useful life of ten years.

Tangible fixed assets

The directors have revised their estimates of the useful economic lives of the assets and as a result depreciation on property has for the first time become a material item requiring provision. Depreciation has been provided in this year according to the following rates:-

Freehold property - 2% straight line

Property improvements - 12% straight line

Plant and machinery - 15% reducing balance

Fixtures and fittings - 25% reducing balance

Motor vehicles - 15% reducing balance or if on finance lease over the length of the lease.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2014

2. **INTANGIBLE FIXED ASSETS**

Total
£

COST

At 1 April 2013

7,000

Disposals

(7,000)

At 31 March 2014

-

AMORTISATION

At 1 April 2013

7,000

Eliminated on disposal

(7,000)

At 31 March 2014

-

NET BOOK VALUE

At 31 March 2014

-

At 31 March 2013

-

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2014

3. TANGIBLE FIXED ASSETS

	Total £
COST OR VALUATION	
At 1 April 2013	2,766,310
Additions	445,389
Disposals	(226,681)
Revaluations	143,032
At 31 March 2014	<u>3,128,050</u>
DEPRECIATION	
At 1 April 2013	869,704
Charge for year	331,477
Eliminated on disposal	(81,492)
At 31 March 2014	<u>1,119,689</u>
NET BOOK VALUE	
At 31 March 2014	<u>2,008,361</u>
At 31 March 2013	<u>1,896,606</u>

It has been necessary to depart from the provisions of the CA 2006 and the FRSSE in order to present a true and fair view on the disclosure of the land and buildings.

In 2012 a valuation was undertaken which valued the land and buildings at £500,000, which is below the historical cost of £771,772.

In 2013 a further valuation was undertaken which has valued the land and buildings at £588,709. If the FRSSE were to be used the impairment would reduce the profit and loss reserve.

In order to provide fairness, because the directors believe that this is a temporary diminution due to the exceptional economic climate, a negative revaluation reserve had been created as allowed by FRS15.

At the same time a revaluation was undertaken on all motor vehicles, the change in value reflecting the substantial work carried out by the company in altering and improving those vehicles. The valuation was carried out by a director, Stephen Hall, on an open market basis.

4. CREDITORS

Creditors include an amount of £ 989,730 (31.3.13 - £ 1,055,118) for which security has been given.

They also include the following debts falling due in more than five years:

	31.3.14 £	31.3.13 £
Repayable by instalments	<u>194,675</u>	<u>219,575</u>

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2014

5. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.3.14 £	31.3.13 £
107	A	£1	107	100
(31.3.13 - 100)				
1	B	£1	1	1
2	C & D	£1	2	2
			<u>110</u>	<u>103</u>

7 A shares of £1 each were allotted as fully paid at a premium of £2,999 per share during the year.

6. **ULTIMATE CONTROLLING PARTY**

The ultimate controlling party by virtue of their shareholding are Graham and Linda Hall.

7. **S A HALL AND L A MCARDLE**

During the year the company paid £155,167 (2013 - £121,333) to Peak Performance Contracts Limited for the consultancy services of Mr Hall and Mr McArdle. Mr Hall and Mr McArdle were directors throughout the year.

The transactions were conducted on an arms length basis.

Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Recovery North West Limited

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements, from which the unaudited abbreviated accounts (set out on pages two to seven) have been prepared.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Recovery North West Limited for the year ended 31 March 2014 which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Total Recognised Gains and Losses and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook.

This report is made solely to the Board of Directors of Recovery North West Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Recovery North West Limited and state those matters that we have agreed to state to the Board of Directors of Recovery North West Limited, as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Recovery North West Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Recovery North West Limited. You consider that Recovery North West Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Recovery North West Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Dufton Kellner Limited
Chartered Accountants
Barnston House
Beacon Lane
Heswall

This page does not form part of the abbreviated accounts