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COMPANY NUMBER: 1140727

FLETCHER KING SERVICES LIMITED

ACCOUNTS

**FOR THE YEAR ENDED
30 APRIL 2015**

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FLETCHER KING SERVICES LIMITED

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FLETCHER KING SERVICES LIMITED

DIRECTORS AND ADVISERS

DIRECTORS

D J R Fletcher
R E G Goode
R A Dickman

SECRETARY

P E Bailey

REGISTERED OFFICE

61 Conduit Street
London
W1S 2GB

BANKERS

National Westminster Bank plc
PO Box 2AG
63 Piccadilly
London
W1A 2AG

ACCOUNTANTS AND FINANCIAL ADVISER

Smith & Williamson
25 Moorgate
London
EC2R 6AY

AUDITORS

Nexia Smith & Williamson
Chartered Accountants
25 Moorgate
London
EC2R 6AY

COMPANY'S REGISTERED NUMBER

1140727

FLETCHER KING SERVICES LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 APRIL 2015

REGISTERED NUMBER 1140727

The directors present their annual report on the affairs of the company, together with the accounts and auditors' report for the year ended 30 April 2015.

PRINCIPAL ACTIVITIES

During the year under review the company has acted as a trading subsidiary of Fletcher King Plc to carry on the business of commercial estate agency and surveying, providing a comprehensive range of services and expert advice throughout the United Kingdom. The Company is registered in England and Wales.

INTERNATIONAL ACCOUNTING STANDARDS

For the year ended 30 April 2015, the company has prepared its accounts in accordance with International Financial Reporting Standards ("IFRS").

REVIEW OF THE BUSINESS

Fund Management and Asset Management continue to perform well and the regular quarterly fee income is a valuable contribution to performance.

Investment transactions declined in the second half of the year after a strong start.

Rating has enjoyed a much better year than last year, and the Chancellor's message to the Valuation Office to settle 95% of outstanding appeals by July 2015 has been implemented. Notable successes include a portfolio of 38 Bowling Alleys where we achieved a saving of over £2 million and a Soho office building where approximately £1 million was saved. The volume of valuations has shown a healthy increase as have the individual fees. The banks have returned to the lending market with a vengeance and there is no sign of this abating.

We have some good business in the pipeline and a new "SHIPS 15" syndicate was established after the year end to acquire a property just off Clerkenwell Green. The total syndicate investment including refurbishment will be circa £8m and it was oversubscribed.

FLETCHER KING SERVICES LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 APRIL 2015 (continued)

RESULTS AND DIVIDEND

The statement of comprehensive income is set out on page 8. The balance to be transferred to reserves is £535,866 (2014: £348,473). The Directors recommend the payment of an ordinary final dividend of £1.38 (2014: £4.14) per share. An interim dividend of £12.76 (2014: £1.38) per share has already been paid to the shareholders.

PROPERTY, PLANT AND EQUIPMENT

Details of movements in property, plant and equipment are set out in note 9 to the accounts.

POST BALANCE SHEET EVENTS

Post balance sheet events are detailed in note 25.

DIRECTORS

The directors during the year were:

D J R Fletcher
R E G Goode
R A Dickman

DISCLOSURE OF INFORMATION TO THE AUDITORS

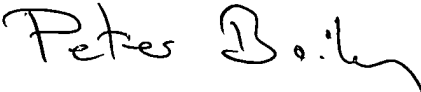
In the case of each person who was a Director at the time this report was approved, so far as that Director was aware there was no relevant available information of which the Company's auditors were unaware; and that Director had taken all steps that the Director ought to have taken as a Director to make himself aware of any relevant audit information and to establish that the Company's auditors were aware of that information.

AUDITORS

A resolution to re-appoint Nexia Smith & Williamson will be proposed at the next Annual General Meeting.

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime as set out within Part 15 of the CA 2006.

By order of the Board

 27/1/16

Peter Bailey
Secretary

FLETCHER KING SERVICES LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Directors' Report and the accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts in accordance with applicable law and International Financial Reporting Standards (IFRSs) as adopted by the European Union. Under company law the directors must not approve the accounts 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 accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state that the financial statements comply with IFRSs as adopted by the European Union;
- prepare the accounts 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 accounts 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.

Nexia Smith & Williamson

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FLETCHER KING SERVICES LIMITED

We have audited the financial statements of Fletcher King Services Limited for the year ended 30 April 2015 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity, the Statement of Cash Flows and the related notes 1 to 25. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the European Union.

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 set out on page 5, 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 Financial Reporting Council's (FRC'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 FRC's website at www.frc.org.uk/auditscopeukprivate.

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 30 April 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with IFRSs as adopted by the European Union; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

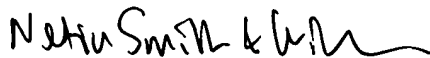
Opinion on other matter prescribed by the Companies Act 2006

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.

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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a strategic report or in preparing the directors' report.



Stephen Drew
Senior Statutory Auditor, for and on behalf of
Nexia Smith & Williamson
Statutory Auditor
Chartered Accountants

25 Moorgate
London
EC2R 6AY

Date 27 January 2016

FLETCHER KING SERVICES LIMITED

STATEMENT OF COMPREHENSIVE INCOME for the year ended 30 APRIL 2015

	Notes	2015 £	2014 £
REVENUE		3,342,667	3,400,687
Staff costs	5	(1,774,685)	(1,948,770)
Depreciation	9	(36,086)	(44,321)
Other operating charges		(1,000,336)	(1,025,358)
OPERATING PROFIT		531,560	382,238
Profit on disposal of available for sale investments		-	135,486
Income from investments	6	95,363	(40,135)
Finance income	6	6,858	8,770
PROFIT BEFORE TAXATION	4	633,781	486,359
Taxation	7	(97,915)	(137,886)
PROFIT FOR THE PERIOD		535,866	348,473

All the company's activities are considered to be continuing.

There is no other comprehensive income.

FLETCHER KING SERVICES LIMITED

STATEMENT OF FINANCIAL POSITION as at 30 APRIL 2015

	Notes	2015 £	2014 £
NON-CURRENT ASSETS			
Property, plant and equipment	9	83,644	112,250
Available for sale investments	10	975,002	850,002
Deferred tax asset	16	17,437	18,309
		<hr/> 1,076,083	<hr/> 980,561
CURRENT ASSETS			
Trade and other receivables	12	1,152,273	1,245,506
Cash and cash equivalents	13	1,297,989	1,702,530
		<hr/> 2,450,262	<hr/> 2,948,036
TOTAL ASSETS		<hr/> 3,526,345	<hr/> 3,928,597
CURRENT LIABILITIES			
Trade and other payables	14	1,014,384	841,835
Current taxation liabilities		73,597	92,116
Accruals and deferred income	15	620,924	867,705
		<hr/> 1,708,905	<hr/> 1,801,656
SHAREHOLDERS' EQUITY			
Share capital	17	50,000	50,000
Profit and loss reserve		1,767,440	2,076,941
		<hr/> 1,817,440	<hr/> 2,126,941
TOTAL SHAREHOLDERS' EQUITY		<hr/> 1,817,440	<hr/> 2,126,941
TOTAL EQUITY AND LIABILITIES		<hr/> 3,526,345	<hr/> 3,928,597

Approved by the Board on 27/1/16 and signed on its behalf


DJR FLETCHER
Director

FLETCHER KING SERVICES LIMITED

STATEMENT OF CHANGES IN EQUITY for the year ended 30 APRIL 2015

	Share capital	Profit & loss	Total
	£	£	£
Balance at 1 May 2013	50,000	1,866,615	1,916,615
Net profit for the period	-	348,473	348,473
Total comprehensive income	-	348,473	348,473
Equity dividends paid	-	(138,147)	(138,147)
Balance as at 30 April 2014	50,000	2,076,941	2,126,941
Net profit for the period	-	535,866	535,866
Total comprehensive income	-	535,866	535,866
Equity dividends paid	-	(845,367)	(845,367)
Balance at 30 April 2015	50,000	1,767,440	1,817,440

The profit and loss reserve comprises the undistributed profits of the Company.

FLETCHER KING SERVICES LIMITED

STATEMENT OF CASH FLOWS for the year ended 30 APRIL 2015

	2015 £	2014 £
Cash flow from operating activities		
Profit before taxation	633,781	486,359
Adjusted for:		
Depreciation expense	36,086	44,321
Profit on disposal of available for sale investments	-	(135,486)
Income from investments	(95,363)	40,135
Finance income	(6,858)	(8,770)
Cashflows from operating activities before movements in working capital	567,646	426,559
Decrease in trade and other receivables	93,233	501,042
(Decrease)/increase in trade and other payables	(74,232)	263,824
Cash (absorbed)/generated from operations	586,647	1,191,425
Taxation paid/(received)	115,562	(43,108)
Net cash flow from operating activities	471,085	1,148,317
Investing activities		
Purchase of fixed assets	(7,480)	(15,435)
Purchase of investments	(125,000)	(750,000)
Sale of investments	-	385,486
Finance income	6,858	8,770
Income from investments	95,363	(40,135)
Net cash flow from investing activities	(30,259)	(411,314)
Cash flows used in financing activities		
Dividends paid to shareholder	(845,367)	(138,147)
Net cash flows used in financing activities	(845,367)	(138,147)
Net (decrease)/increase in cash and cash equivalents	(404,541)	598,856
Cash and cash equivalents at beginning of year	1,702,530	1,103,674
Cash and cash equivalents at end of year (note 13)	1,297,989	1,702,530

Cash and cash equivalents (which are presented as a single class of asset on the face of the balance sheet) comprise cash at bank and short term deposits.

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015

1. GENERAL INFORMATION

Fletcher King Services Limited ('the Company') carries on the business of property fund management, property asset management, rating valuations and surveying throughout the United Kingdom. The Company is a private limited company incorporated and domiciled in England and Wales. The registered office address is 61 Conduit Street, London, W1S 2GB. These financial statements are presented in Sterling which is the Company's functional currency. The Company has no overseas operations.

2. PRINCIPAL ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies, which are also applicable to the financial statements of the Group, have been consistently applied to all the years presented.

Basis of preparation

The Company is a wholly owned subsidiary of a listed Group. In common with other European listed companies, the Group is required to prepare its consolidated financial statements in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union.

The company is itself a subsidiary company and is exempt from the requirement to prepare group accounts by virtue of section 401 of the Companies Act 2006. These financial statements therefore present information about the company as an individual undertaking and not about its group. The company and its subsidiaries are included within the consolidated accounts of Fletcher King plc, a company incorporated in the England and Wales.

New standards and interpretations

The following new standards and interpretations are effective for the year ended 30 April 2015. None of the pronouncements has had a material impact on the results or assets and liabilities for the year ended 30 April 2015.

- Amendment to the IFRS 10 "Consolidated Financial Statements" and IFRS 12 "Disclosure of interests in other entities" in respect of investment entities.

At the date of authorisation of these financial statements, the following new standards and interpretations are relevant to the Group and have been issued but have not been applied in these financial statements because they are not yet effective:-

- IFRS 9 Financial Instruments*
- IFRS 15 Revenue from Contracts with Customers*

*Not yet endorsed by the European Union

The directors do not anticipate that the adoption of these standards and interpretations will have a material impact on the Group's financial statements, however the extent of this has not yet been assessed. Certain of these standards and interpretations will require additional disclosures over and above those currently included in these financial statements in the period of application.

The preparation of financial statements in accordance with IFRS requires the use of certain critical accounting estimates and also requires management to exercise judgement in applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are highly significant to the financial statements, are set out in note 3 below.

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015

2. PRINCIPAL ACCOUNTING POLICIES (continued)

Property, plant and equipment and depreciation

Property, plant and equipment are stated at historical cost, net of depreciation, at rates calculated to write off the cost, less residual value, of each asset over its expected useful life. Depreciation rates on a straight line basis are as follows:-

Furniture and fittings	25%
Computer equipment	33%
Motor vehicles	25%
Short leasehold premium and improvements	10%

Cost includes expenditure that is directly attributable to the acquisition of the asset. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposal are determined by comparing proceeds with carrying amount. These are included in the income statement.

Investments

Investments held by the Company in subsidiary entities, not held for sale, are shown at cost less any provision for impairment.

The Directors determine the classification of investments held by the Company at initial recognition and re-evaluate this designation at each reporting date. At the balance sheet date all these investments were classified as available-for-sale. Available-for-sale investments are initially recognised at the fair value of the consideration given, including associated acquisition costs, which may equate to cost. On subsequent measurement, available-for-sale investments are measured at either fair value or at cost where fair value is not readily ascertainable. Changes in fair value are recognised in equity, together with the related deferred tax asset or liability. When such investments are disposed of, the accumulated gains or losses, previously recognised in equity, are transferred to the income statement.

Available-for-sale financial assets are included in non-current assets unless management intends to dispose of the investment within twelve months of the balance sheet date.

Financial instruments

Financial assets and liabilities are recognised on the Company's balance sheet when the Company becomes a party to the contractual provisions of the instrument.

i) Trade and other receivables

Trade and other receivables are initially measured at fair value, and are subsequently measured at amortised cost using the effective interest method. A provision is established when there is objective evidence that the Company will not be able to collect all amounts due. The amount of any provision is recognised in the income statement.

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015 (continued)

2. PRINCIPAL ACCOUNTING POLICIES (continued)

All financial assets are reviewed annually for impairment, and permanent impairment losses are reflected in the income statement. Investment income is recognised in the income statement.

ii) Cash and cash equivalents

Cash and cash equivalents includes cash in hand, call deposits held with banks, and other short-term highly liquid investments with original maturities of three months or less.

iii) Financial liabilities and equity

Financial liabilities and equity instruments issued by the Company are classified in accordance with the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. The accounting policies adopted for specific financial liabilities and equity instruments are set out below.

iv) Trade and other payables

Trade and other payables are initially measured at fair value, and are subsequently measured at amortised cost using the effective interest rate method.

v) Share capital

Ordinary shares are classified as equity.

Taxation

Current income tax is provided on taxable profits at the current rate. Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using the tax rates expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled. Deferred income tax assets are only recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Income tax and deferred tax are reflected in the income statement, unless they relate to items recognised in equity, in which case they are recognised in equity.

Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that the Company will be required to settle the obligation, and the amount can be reliably estimated. Provisions are measured at the Directors' best estimate of the expenditure required to settle the obligation at the balance sheet date.

Revenue recognition

Revenue comprises commissions, management fees and fees receivable excluding value added tax and is measured at fair value. Fees on property transactions and other contingent fee arrangements are recognised as earned on the unconditional completion of a contract or when a fee is contractually due. Fees for other professional services are recognised on completion of the assignment.

Interest and investment income is recognised on a time-proportion basis using the effective interest method.

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015 (continued)

Operating profit

Operating profit is stated before finance income, profit on disposals and taxation.

Employee benefits

No pension schemes are operated by the Company. Contributions to employees' money-purchase pension schemes are made on an arising basis where these form part of contractual remuneration obligations. The Company recognises a liability and an expense for cash-settled bonuses when contractually obliged or when there is a past practice creating a constructive obligation.

Group accounts

The company is itself a subsidiary company and is exempt from the requirement to prepare group accounts by virtue of section 401 of the Companies Act 2006. These financial statements therefore present information about the company as an individual undertaking and not about its group. The company and its subsidiaries are included within the consolidated accounts of Fletcher King plc, a company incorporated in England and Wales.

Leases

Leases of property, plant and equipment where the Company has substantially all the risks and rewards of ownership are classified as finance leases. Assets held under finance leases and hire purchase agreements are capitalised and included in non-current assets and are amortised in accordance with the depreciation policies detailed above. Obligations under such agreements are included in creditors net of finance charges allocated to future periods. Finance charges are debited to the income statement so that the annual rate of charge on the outstanding obligation is approximately constant.

Leases where the lessor retains substantially all the risks and rewards of ownership are classified as operating leases. Payments made under operating leases are charged to the statement of comprehensive income on a straight-line basis over the period of the lease.

Dividend distributions

Dividends distributed to the Company's shareholders are recognised as a liability in the Company's financial statements in the period in which the dividends are paid or approved by the Company's shareholders.

3. CRITICAL ACCOUNTING ESTIMATES AND ASSUMPTIONS

The preparation of the financial statements in conformity with International Financial Reporting Standards requires management to make estimates and assumptions concerning the future. While the resulting accounting estimates will, by definition, seldom equal the related actual results, in the opinion of the Directors the estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are detailed below:

a) Impairment of available-for-sale investments

The fair value of available-for-sale investments is determined by reference to the underlying value of the assets of those investments. The Directors have made provision for impairment where there is objective evidence that fair value is less than cost.

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015 (continued)

3. CRITICAL ACCOUNTING ESTIMATES AND ASSUMPTIONS (continued)

b) Provisions for impairment of trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost less provision for impairment. The Directors have made provisions for impairment where there is objective evidence that the Company will not be able to collect all amounts due. There have not been any provisions for impairment of available for sale investments or trade receivables in the year.

c) Recognition of deferred tax assets

Deferred income tax is provided in full using the liability method, on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amount used for the tax base. A deferred income tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred income tax assets and liabilities are not discounted. Deferred tax is measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates that have been enacted or substantively enacted at the balance sheet date.

d) Revenue recognition

The Directors regularly review the basis for recognition of revenue, which comprises commissions and fees receivable excluding value added tax. The basis of revenue recognition has not changed in the year.

4. PROFIT BEFORE TAXATION	2015 £	2014 £
<i>Is stated after charging:</i>		
Depreciation	36,086	44,321
Fees payable to the Company's auditor for the audit of the Company's financial statements	15,500	21,500
Fees payable to the Company's auditor and its associates for other services		
- tax services	2,800	2,800
- other services	-	-
Operating lease rentals	285,852	285,852
Rental income	33,044	11,144

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015 (continued)

5. STAFF COSTS

	2015	2014
	£	£
Basic wages and salaries	1,058,931	1,071,688
Performance based payments	470,304	611,795
	<hr/>	<hr/>
	1,529,235	1,683,483
Social security costs	194,816	223,034
Other costs	50,634	42,253
	<hr/>	<hr/>
	1,774,685	1,948,770
	<hr/>	<hr/>

The Company does not operate any pension schemes.

Average monthly number of employees were as follows:

	No.	No.
Management	4	4
Fee earners	7	7
Administration	7	7
	<hr/>	<hr/>
	18	18
	<hr/>	<hr/>

6. FINANCE INCOME

	2015	2014
	£	£
Bank interest	6,858	8,770
Income from trade investments	95,363	12,821
Prior year investment income reanalysed to subsidiary company	-	(52,956)
	<hr/>	<hr/>
	102,221	(31,365)
	<hr/>	<hr/>

FLETCHER KING SERVICES LIMITED

NPOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015 (continued)

7. TAXATION	2015 £	2014 £
Current tax		
UK Corporation tax - Current year	102,000	104,682
Prior year	(4,957)	(11,276)
	<hr/> 97,043	<hr/> 93,406
Deferred tax		
UK deferred tax – current year	872	44,480
	<hr/>	<hr/>
Total tax charge for the year	<hr/> 97,915	<hr/> 137,886

The tax assessed for the year is lower (2014: lower) than the standard rate of corporation tax in the UK of 21% (2014: 23%). The differences are explained below:

	2015 £	2014 £
Profit on ordinary activities before tax	633,781	486,359
	<hr/>	<hr/>
Profit on ordinary activities multiplied by corporation tax in the UK of 20.9% (2014: 22.8%)	132,460	110,890
Depreciation in excess of capital allowances	2,291	2,465
Expenses not deductible for tax purposes	8,441	7,222
Group dividend received	(19,086)	-
Group losses surrendered	(22,305)	(21,740)
Prior period adjustment	(4,957)	(11,276)
Other adjustments	199	5,845
	<hr/>	<hr/>
Total tax charge	<hr/> 97,043	<hr/> 93,406

FLETCHER KING SERVICES LIMITED**NOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015 (continued)**

8. DIVIDEND	2015 £	2014 £
Equity dividends on ordinary shares:		
Declared and paid during the year		
Final dividend for year ended 30 April 2014: £4.14 per share (2013: £1.38)	207,220	69,073
Interim dividend for the year ended 30 April 2015: £12.76 (2014: £1.38)	638,147	69,074
	<hr/>	<hr/>
	845,367	138,147
	<hr/>	<hr/>
Proposed final dividend for the year ended 30 April 2015	69,073	207,220
	<hr/>	<hr/>

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015 (continued)

9. PROPERTY, PLANT AND EQUIPMENT

2015	Furniture, fittings and computers	Motor vehicles	Short leasehold premium and improvements	Total
	£	£	£	£
Cost				
At 1 May 2014	169,430	53,348	276,252	499,030
Additions	7,480	-	-	7,480
Disposals	-	(53,348)	-	(53,348)
At 30 April 2015	176,910	-	276,252	453,162
Depreciation				
At 1 May 2014	149,271	53,348	184,161	386,780
Charge for year	8,462	-	27,624	36,086
Disposals	-	(53,348)	-	(53,348)
At 30 April 2015	157,733	-	211,785	369,518
Net book value at 30 April 2015	19,177	-	64,467	83,644
2014				
Cost				
At 1 May 2013	153,995	53,348	276,252	483,595
Additions	15,435	-	-	15,435
At 30 April 2014	169,430	53,348	276,252	499,030
Depreciation				
At 1 May 2013	132,573	53,348	156,537	342,458
Charge for year	16,698	-	27,624	44,322
At 30 April 2014	149,271	53,348	184,161	386,780
Net book value at 30 April 2014	20,159	-	92,091	112,250

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015 (continued)

10. AVAILABLE-FOR-SALE INVESTMENTS	2015	2014
	£	£
Fair value		
At 1 May	850,002	350,002
Additions	125,000	750,000
Disposals	-	(250,000)
	<hr/>	<hr/>
At 30 April	975,002	850,002
	<hr/>	<hr/>
Represented by:		
Investment in UK Subsidiaries	100,002	100,002
Investment in UK Property Syndicate	875,000	750,000
	<hr/>	<hr/>
	975,002	850,002
	<hr/>	<hr/>

The investment in the subsidiaries relates to full ownership of Fletcher King Investment Management plc, Fletcher King Equity Partners Limited and Fletcher King LP Limited, companies incorporated in England and Wales.

An amount of £875,000 (2014: £750,000) represents a member's interest in the Stratton House Investment Properties Syndicate (SHIPS 14) which was originally acquired during the year ended 30 April 2014 with additional investment during the year ended 30 April 2015. The investment is stated at cost, which is equal to the fair value of the investment based on the underlying value of the Syndicate's assets. During the year ended 30 April 2014, interests held in the Stratton House Investment Properties Syndicate (SHIPS11) were sold.

11. INVESTMENT IN SUBSIDIARIES

The company owns 100% of the ordinary share capital of Fletcher King LP Limited, Fletcher King Equity Partners Limited and Fletcher King Investment Management PLC.

	County of Incorporation	Ownership	Reserves	Profit for the year	Year end
Fletcher King Investment Management plc	England & Wales	100%	519,063	21,148	30/04/15
Fletcher King LP Limited	England & Wales	100%	1	0	31/03/15
Fletcher King Equity Partners Limited	England & Wales	100%	1	0	31/03/15

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015 (continued)

12. TRADE AND OTHER RECEIVABLES	2015	2014
	£	£
Trade receivables	1,026,478	971,980
Less provision for impairment	-	-
	<hr/>	<hr/>
	1,026,478	971,980
Amounts owed by group undertakings	9,943	4,752
Other receivables	14,453	33,079
Prepayments and accrued income	101,399	235,695
	<hr/>	<hr/>
	1,152,273	1,245,506
	<hr/>	<hr/>

Trade receivables constitute the only financial assets within the category “Loans and receivables” as defined by IAS 39.

The directors estimate that the carrying amount of trade debtors approximates to their fair value.

As at 30 April 2015, trade receivables of £Nil were considered to be impaired (2014: £ Nil).

The ageing of trade receivables is as follows:	£	£
Neither impaired nor past due	379,683	498,185
Not impaired but overdue by less than 30 days	564,557	462,972
Not impaired but overdue by between 30 and 60 days	73,404	8,479
Not impaired but overdue by more than 60 days	8,834	2,344
Impaired	-	-
	<hr/>	<hr/>
	1,026,478	971,980
	<hr/>	<hr/>

The maximum exposure to credit risk in relation to trade receivables at the reporting date is the fair value of trade receivables. The Company does not hold any collateral as security.

Other receivables do not contain impaired assets.

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015 (continued)

13. CASH AND CASH EQUIVALENTS	2015	2014
	£	£
Cash at bank and in hand	<u>1,297,989</u>	<u>1,702,530</u>

The directors consider that the carrying amount of these assets approximates to their fair value. The credit risk on liquid funds is limited because the counter-party is a bank with a high credit rating.

14. TRADE AND OTHER PAYABLES	2015	2014
	£	£
Trade payables	261,507	365,186
Taxation and social security	252,555	327,151
Amounts due to Group undertakings	500,322	149,498
	<u>1,014,384</u>	<u>841,835</u>

The directors consider that the carrying amount of trade payable approximates to their fair value.

15. ACCRUALS AND DEFERRED INCOME	2015	2014
	£	£
Bonus accruals	437,053	593,802
Other accruals and deferred income	183,871	273,903
	<u>620,924</u>	<u>867,705</u>

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015 (continued)

16. DEFERRED TAXATION

The following are the major deferred tax assets/(liabilities) recognised by the Company and movements thereon during the current and prior reporting period:

	Holiday pay accrual £	Revaluation of investments £	Total £
Timing differences on provisions			
At 1 May 2013	2,789	60,000	62,789
Movement in year	<u>(348)</u>	<u>(44,132)</u>	<u>(44,480)</u>
At 30 April 2014	<u>2,441</u>	<u>15,868</u>	<u>18,309</u>
Movement in year	<u>(116)</u>	<u>(756)</u>	<u>(872)</u>
At 30 April 2015	<u>2,325</u>	<u>15,112</u>	<u>17,437</u>

17. SHARE CAPITAL

	2015 £	2014 £
Authorised		
50,000 ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>
Allotted, called up and fully paid		
50,000 ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

The company has one class of ordinary shares which carry no rights to fixed income.

18. FINANCIAL COMMITMENTS

There were no capital commitments as at 30 April 2015 (2014: none).

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015 (continued)

19. OPERATING LEASE COMMITMENTS

As at 30 April 2015 and 2014, the Company had outstanding commitments under non-cancellable leases which fall due as follows:

	Property leases	
	2015	2014
	£	£
Within 1 year	286,000	286,000
In one to five years	298,000	584,000
	<hr/>	<hr/>
	584,000	870,000
	<hr/>	<hr/>

Property leases relate to office premises occupied by the Company.

20. REMUNERATION OF KEY MANAGEMENT PERSONNEL

The remuneration of the directors, who are the key management personnel of the Company, is set out below in aggregate for each of the categories specified in IAS 24 *Related Party Disclosures*.

	2015	2014
	£	£
Short term employee benefits	724,500	809,455
	<hr/>	<hr/>
	£	£
Highest paid director	266,330	356,983
	<hr/>	<hr/>

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the year ended 30 APRIL 2015 (continued)

21. RELATED PARTY TRANSACTIONS

There were no sales of goods or services to other group companies in the year (2014: Nil).

There were no purchases of goods or services from other group companies in the year (2014: Nil).

Amounts in the balance sheet at the year end in respect of group companies are as follows:

	Amounts owed by related parties		Amounts owed to related parties	
	2015	2014	2015	2014
	£	£	£	£
Fletcher King plc	-	-	500,321	57,493
Fletcher King Investment Management plc	9,744	4,553	-	-
Fletcher King LP Limited	-	-	1	92,005
Fletcher King EP Limited	199	199	-	-

Sale of goods and services to related parties were made at the Company's usual list prices. Purchases were made at market price. Transactions in the year related to the settlement by the Company of certain services and taxation liabilities on behalf of other group companies.

The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received. No provisions have been made for doubtful debts in respect of the amounts owed by related parties.

22. FINANCIAL INSTRUMENTS

The Company's financial instruments comprise UK unlisted investments, cash and cash equivalents, and items such as trade payables and trade receivables which arise directly from its operations. The main purpose of these financial instruments is to provide finance for the Company's operations.

The Company's operations expose them to a variety of financial risks including credit risk, interest rate risk, liquidity risk and equity price risk. Commensurate with the size of the Company, the directors set the policies regarding financial risk management, and these are implemented accordingly.

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the period ended 30 APRIL 2015 (continued)

22. FINANCIAL INSTRUMENTS (continued)

Financial assets at amortised cost

	2015	2014
	£	£
Trade receivables	1,026,478	971,980
Amounts owed by group undertakings	9,943	4,752
Other receivables	14,453	33,079
Cash and cash equivalents	<u>1,297,989</u>	<u>1,702,530</u>
	<u>2,348,863</u>	<u>2,712,341</u>

Financial liabilities at amortised cost

	2015	2014
	£	£
Trade payables	261,507	365,186
Taxation and social security	252,555	327,151
Other payables	-	-
Amounts owed to group undertakings	500,322	149,498
Bonus accruals	437,053	593,802
Other accruals and deferred income	<u>183,871</u>	<u>273,903</u>
	<u>1,635,308</u>	<u>1,709,540</u>

Credit risk

The Company's credit risk is attributable both to trade receivables and to cash balances held. The Company has implemented policies to ensure that credit checks are made on potential clients before work is carried out on their behalf. The amount of exposure to any individual counterparty is subject to limits set by the directors. Cash balances held are deposited with leading banks.

The carrying amount of financial assets represents the maximum credit exposure. The maximum credit exposure to credit risk at the reporting date was:

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the period ended 30 APRIL 2015 (continued)

22. FINANCIAL INSTRUMENTS (continued)

	2015 £	2014 £
Trade receivables	1,026,478	971,980
Cash and cash equivalents	1,297,989	1,702,530
Other receivables	14,453	33,079
	<u>2,338,920</u>	<u>2,707,589</u>

Interest rate risk

The Company has interest bearing assets, but no interest bearing liabilities. Interest bearing assets comprise only cash and cash equivalents which earn interest at a variable rate. The interest earned on the Company's cash and cash equivalents, denominated in sterling, derived principally from Money Market deposits of differing fixed time periods and from call deposits held with banks which provide short-term liquidity to meet liabilities when they fall due.

The Company is exposed to interest rate risk as a result of these positive cash balances. As at 30 April 2014, if interest rates had increased by 0.5% with all other variables held constant, post tax profit and equity for the Company would have been £6,858 (2014: £8,770) higher. Conversely, if interest rates had decreased by 0.5% with all other variables held constant, post tax profit and equity for the Company would have been £6,858 (2014: £8,770) lower.

The Company's cash and cash equivalents earned interest during the year at an average of 0.5% (2014: 0.5%).

Liquidity risk

The Company actively maintains cash and cash equivalents to ensure that there are sufficient funds available for a period of at least six months to meet liabilities when they fall due.

The following table shows the contractual maturities of the Company's financial liabilities, all of which are measured at amortised cost:

FLETCHER KING SERVICES LIMITED

NOTES TO THE ACCOUNTS for the period ended 30 APRIL 2015 (continued)

22. FINANCIAL INSTRUMENTS (continued)

	2015 £	2014 £
Financial liabilities falling due:		
Within 1 month	360,028	565,119
From 2 to 3 months	<u>522,403</u>	<u>667,772</u>
	<u>882,431</u>	<u>1,232,891</u>

23. CAPITAL RISK MANAGEMENT

The Company seeks, when managing capital, to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital.

The Company defines capital as being share capital plus reserves. The Board of Directors monitors the level of capital employed in order to achieve these objectives.

24. ULTIMATE PARENT UNDERTAKING

The directors regard Fletcher King Plc, registered in England and Wales, as the ultimate parent company. Copies of the accounts are available by application to the Company Secretary at 61 Conduit Street, London W1S 2GB.

25. POST BALANCE SHEET EVENTS

On 22 May 2015, the Company invested £752,500 in a new property investment syndicate (SHIPS 15) that acquired freehold office premises in Clerkenwell, London.

On 28 August 2015, the Company's interest in the SHIPS 14 syndicate was sold, realising a gain of approximately £590,000.