

# OLSWANG

**OMD Services Limited**

**Annual Report and Financial Statements**

**Year ended**

**30 April 2016**

**Registered number: 01775234**



**OMD Services Limited**

**Annual report and financial statements for the year ended 30 April 2016**

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**Directors**

Paul Stevens  
Neil Morling  
Olswang Directors 1 Limited

**Secretary and Registered office**

Olswang Cosec Limited, 90 High Holborn, London, WC1V 6XX

**Registered number**

01775234

**Independent Auditors**

BDO LLP, 55 Baker Street, London W1U 7EU

## **OMD Services Limited**

### **Report of the Directors for the year ended 30 April 2016**

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The Directors present their report together with the audited financial statements for the year ended 30 April 2016.

#### **Principal activities, trading review and future developments**

The principal activity of the company is the provision of office services.

The directors expect the business to continue in a similar manner in the future.

#### **Results and dividends**

The statement of comprehensive income and retained earnings is set out on page 5 and shows the result for the year.

The directors do not recommend the payment of a dividend (2015: £nil).

#### **Directors**

The directors of the company during the year were:

Michael Burdon (resigned 30 November 2015)  
Simon Glynn (resigned 4 December 2015)  
Neil Morling (appointed 30 November 2015)  
Paul Stevens (appointed 24 June 2015)  
Olswang Directors 1 Limited

The issued share capital is held by the directors on behalf of the members of Olswang LLP. The entire turnover has been derived from services provided to Olswang LLP and its sub-tenants. None of the directors received remuneration during the year.

#### **Going concern**

The directors have a reasonable expectation that the company has adequate resources to meet its operational needs for the foreseeable future and has therefore continued to adopt the going concern basis in preparing the financial statements.

#### **Statement of disclosure of information to auditors**

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware and the directors have taken all steps that they ought to have taken in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

#### **Directors' responsibilities**

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations.

**OMD Services Limited**

**Report of the Directors for the year ended 30 April 2016 (*continued*)**

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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 for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and the apply them consistently
- make judgements and accounting estimates that are reasonable and prudent
- 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 Company's Act 2006. They are also responsible for the safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

BDO LLP have expressed their willingness to continue in office and a resolution to re-appoint them as auditors will be proposed at the next annual general meeting.

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

**By order of the Board**



Paul Stevens  
Chief Executive Officer  
For and on behalf of the Directors

2 November 2016

## **OMD Services Limited**

### **Independent auditor's report to the Directors of OMD Services Limited**

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We have audited the financial statements of OMD Services Limited for the year ended 30 April 2016 which comprise of the statement of comprehensive income and retained earnings, 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 auditors**

As explained more fully in the statement of directors' responsibilities, 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](http://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 2016 and of its result 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 matters prescribed by the Companies Act 2006**

In our opinion the information given in the directors' report for the year ended 30 April 2016 for which the financial statements are prepared is consistent with the financial statements.

**OMD Services Limited**

**Independent auditor's report to the Directors of OMD Services Limited (*continued*)**

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**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 and the directors' report in accordance with the small companies regime and to the exemption from the requirement to prepare a strategic report.



Tim Neathercoat (senior statutory auditor)  
For and on behalf of BDO LLP, statutory auditor  
London

Date 3 November 2016.

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

**OMD Services Limited**

**Statement of Comprehensive Income and Retained Earnings for the year ended 30 April 2016**

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	<b>Note</b>	<b>2016 £'000</b>	<b>2015 £'000</b>
<b>Turnover</b>	<b>1</b>	<b>11,694</b>	<b>11,568</b>
<b>Operating costs</b>		<b>(11,694)</b>	<b>(11,568)</b>
<hr/>			
<b>Operating profit and profit on ordinary activities before tax</b>	<b>3</b>	<b>-</b>	<b>-</b>
<b>Corporation tax on profit on ordinary activities</b>		<b>-</b>	<b>-</b>
<hr/>			
<b>Profit / (loss) for the year and total comprehensive income</b>		<b>-</b>	<b>-</b>
<hr/>			
<b>Retained earnings at the beginning of the period</b>		<b>-</b>	<b>-</b>
<b>Retained earnings at the end of the period</b>		<b>-</b>	<b>-</b>
<hr/>			

All amounts relate to continuing activities.

All recognised gains and losses are included in the statement of comprehensive income and retained earnings.

The notes on pages 7 to 10 form part of these financial statements.

**OMD Services Limited**

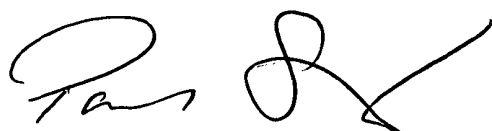
**Balance Sheet As At 30 April 2016**

**Registered number: 01775234**

	<b>Note</b>	<b>2016</b> <b>£'000</b>	<b>2015</b> <b>£'000</b>
<b>Current assets</b>			
Debtors	<b>4</b>	<b>3,711</b>	3,699
<b>Creditors: amounts falling due within one year</b>	<b>5</b>	<b>(17)</b>	(361)
<b>Net current assets</b>		<b>3,694</b>	3,338
<b>Provision for liabilities</b>	<b>6</b>	<b>(3,694)</b>	(3,338)
<b>Net assets</b>		<b>-</b>	-
<b>REPRESENTED BY:</b>			
<b>Share Capital</b>	<b>7</b>	-	-
<b>Retained Profit</b>		-	-
		<b>-</b>	-

These accounts are prepared in accordance with the provisions applicable to entities subject to the small companies' regime.

The financial statements on pages 5 to 10 were approved and authorised for issue on 2 November 2016 and signed on behalf of the Board of directors by:



Paul Stevens  
Chief Executive Officer  
For and on behalf of the Directors

The notes on pages 7 to 10 form part of these financial statements.



## OMD Services Limited

### Notes forming part of the Financial Statements for the year ended 30 April 2016

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#### 1. Accounting policies

OMD Services Limited is a company incorporated in England & Wales under the Companies Act. The address of the registered office is given on the contents page and the nature of the company's operations and its principal activities are set out in the strategic report. The financial statements have been prepared in accordance with FRS102 the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland.

These financial statements are the first financial statements prepared under FRS102 and information on the impact of first-time adoption of FRS102 is given in note 12.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires Group management to exercise judgement in applying the Group's accounting policies (see note 2).

##### *Turnover*

Turnover is the total service fee derived from the provision of core office services during the year and excludes VAT. Turnover is wholly attributable to the principal activity of the company and arises solely within the United Kingdom. Turnover is recognised in the period to which the service relates.

##### *Property provisions*

An estimate for potential dilapidations due on exit from group properties has been made and is reviewed annually. The property provision is in respect of dilapidations. The provision is being accrued up to the present value of the estimated costs of the dilapidation repairs arising from the contractual obligations in the lease agreements, over the life of the lease.

##### *Lease and hire purchase contracts*

Operating lease rentals are charged to the income statement on a straight-line basis over the period of the lease as incurred. Rental income from sublet leases of office premises is recognised on a straight line basis over the term of the relevant lease. Reverse premiums and similar incentives to enter into operating lease agreements are initially recorded as accrued income and released to the income statement over the period to the date of the first break option in line with the provisions of FRS 102.

##### *Going concern*

The company will be supported by Olswang LLP if required. The directors consider that Olswang LLP has sufficient funds to meet any future funding requirements of the company if required and as such, that the company will have access to adequate resources to meet its operational needs for the foreseeable future and has therefore adopted the going concern basis in preparing the financial statements.

## OMD Services Limited

### Notes forming part of the Financial Statements for the year ended 30 April 2016 (continued)

#### 2. Judgements in applying accounting policies and key sources of estimation uncertainty

In preparing these financial statements, the members have made the following judgements:

- Determine whether leases entered into by the group either as a lessor or a lessee are operating or finance leases. These decisions depend on an assessment of whether the risks and rewards of ownership have been transferred from the lessor to the lessee on a lease by lease basis.
- Due to the nature of provisions, a significant part of their determination is based upon estimates and/or judgements concerning the future. The property provision is in respect of dilapidations and is considered to be the areas where the application of judgement has the most significant impact. The provision requires estimates to be made of the likely cost of dilapidation repairs arising from the contractual obligations in the lease agreements and is based on the best information available as at the year end, which incorporates independent expert advice.

#### 3. Profit on ordinary activities before and after tax

	2016	2015
	£'000	£'000
This is stated after charging:		
Operating lease charge	9,394	9,540

Audit fees of £5,650 (2015: £5,500) for the Company is paid by Olswang LLP.

#### 4. Debtors

	2016	2015
	£'000	£'000
Debtors	13	126
Prepayments	1,728	1,771
Amounts due from related parties (note 9)	1,058	527
Accrued Income	912	1,275
	<b>3,711</b>	<b>3,699</b>

All amounts shown under debtors fall due for payment within one year.

**OMD Services Limited****Notes forming part of the Financial Statements for the year ended 30 April 2016 (continued)****5. Creditors: amounts falling due within one year**

	<b>2016</b>	<b>2015</b>
	<b>£'000</b>	<b>£'000</b>
Creditors	<b>17</b>	-
Taxation and social security	-	361
	<b>17</b>	<b>361</b>

**6. Provision for liabilities and charges**

	<b>2016</b>	<b>2015</b>
	<b>£'000</b>	<b>£'000</b>
<b>Property Provision</b>		
As at 1 May 2015	<b>3,338</b>	3,133
Provided in year	<b>356</b>	339
Utilised in year	-	(134)
	<b>3,694</b>	<b>3,338</b>
<b>At 30 April 2016</b>		

The property provision is in respect of dilapidations. The provision is being accrued up to the present value of the estimated costs of the dilapidation repairs arising from the contractual obligations in the lease agreements, over the life of the lease.

**7. Share Capital**

	<b>2016</b>	<b>2015</b>
	<b>£'000</b>	<b>£'000</b>
<b>Authorised share capital</b>		
1,000 ordinary shares of £1 each	<b>1,000</b>	1,000
<b>Issued and fully paid share capital</b>		
10 ordinary shares of £1 each	<b>10</b>	10

**OMD Services Limited****Notes forming part of the Financial Statements for the year ended 30 April 2016 (continued)****8. Operating lease commitments**

The group had minimum lease payments under non-cancellable operating leases as set out below :

	<b>2016</b>	<b>2015</b>
	<b>Land and</b>	<b>Land and</b>
	<b>buildings</b>	<b>buildings</b>
	<b>£'000</b>	<b>£'000</b>
One year	<b>9,428</b>	9,356
Later than one year and not later than five years	<b>37,127</b>	37,299
Later than five years	<b>8,245</b>	17,429
	<b>54,800</b>	64,084

**9. Related party transactions**

The company has taken advantage of the exemption conferred by FRS 102(33.1) not to disclose transactions with members of the group headed by Olswang LLP on the grounds that 100% of the voting rights in the company are controlled within that group and the company is included in consolidated financial statements.

**10. Ultimate parent company**

The company is a subsidiary of Olswang Holdings Limited which is the ultimate parent company. Olswang Holdings Limited is controlled by the members of Olswang LLP, a firm of solicitors based in London. P Stevens was a member of Olswang LLP both during, and at the end of the year ended 30 April 2016.

The smallest and largest group in which the results of the company are consolidated is Olswang LLP. The consolidated financial statements of Olswang LLP are available to the public and may be obtained from Companies House. No other group financial statements include the results of the company.

**11. Directors interest**

No directors received emoluments in respect of their services to the company during the year (2015 - £Nil).

**12. Transition to FRS102**

In the directors' opinion, there have been no material adjustments required to the financial statements as a result of the transition to FRS102 and thus comparative periods have not been restated.