

**REGISTERED NUMBER: 03082654 (England and Wales)**

**Oldham Broadway Developments Limited**  
**Financial Statements**  
**for the Year Ended 30 September 2017**



# **Oldham Broadway Developments Limited (Registered number: 0308265)**

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# **Oldham Broadway Developments Limited**

## **Company Information**

**for the year ended 30 September 2017**

**DIRECTORS:**

TK Ruttle  
GH Ruttle  
AW Ruttle

**SECRETARY:**

AW Ruttle

**REGISTERED OFFICE:**

Lancaster House  
Ackhurst Road  
Chorley  
Lancashire  
PR7 1NH

**REGISTERED NUMBER:**

03082654 (England and Wales)

**AUDITORS:**

McMillan & Co LLP  
Chartered Accountants and  
Statutory Auditor  
28 Eaton Avenue  
Matrix Office Park  
Buckshaw Village  
Chorley  
Lancashire  
PR7 7NA

# Oldham Broadway Developments Limited (Registered number: 0308265)

## Balance Sheet 30 September 2017

	Notes	2017 £	2016 £
<b>FIXED ASSETS</b>			
Tangible assets	4	1,580,528	1,582,133
Investments	5	925,952	-
Investment property	6	280,000	719,075
		<u>2,786,480</u>	<u>2,301,208</u>
<b>CURRENT ASSETS</b>			
Debtors	7	504,352	2,780,012
Cash at bank		441,725	437,345
		<u>946,077</u>	<u>3,217,357</u>
<b>CREDITORS</b>			
Amounts falling due within one year	8	4,737,010	3,158,486
<b>NET CURRENT (LIABILITIES)/ASSETS</b>		<u>(3,790,933)</u>	<u>58,871</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>(1,004,453)</u>	<u>2,360,079</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	9	524,017	1,002,651
<b>NET (LIABILITIES)/ASSETS</b>		<u>(1,528,470)</u>	<u>1,357,428</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	11	200,100	200,100
Retained earnings		(1,728,570)	1,157,328
<b>SHAREHOLDERS' FUNDS</b>		<u>(1,528,470)</u>	<u>1,357,428</u>

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors on 26 June 2018 and were signed on its behalf by:



GH Ruttle - Director

# Oldham Broadway Developments Limited (Registered number: 0308265)

## Notes to the Financial Statements for the year ended 30 September 2017

### 1. STATUTORY INFORMATION

Oldham Broadway Developments Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

The amounts in the financial statements have been rounded to the nearest £1.

### 2. ACCOUNTING POLICIES

#### Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

#### First year adoption of Financial Reporting Standard 102 (FRS 102) Section 1A

These financial statements for the year ended 30 September 2017 are the first that are prepared in accordance with FRS 102 Section 1A. The previous financial statements were prepared in accordance with UK GAAP, the date of transition to FRS 102 Section 1A is 1 October 2015.

#### Preparation of consolidated financial statements

The financial statements contain information about Oldham Broadway Developments Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under Section 398 of the Companies Act 2006 not to prepare consolidated financial statements.

#### Going concern

At the balance sheet date the company had an excess of liabilities over assets. The financial statements have been prepared on a going concern basis as the parent company Groco HR Holdco Limited, has confirmed that the group will continue to provide financial support to the company for the foreseeable future.

#### Turnover

Turnover represents the amounts receivable on the lease of the units of the freehold property, including amounts for service charges, excluding value added tax.

#### Tangible fixed assets

Tangible fixed assets are stated at cost. Cost represents the purchase price of the assets acquired.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset.

Freehold property is depreciated over an estimated useful life of 999 years.

#### Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost less any diminution in value.

#### Investment properties

In accordance with Financial Reporting Standard 102, the company's properties are held for long-term investment and are included in the balance sheet at their open market values. Any surplus or deficit on revaluation of such properties is transferred to the investment property revaluation reserve. Depreciation is not provided in respect of freehold investment properties. This policy represents a departure from the requirement of the Companies Act, which requires depreciation to be provided on all fixed assets. The directors consider that this policy is necessary in order that the financial statements may give a true and fair view because current values and changes in current values are of prime importance rather than the calculation of systematic annual depreciation.

# **Oldham Broadway Developments Limited (Registered number: 0308265)**

## **Notes to the Financial Statements - continued** **for the year ended 30 September 2017**

### **2. ACCOUNTING POLICIES - continued**

#### **Financial instruments**

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument. Basic financial assets, which include debtors, prepayments and bank balances, are initially measured at transaction price and are subsequently carried at cost unless the arrangement indicates otherwise and then the asset is measured at the present value of the future receipts discounted at a market rate of interest. Basic financial liabilities, which include creditors, accruals, bank loans and group borrowings, are initially recognised at transaction price and are subsequently carried at cost unless the arrangement indicates otherwise and then the liability is measured at the present value of the future obligations discounted at a market rate of interest.

#### **Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

#### **Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

#### **Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

#### **Government grants**

Government grants are recognised in the profit and loss account so as to match them with the related expenditure towards which they contribute. Grants received in respect of future accounting periods are included in the balance sheet as deferred income.

Government grants in respect of capital expenditure are credited to a deferred income account and are released to the profit and loss account by equal annual instalments over the expected useful lives of the relevant assets.

Government grants of a revenue nature are credited to the profit and loss account in the same period as the related expenditure.

### **3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was NIL (2016 - NIL).

# Oldham Broadway Developments Limited (Registered number: 0308265)

## Notes to the Financial Statements - continued for the year ended 30 September 2017

### 4. TANGIBLE FIXED ASSETS

	Freehold £
<b>COST</b>	
At 1 October 2016 and 30 September 2017	1,605,009
<b>DEPRECIATION</b>	
At 1 October 2016	22,876
Charge for year	1,605
At 30 September 2017	24,481
<b>NET BOOK VALUE</b>	
At 30 September 2017	1,580,528
At 30 September 2016	1,582,133

### 5. FIXED ASSET INVESTMENTS

	Shares in group undertakin £
<b>COST</b>	
At 1 October 2016 and 30 September 2017	1,837,889
<b>PROVISIONS</b>	
At 1 October 2016	1,837,889
Reversal of impairments	(925,952)
At 30 September 2017	911,937
<b>NET BOOK VALUE</b>	
At 30 September 2017	925,952
At 30 September 2016	-

### 6. INVESTMENT PROPERTY

	Total £
<b>FAIR VALUE</b>	
At 1 October 2016	719,075
Disposals	(365,072)
Impairments	(74,003)
At 30 September 2017	280,000
<b>NET BOOK VALUE</b>	
At 30 September 2017	280,000
At 30 September 2016	719,075

The directors consider the cost to be equal to open market value.

# Oldham Broadway Developments Limited (Registered number: 0308265)

## Notes to the Financial Statements - continued for the year ended 30 September 2017

### 7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Amounts owed by group undertakings	494,188	2,780,012
Vat account	10,164	-
	<u>504,352</u>	<u>2,780,012</u>

### 8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Bank loans and overdrafts	-	1,275,203
Trade creditors	6,315	2,240
Amounts owed to group undertakings	2,819,695	1,800,061
Social security and other taxation	-	18,372
Accruals and deferred income	1,911,000	62,610
	<u>4,737,010</u>	<u>3,158,486</u>

### 9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017 £	2016 £
Bank loans - 1-2 years	-	46,681
Bank loans - 2-5 years	-	146,922
Bank loans +5 yr by instalment	-	284,495
Government grants	524,017	524,553
	<u>524,017</u>	<u>1,002,651</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans +5 yr by instalment	-	284,495
	<u>-</u>	<u>284,495</u>

### 10. SECURED DEBTS

The following secured debts are included within creditors:

	2017 £	2016 £
Bank overdraft	-	1,229,696
Bank loans	-	523,605
	<u>-</u>	<u>1,753,301</u>

There is also a cross guarantee in place dated 31 January 2014 between Oldham Broadway Developments Limited and Blackthorn (Midlands) limited, each securing the liabilities of the other.



# Oldham Broadway Developments Limited (Registered number: 0308265)

## Notes to the Financial Statements - continued for the year ended 30 September 2017

### 11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	2017	2016
Number:	Class:		£	£
100	Ordinary	£1	100	100
200,000	Redeemable shares	£1	200,000	200,000
			<u>200,100</u>	<u>200,100</u>

The redeemable shares of £1 each rank pari passu in all respects with the ordinary shares of £1 each, except that they:

- are redeemable at any time following the completion by the company of certain contractual obligations set out in the Articles of Association. The company will redeem the shares at par and will pay any dividends which have accrued on the shares upto the date of redemption; and
- carry no voting rights in respect of general meetings of the company.

### 12. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Neil McMillan FCA (Senior Statutory Auditor)  
for and on behalf of McMillan & Co LLP

### 13. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

### 14. POST BALANCE SHEET EVENTS

On 15 March 2018 a Tomlin Order was agreed which stated that the company was liable to pay £1,911,000 to the Applicants, the liquidators of Q Holdings Limited (an associated company).

These accounts include full provision of this amount within accruals in the balance sheet and expenses in the profit and loss account.

### 15. ULTIMATE CONTROLLING PARTY

On 24 December 2015, a share for share exchange took place, which saw Groco HR Holdco Limited, a company incorporated in the United Kingdom, become the 100% shareholder of Oldham Broadway Developments Limited and therefore the company's ultimate parent company from that date.

The company is ultimately controlled by the directors of the ultimate parent company.

### 16. FIRST YEAR ADOPTION

This is the first year in which the company has adopted FRS102, the transition date being 1 October 2015. The directors have reviewed in detail the requirements of FRS102 and having considered all aspects of the company's accounting policies, the directors are able to confirm that there were no adjustments necessary to any comparative amounts and no changes in accounting policies as a result of the transition to FRS102.