

Financial Statements

for the year ended 31 March 2023

ECHG (Harrow) Homes Limited

Company Number: 02865288



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Directors, Professional Advisors and Registered Office

Directors

John Glenton
Ian Gregg

Company Secretary

Sara Shanab

Registered Auditor

BDO
3 Hardman Street
Spinningfields
Manchester
M3 3AT

Principal Bankers

National Westminster Bank Plc
2-8 Church Street
Liverpool
L1 3BG

Registered Office

2 Estuary Boulevard
Estuary Commerce Park
Liverpool
L24 8RF

Company number

02865288

Report of the Directors

The directors present their annual report and the audited financial statements for the year ended 31 March 2023.

Principal activity

ECHG (Harrow) Homes Limited is a private company, limited by shares and registered in England and Wales and was re-registered as a private limited company under the Companies Act 2006 by the name of ECHG (Harrow) Homes Limited with effect from 6 May 2022.

Basis of preparation

The group of which the company forms part has looked at existing subsidiaries with a view to future rationalisation. As a result of this review, it is considered unlikely that the entity will be wound up within the foreseeable future. The directors therefore acknowledge that the business is a going concern, and the accounts are prepared on that basis. The effect of this is explained in note 1.

Business Review

The assets and liabilities of the company have been transferred to The Riverside Group Limited however within the year it was deemed that the debtor balance was irrecoverable and was to be written off to the statement of comprehensive income.

Subsequent Events

There was a post balance sheet event of reduction in share capital leaving an aggregate nominal value of £3 occurring on 7 July 2023.

Directors

The directors of the company, at the date of this report, are listed on page 3.

Disclosure of information to the auditor

The directors who held office at the date of approval confirm that, there is no relevant audit information of which the auditors are unaware; the directors have taken all the steps that they ought to have taken as directors to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Directors' responsibilities

The directors are responsible for preparing the annual report and the financial statements in accordance with UK adopted international accounting standards and 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 company financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice). 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 group and company and of the profit or loss for 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.
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group and the company will continue in business.
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare a directors' report, a strategic report and directors' remuneration report which comply with the requirements of the Companies Act 2006.

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. The Directors are responsible for ensuring that the annual report and accounts, taken as a whole, are fair, balanced, and understandable and provides the information necessary for shareholders to assess the group's performance, business model and strategy.

Report of the Directors (continued)

Website publication

The directors are responsible for ensuring the annual report and the financial statements are made available on a website. Financial statements are published on the company's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements, which may vary from legislation in other jurisdictions. The maintenance and integrity of the company's website is the responsibility of the directors. The directors' responsibility also extends to the ongoing integrity of the financial statements contained therein.

By order of the Board


Sara Shanab (Aug 31, 2023 12:40 GMT+1)

Sara Shanab
Company Secretary

Independent Auditor's Report

to the members of ECHG (Harrow) Homes Limited

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 March 2023 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.

We have audited the financial statements of ECHG (Harrow) Homes Limited ("the Company") for the year ended 31 March 2023 which comprise the Statement of Comprehensive income, the Statement of Changes in Equity, the Statement of Financial Position and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Directors with respect to going concern are described in the relevant sections of this report.

Other information

The Directors are responsible for the other information. The other information comprises the information included in the Report of the Directors and the financial statements, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Independent Auditor's Report (continued)

to the members of ECHG (Harrow) Homes Limited

Other Companies Act 2006 reporting

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic report and the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic report and the Directors' report have been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic report or the Directors' report.

We have nothing to report in respect of the following matters in relation to which 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.

Responsibilities of Directors

As explained more fully in the Directors responsibilities in the Report of the Directors, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Extent to which the audit was capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Non-compliance with laws and regulations

Based on:

- Our understanding of the Company and the industry in which it operates;
- Discussion with management and those charged with governance; and
- Obtaining and understanding of the Company's policies and procedures regarding compliance with laws and regulations;

we considered the significant laws and regulations to be the applicable framework (FRS102 and companies act 2006) and we considered the extent to which non-compliance might have a direct impact and material effect on the financial statements.

Independent Auditor's Report (continued)

to the members of ECHG (Harrow) Homes Limited

Our procedures in respect of the above included:

- Discussions with management, including consideration of known or suspected instances of non-compliance with laws and regulations; and
- Review of financial statement disclosures and agreeing to supporting documentation.

Fraud

We assessed the susceptibility of the financial statements to material misstatement, including fraud. Our risk assessment procedures included:

- Enquiry with management and those charged with governance regarding any known or suspected instances of fraud;
- Obtaining an understanding of the Company's policies and procedures relating to:
 - Detecting and responding to the risks of fraud; and
 - Internal controls established to mitigate risks related to fraud.
- Discussion amongst the engagement team as to how and where fraud might occur in the financial statements; and
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.

Based on our risk assessment, we considered the areas most susceptible to fraud to be inappropriate journal entries to manipulate financial statements.

Our procedures in respect of the above included:

- Testing journal entries throughout the year, by agreeing to supporting documentation;

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members who were all deemed to have appropriate competence and capabilities and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

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.

DocuSigned by:

Hamid Ghafoor

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Hamid Ghafoor (Senior Statutory Auditor)

For and on behalf of BDO LLP, Statutory Auditor
Liverpool, UK

31 August 2023

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

Statement of Comprehensive income

as at 31 March 2023

	Note	2023 £	2022 £
Turnover		-	-
Operating costs	5	(4,722,332)	-
Surplus on ordinary activities before taxation		(4,722,332)	-
Taxation		-	-
Surplus on ordinary activities after taxation		(4,722,332)	-
Total other comprehensive		(4,722,332)	-

Statement of Changes in Equity

as at 31 March 2023

	Share Capital	Reserves Income & expenditure reserves funds	Total
	£	£	£
Balance at 31 March 2022	4,722,332	-	4,722,332
Share Capital Issued	-	-	-
Loss for the year	-	(4,722,332)	(4,722,332)
Balance at 31 March 2023	4,722,332	(4,722,332)	-

	Share Capital	Reserves Income & expenditure reserves funds	Total
	£	£	£
Balance at 31 March 2021	4,722,332	-	4,722,332
Share Capital Issued	-	-	-
Loss for the year	-	-	-
Balance at 31 March 2022	4,722,332	-	4,722,332

Statement of Financial Position


as at 31 March 2023

	Note	2023 £	2022 £
Current assets			
Debtors	4	-	4,722,332
		<hr/>	<hr/>
Net assets		-	4,722,332
		<hr/>	<hr/>
Capital and reserves			
Share capital	6	2,500,001	2,500,001
Share premium reserve	7	2,222,331	2,222,331
Income and expenditure reserves		(4,722,322)	-
		<hr/>	<hr/>
Equity shareholders' funds	8	-	4,722,332
		<hr/>	<hr/>

The notes on pages 12 to 14 form part of these financial statements.

These accounts have been prepared in accordance with the micro-entity provisions and have been delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the Board of Directors on 31 August 2023 and signed on its behalf by:


Ian Gregg (Aug 31, 2023 12:55 GMT+1)

Ian Gregg
Director
Company number: 02865288

Notes to the financial statements

For the year ended 31 March 2023

1 Principal accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with the provisions of FRS 102. The exemptions available under FRS 102 1.12 (b) have been applied in respect of the requirement to prepare a cashflow statement and related notes.

Basis of preparation

The directors' do not intend to start operating or wind up the company for the foreseeable future. Therefore, the financial statements have been prepared on a going concern basis.

Turnover

There was no turnover generated in the year.

Taxation

There is no liability to corporation tax.

Debtors

Debtors are measured at amortised cost based on timing of expected cash flows.

Operating costs

Operating costs represent irrecoverable debt written off in the year.

2 Director's Emoluments

None of the directors received any remuneration in respect of their services to the company in the year (2022: £nil).

3 Auditor's remuneration

Auditor's remuneration comprises the audit fee. The audit fee of £4,000 (2022: £25,000) was paid by the parent company, The Riverside Group Limited.

4 Debtors

	2023 £	2022 £
Amounts due from parent entity	-	4,722,332
	<hr/>	<hr/>
	-	4,722,332
	<hr/>	<hr/>

Debtors include group balances related to services, all debtors are measured at amortised cost and repayable on demand.

Notes to the financial statements (continued)

For the year ended 31 March 2023

5 Operating costs

	2023 £	2022 £
Bad debt written off	4,722,332	-
	<u>4,722,332</u>	<u>-</u>

6 Share capital

	2023 £	2022 £
	2,500,001	2,500,001
	<u>2,500,001</u>	<u>2,500,001</u>

Authorised share capital is comprised of 5,000,002 ordinary shares of 50p and 1 'A' ordinary share of 50p. These are all allotted and fully paid.

7 Share Premium

	£
At 1 April 2022 and 31 March 2023	2,222,331
	<u>2,222,331</u>

8 Reconciliation of movement in equity shareholders' funds

	2023 £	2022 £
	4,722,332	4,722,332
	<u>4,722,332</u>	<u>4,722,332</u>

Notes to the financial statements (continued)

For the year ended 31 March 2023

9 Parent association and related party disclosures

The company is exempt from the requirement for disclosure of related party transactions on the grounds it is a wholly owned subsidiary of The Riverside Group Limited (incorporated in the UK). The consolidated financial statements of the Group are available to the public and may be obtained from the Company's registered office at 2 Estuary Boulevard, Estuary Commerce Park, Liverpool L24 8RF.