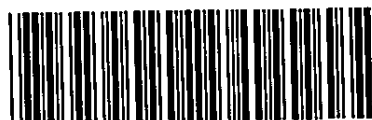


Home Collection Services Limited
Annual report and financial statements
for the year ended 31 July 2011

Registered number 2333137

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Home Collection Services Limited

Annual report and financial statements

for the year ended 31 July 2011

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Home Collection Services Limited

Registered Number 2333137

Directors and advisors

Directors

N G McRoberts

A J McRoberts

R N McRoberts

Company secretary

A J McRoberts

Independent auditors

PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors

101 Barbirolli Square

Lower Mosley Street

Manchester

M2 3PW

Solicitors

Pannone & Partners

123 Deansgate

Manchester

M3 2BU

Registered office

Moorcroft House

2 Spring Gardens

Stockport

Cheshire

SK1 4AA

Registered number

2333137

Home Collection Services Limited

Registered Number 2333137

Directors' report for the year ended 31 July 2011

The directors present their annual report and the audited financial statements of the company for the year ended 31 July 2011

Principal activity

The company commenced trading on 1 August 2010. The principal activity of the company during the year was the provision of debt recovery and related services to the credit industry.

Review of business and future developments

The level of business during the year and the financial position at 31 July 2011 was satisfactory. The company is continuing to expand in the provision of debt recovery and related services.

Risks and uncertainties

The management of the business and the execution of the company's strategy are subject to a number of risks. The key business risk affecting the company is considered to be competition within the market.

Key performance indicators

Given the straightforward nature of the business, the company's directors are of the opinion that analysis using KPIs is not necessary for an understanding of the development, performance or position of the business.

Results and dividends

The directors have declared no dividends.

The retained profit for the financial year of £29,927 (2010: retained profit £nil) was transferred to reserves.

Creditor payment policy

The costs of the company are incurred via a recharge from a related company and the creditor with that company is held in the balance sheet.

Financial risk management

The company's operations expose it to a variety of financial risks that include the effects of changes in price risk, credit risk and interest rate risk.

Given the size of the company, the directors have not delegated the responsibility of monitoring financial risk management to a sub-committee of the Board. The policies set by the Board of directors are implemented by the company's finance department. The department monitors circumstances to determine where it would be appropriate to use financial instruments to manage financial risks.

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Directors' report for the year ended 31 July 2011 (continued)

Price risk

The company is exposed to minimal price risk as a result of its operations. Therefore, the directors consider that the costs of managing exposure to price risk exceed any potential benefits. The directors will continue to monitor the appropriateness of this policy. The company has no exposure to equity securities price risk as it holds no listed or other equity investments.

Credit risk

The company has implemented policies that require appropriate credit checks on potential customers before sales are made.

Interest rate cash flow risk

The company has both interest bearing assets and interest bearing liabilities. Interest bearing assets include cash balances, all of which earn interest at variable rates. The company does not place cash on short term deposits.

Directors

The directors who held office during the financial year and to the current date are listed on page 1 of these financial statements.

Qualifying third party indemnity provisions

The directors benefited from qualifying third party indemnity provision in place during the year and to the date of this report.

Statement of directors' responsibilities

The directors are responsible for preparing 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 year. Under that law the directors have prepared 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 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 UK Accounting Standards 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.

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Directors' report for the year ended 31 July 2011 (continued)

Statement of disclosure of information to auditors

Each of the persons who are a director at the date of approval of this report confirms that

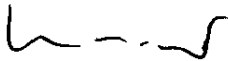
(a) so far as each director are aware, there is no relevant audit information of which the company's auditors are unaware, and

(b) each director has taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information

Independent auditors

PricewaterhouseCoopers LLP has been appointed the first independent auditors

By order of the Board on 25 November 2011



A J McRoberts
Company secretary

Home Collection Services Limited

Registered Number 2333137

Independent auditors' report to the members of Home Collection Services Limited

We have audited the financial statements of Home Collection Services Limited for the year ended 31 July 2011 which comprise profit and loss account, the balance sheet, the accounting policies 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).

Respective responsibilities of directors and auditors

As explained more fully in the statement of directors' responsibilities 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. 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 Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report and financial statements to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 31 July 2011 and of its profit 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 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.

Home Collection Services Limited

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Independent auditors' report to the members of Home Collection Services Limited (continued)

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



Martin Heath (Senior Statutory Auditor)

For and on behalf of PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors

Manchester

25 November 2011

Home Collection Services Limited

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Profit and loss account for the year ended 31 July 2011

	Note	2011 £	2010 £
Earned income	1	4,159,468	-
Administrative expenses	2	(4,118,285)	-
Profit on ordinary activities before taxation		41,183	-
Tax on profit on ordinary activities	3	(11,256)	-
Profit for the financial year	8	29,927	-

The above results relate to continuing operations

The company has no recognised gains and losses other than those included in the profit and loss account above, and therefore no separate statement of recognised gains and losses has been presented

There is no material difference between the profit on ordinary activities before taxation and the profit for the financial year stated above and their historical cost equivalents

The accounting policies and notes on pages 9 to 13 form part of these financial statements

Home Collection Services Limited

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Balance sheet as at 31 July 2011

	Note	2011 £	2010 £
Current assets			
Debtors	4	41,185	2
Creditors: amounts falling due within one year	5	(11,256)	-
Net current assets		29,929	2
Capital and reserves			
Called up share capital	6	2	2
Profit and loss account	7	29,927	-
Total shareholders' funds	8	29,929	2

The financial statements on pages 7 to 13 were approved by the Board of directors on 25 November 2011 and were signed on its behalf by



N G McRoberts
Director

The accounting policies and notes on pages 9 to 13 form part of these financial statements

Home Collection Services Limited

Registered Number 2333137

Accounting policies

Basis of accounting

The financial statements have been prepared on the going concern basis, in accordance with the Companies Act 2006 and applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, are set out below.

The financial statements are prepared in accordance with the historical cost convention.

Earned income and administrative expenses

All income arises from the company's principal activity, the provision of debt recovery and related services to the credit industry, and is earned in the UK.

Earned income represents commission received for the recovery of debts and amounts received on the recovery of bought debt. The Group recognises gross amounts as collected in earned income. The costs of bought debt are charged to administrative expenses such that profit is recognised when cash collected exceeds the cost of the related bought debt.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date.

A net deferred tax asset is recognised as recoverable only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits against which to recover carried forward tax losses and from which the future reversal of underlying timing differences can be deducted.

Deferred tax is measured at the average 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 an undiscounted basis.

Cash flow

The company is a wholly owned subsidiary company of a group headed by Moorcroft Group Public Limited Company, and is included in the consolidated financial statements of that company, which are publicly available. Consequently, the company has taken advantage of the exemption within FRS 1 (revised 1996) 'Cash flow statements' from preparing a cash flow statement.

Current taxation

Corporation tax payable is provided on taxable profits at the current rate.

Home Collection Services Limited

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Notes to the financial statements for the year ended 31 July 2011

1 Earned income

The earned income for the company is derived from a management fee receivable from a fellow subsidiary Moorcroft Debt Recovery limited

2 Administrative expenses

The parent company, Moorcroft Group Public Limited Company, holds all the fixed assets used by the company, pays all wages and salaries, audit fees and a proportion of other operating expenses. These costs are then recharged by means of an annual management charge. The directors did not receive any emoluments for their services to the company (2010: £nil)

3 Tax on profit on ordinary activities

	2011 £	2010 £
Current tax		
UK corporation tax on profits of the period	11,256	-
Total current tax	11,256	-
Deferred tax		
Origination and reversal of timing differences	-	-
Total tax on profit on ordinary activities	11,256	-

The actual tax charge differs from the standard rate for the reasons set out in the following reconciliation

	2011 £	2010 £
Profit on ordinary activities before tax	41,183	-
Tax on profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 26.67% (28%)	10,984	-
Tax at marginal rates	272	-
Current tax charge	11,256	-

Factors affecting current and future tax charges

During the year, the relevant deferred tax balances have been re-measured as a result of the change in the UK main corporation tax rate to 26%, which was substantively enacted on 29 March 2011 and was effective from 1 April 2011, and to 25%, which was substantively enacted on 5 July 2011 and will be effective from 1 April 2012.

Further reductions to the UK corporation tax rate were announced in the March 2011 Budget. The changes, which are expected to be enacted separately each year, propose to reduce the rate by 1% per annum to 23% by 1 April 2014. The changes had not been substantively enacted at the balance sheet date and therefore are not recognised in these financial statements.

There is no deferred tax recognised or unrecognised (2010: £nil)

Home Collection Services Limited

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Notes to the financial statements for the year ended 31 July 2011 (continued)

4 Debtors

	2011	2010
	£	£
Amounts falling due within one year		
Amounts owed to holding company	2	2
Amounts owed to fellow subsidiaries	41,183	-
	41,185	2

5 Creditors: amounts falling due within one year

	2011	2010
	£	£
Corporation tax	11,256	-
	11,256	-

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Notes to the financial statements for the year ended 31 July 2011 (continued)

6 Called up share capital

	2011 £	2010 £
Authorised		
100,000 (2010 100,000) ordinary shares of £1 each	100,000	100,000
Allotted, and fully paid		
2 (2010 2) ordinary shares of £1 each	2	2

7 Profit and loss account

	£
At 1 August 2010	-
Retained profit for the financial year	29,927
At 31 July 2011	29,927

8 Reconciliation of movements in shareholders' funds

	2011 £	2010 £
Profit for the financial year	29,927	-
Net addition to shareholders' funds	29,927	-
Opening shareholders' funds	2	2
Closing shareholders' funds	29,929	2

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Notes to the financial statements for the year ended 31 July 2011 (continued)

9 Ultimate parent company and controlling party

The directors regard Moorcroft Group Public Limited Company, a company registered in England and Wales, as the immediate and ultimate parent company. According to the register kept by the company, Moorcroft Group Public Limited Company had a 100% interest in the equity capital of Home Collection Services Limited at 31 July 2011. Moorcroft Group Public Limited Company is the smallest and largest group to consolidate the accounts of the company and their financial statements are available at Moorcroft House, 2 Spring Gardens, Stockport, Cheshire, SK1 4AA.

N G McRoberts is the controlling party of Moorcroft Group Public Limited Company by virtue of his controlling interest in that company's equity capital and therefore the ultimate controlling party of Home Collection Services Limited.

10 Related party transactions

The company has taken advantage of the exemption under paragraph 3(c) from the provisions of FRS8, 'Related Party Disclosures', on the grounds that it is a wholly owned subsidiary of a group headed by Moorcroft Group Public Limited Company, whose financial statements are publicly available.