

Registration number 02619538

Premier Managed Payphones Limited
Directors' report and financial statements
for the year ended 31 December 2012

THURSDAY



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26/09/2013
COMPANIES HOUSE

Premier Managed Payphones Limited

Company information

Directors	Jayesh Patel Jayten Patel Keith Scott Stephen Martin
Secretary	Stephen Martin
Company number	02619538
Registered office	Maniland House 12 Court Parade East Lane Wembley HA0 3HU
Auditors	Leftley Rowe & Company The Heights 59-65 Lowlands Road Harrow Middlesex HA1 3AW
Bankers	Royal Bank of Scotland plc 175 - 177 Kensington High Street Kensington London W8 6SH

Premier Managed Payphones Limited

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Premier Managed Payphones Limited

Directors' report for the year ended 31 December 2012

The directors present their report and the financial statements for the year ended 31 December 2012

Principal activity

The group, of which the company is a member provides Bedside Entertainment Systems to acute NHS hospitals. In addition, the group provides payphones and bedside entertainment and telephone units and bedside phone and TV units called Easitalk and Easiview respectively. The company manages payphones within a number of sites, mainly in hospitals across the UK. The company also manages the Easitalk and Easiview terminals installed by the group.

Business review

The majority of the group's business to date is derived from entertainment and communication terminals at patients' bedsides.

The group uses a number of KPI's covering its business performance, key ones being

EBITDA - earnings before interest, tax, depreciation and amortisation reflect the ability of the group to generate cash from its ongoing operations.

Revenue - revenue per terminal per day broken down into type of revenue stream.

Costs - costs per terminal per day, chiefly covering site staff costs, maintenance costs and direct costs of sales. The group has taken active steps to reduce the costs of staff during the year and to tightly control other costs.

Results and dividends

The profit for the year, after taxation, amounted to £169,810. No dividends were paid during the year.

Directors

The directors who served during the year are as stated below:

Jayesh Patel

Jayten Patel

Keith Scott

Stephen Martin

Premier Managed Payphones Limited

**Directors' report
for the year ended 31 December 2012**

continued

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 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 and of the profit or loss of the company for that year. In preparing these financial statements, the directors are required to

- select suitable accounting policies and apply them consistently,
- make judgements and 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 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.

In so far as the directors are aware

- there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and
- the directors have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Auditors

Leftley Rowe & Company are deemed to be reappointed in accordance with Section 487(2) of the Companies Act 2006.

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

This report was approved by the Board on 24 Sept 13 and signed on its behalf by

Stephen Martin
Director



**Independent auditor's report to the shareholders of
Premier Managed Payphones Limited**

We have audited the financial statements of Premier Managed Payphones Limited for the year ended 31 December 2012 which comprise the profit and loss account, 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 in an auditors' 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 Directors' Responsibilities Statement set out on pages 1 - 2, 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 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.

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 Directors' 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 of our report.

Opinion on the 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 December 2012 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.

**Independent auditor's report to the shareholders of
Premier Managed Payphones 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



**Christopher Andrews (senior statutory auditor)
For and on behalf of Leftley Rowe & Company
Chartered Accountants and
Statutory Auditors**

24/9/2013

**The Heights
59-65 Lowlands Road
Harrow
Middlesex
HA1 3AW**

Premier Managed Payphones Limited

**Profit and loss account
for the year ended 31 December 2012**

		Continuing operations	
		2012	2011
	Notes	£	£
Turnover	2	825,846	1,931,016
Cost of sales		(171,061)	(633,153)
Gross profit		<u>654,785</u>	<u>1,297,863</u>
Administrative expenses		(476,604)	(818,616)
Operating profit	3	<u>178,181</u>	<u>479,247</u>
Interest payable and similar charges	5	<u>(8,371)</u>	<u>(85,788)</u>
Profit on ordinary activities before taxation		169,810	393,459
Tax on profit on ordinary activities	6	<u>-</u>	<u>-</u>
Profit for the year	12	<u><u>169,810</u></u>	<u><u>393,459</u></u>

There are no recognised gains or losses other than the profit or loss for the above two financial years

The notes on pages 7 to 12 form an integral part of these financial statements.

Premier Managed Payphones Limited

**Balance sheet
as at 31 December 2012**

		2012		2011	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	7		-		2,264
Current assets					
Stocks		37,273		42,691	
Debtors	8	96,855		107,382	
Cash at bank and in hand		40,834		61,037	
		<u>174,962</u>		<u>211,110</u>	
Creditors: amounts falling due within one year	9	<u>(470,085)</u>		<u>(678,307)</u>	
Net current liabilities			<u>(295,123)</u>		<u>(467,197)</u>
Total assets less current liabilities			<u>(295,123)</u>		<u>(464,933)</u>
Deficiency of assets			<u>(295,123)</u>		<u>(464,933)</u>
Capital and reserves					
Called up share capital	11		100		100
Profit and loss account	12		<u>(295,223)</u>		<u>(465,033)</u>
Shareholders' funds	13		<u>(295,123)</u>		<u>(464,933)</u>

These financial statements 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 on 24 Sept 13 and signed on its behalf by

Stephen Martin
Director



Registration number 02619538

The notes on pages 7 to 12 form an integral part of these financial statements.

Premier Managed Payphones Limited

Notes to the financial statements for the year ended 31 December 2012

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and comply with financial reporting standards of the Accounting Standards Board

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company

1.2. Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts. This represents the amount of cash collected from payphones and Easitalk and Easiview units during the year, plus an accrual for cash received in payphones but not collected at the year end. Turnover also includes revenue from the sale of payphones, payphone brackets, Easitalk and Easiview units and also from underperforming payphones and terminals in hospitals

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows

Plant and machinery	-	5 - 15 years
Fixtures, fittings and equipment	-	3 - 8 years
Telephone equipment	-	3 - 4 years

1.4. Stock

Stock is valued at the lower of cost and net realisable value. Net realisable value represents estimated selling price less costs to complete and sell. Provision is made for slow moving, obsolete or damaged stock where the net realisable value is less than cost

1.5. 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 have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

Premier Managed Payphones Limited

Notes to the financial statements for the year ended 31 December 2012

continued

1.6. Going concern

In order to assess the appropriateness of preparing the financial statements on a going concern basis, management has prepared detailed projections of expected future cash flows and these have been reviewed by the Board. These forecasts include potential uncertainties and sensitivities of key assumptions.

The directors have considered the current financial position of the group and the cash flow forecasts for the foreseeable future, and believe that the group will generate sufficient funds to meet its obligations and all financial liabilities as they fall due, for a period of at least 12 months from the date of signing these financial statements. The directors therefore believe that the company is a going concern.

The company has net liabilities of £295,123 at the Balance Sheet date. The company's parent, Pretel Group Limited, has indicated that it will provide or procure such funds as are necessary to enable the company to settle all liabilities as they fall due. Accordingly, the financial statements have been prepared on a going concern basis.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating profit

	2012	2011
	£	£
Operating profit is stated after charging		
Depreciation and other amounts written off tangible assets	2,264	19,518
Auditors' remuneration (Note 4)	2,100	-
	<u>2,100</u>	<u>-</u>

4. Auditors' remuneration

	2012	2011
	£	£
Auditors' remuneration	2,100	-
	<u>2,100</u>	<u>-</u>

5. Interest payable and similar charges

	2012	2011
	£	£
Included in this category is the following		
Interest payable on loans < 1 yr	8,371	85,788
	<u>8,371</u>	<u>85,788</u>

Premier Managed Payphones Limited

**Notes to the financial statements
for the year ended 31 December 2012**

continued

6. Tax on profit on ordinary activities

Analysis of charge in period	2012 £	2011 £
Tax on profit on ordinary activities	-	-
Factors affecting tax charge for period		
The tax assessed for the period is lower than the main rate of corporation tax in the UK (24%) The differences are explained below		
	2012 £	2011 £
Profit on ordinary activities before taxation	169,810	393,459
Profit on ordinary activities multiplied by main rate of corporation tax in the UK of 24% (31 December 2011 26%)	40,754	102,299
Effects of:		
Depreciation for period in excess of capital allowances	543	5,075
Utilisation of tax losses	-	(43,550)
Group relief	(41,297)	(63,824)
Current tax charge for period	-	-

Premier Managed Payphones Limited

**Notes to the financial statements
for the year ended 31 December 2012**

continued

7. Tangible fixed assets	Plant and machinery	Fixtures, fittings and equipment	Telephone equipment	Total
	£	£	£	£
Cost				
At 1 January 2012	274,434	12,783	1,197,000	1,484,217
At 31 December 2012	274,434	12,783	1,197,000	1,484,217
Depreciation				
At 1 January 2012	274,434	10,519	1,197,000	1,481,953
Charge for the year	-	2,264	-	2,264
At 31 December 2012	274,434	12,783	1,197,000	1,484,217
At 31 December 2012	-	-	-	-
At 31 December 2011	-	2,264	-	2,264
8. Debtors			2012	2011
			£	£
Prepayments and accrued income			96,855	107,382
9. Creditors: amounts falling due within one year			2012	2011
			£	£
Amounts owed to group undertaking			321,722	474,047
Other taxes and social security costs			112,796	150,033
Accruals and deferred income			35,567	54,227
			470,085	678,307

Premier Managed Payphones Limited

**Notes to the financial statements
for the year ended 31 December 2012**

continued

10. Provision for deferred taxation

At the balance sheet date there is an unrecognised deferred tax asset of £395,881 (2011 £577,881), measured at 20% (2011 26%). This asset has not been recognised due to uncertainty over future profit levels.

The small profits rate will be unified with the main rate, so from 1 April 2015 there will be only one Corporation Tax rate set at 20%.

11. Share capital	2012	2011
	£	£
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>
12. Equity Reserves	Profit and loss account	Total
	£	£
At 1 January 2012	(465,033)	(465,033)
Profit for the year	169,810	169,810
At 31 December 2012	<u>(295,223)</u>	<u>(295,223)</u>
	<u> </u>	<u> </u>
13. Reconciliation of movements in shareholders' funds	2012	2011
	£	£
Profit for the year	169,810	393,459
Opening shareholders' funds	<u>(464,933)</u>	<u>(858,392)</u>
Closing shareholders' funds	<u>(295,123)</u>	<u>(464,933)</u>
	<u> </u>	<u> </u>

14. Related party transactions

This company is exempt under the terms of FRS 8 from disclosing related party transactions with other companies within the group qualifying as related parties, as the consolidated financial statements of Pretel Group Limited, in which the company is included, are publicly available.

Premier Managed Payphones Limited

**Notes to the financial statements
for the year ended 31 December 2012**

continued

15. Ultimate parent undertaking

The immediate parent company is Premier Telesolutions Limited, a company incorporated in England and Wales. The ultimate parent company is Catwise Limited, a company incorporated in England & Wales.

The results of the company are consolidated in the UK group headed by Pretel Group Limited. The consolidated financial statements of this company are available to the public and can be obtained from the company's registered office.