

Registered number
3461881

Springwater Developments Limited

Annual Report and financial statements

for the year ended
30 September 2012

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Springwater Developments Limited
Annual Report and financial statements for the year ended 30 September 2012
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Springwater Developments Limited
Company information

Director
Mr R J Livingstone

Company secretary
Mr R N Luck

Registered office
Quadrant House, Floor 6
4 Thomas More Square
London
E1W 1YW

Registered number
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Springwater Developments Limited
Director's report for the year ended 30 September 2012

The director presents his report and the financial statements for the year ended 30 September 2012

Principal activities

The company owns a residential property and acted as a property investment company during the year. The director considers the financial position at 30 September 2012 to be satisfactory.

Principal risks and uncertainties

The key business risks and uncertainties affecting the company are considered to relate to the fact that the company operates within a highly competitive market place.

Results and dividends

The results for the financial year are set out in the profit and loss account on page 4. The director does not recommend the payment of a dividend (2011: £nil).

Director

The director of the company who served during the year and up to the date of signing the financial statements was as follows:

Mr R J Livingstone

Qualifying third party indemnity provisions

The company maintains liability insurance for its director and officer. Following shareholder approval, the company has also provided an indemnity for its director and the company secretary, which is a qualifying indemnity provision for the purposes of the Companies Act 2006.

By order of the board



Mr R N Luck

Company secretary

26 June 2013

Springwater Developments Limited

Statement of director's responsibilities for the year ended 30 September 2012

The director is responsible for preparing the director's report and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is required to

- select suitable accounting policies and then apply them consistently,
- make judgements and 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,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

By order of the board



Mr R N Luck

Company secretary

26 June 2013

Springwater Developments Limited
Profit and loss account
for the year ended 30 September 2012

	Note	2012 £	2011 £
Turnover		13,769	-
Administrative expenses		(2,813)	-
Operating profit		<u>10,956</u>	<u>-</u>
Interest payable and similar charges	2	(15,394)	(2,702)
Loss on ordinary activities before taxation		<u>(4,438)</u>	<u>(2,702)</u>
Tax on loss on ordinary activities	4	-	-
Loss for the financial year	10	<u>(4,438)</u>	<u>(2,702)</u>

All amounts relate to continuing operations

There is no material difference between the loss on ordinary activities before taxation and the loss stated above and their historical costs equivalents

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

Springwater Developments Limited**Registered number
3461881****Balance sheet
as at 30 September 2012**

	Notes	2012 £	2011 £
Fixed assets			
Investment properties	5	515,000	515,000
Current assets			
Debtors	6	1,636	1,000
Creditors amounts falling due within one year	7	<u>(20,164)</u>	<u>-</u>
Net current (liabilities)/assets		(18,528)	1,000
Total assets less current liabilities		<u>496,472</u>	<u>516,000</u>
Creditors amounts falling due after more than one year	8	(502,612)	(517,702)
Net (liabilities)/assets		<u>(6,140)</u>	<u>(1,702)</u>
Capital and reserves			
Called up share capital	9	1,000	1,000
Profit and loss reserve	10	(7,140)	(2,702)
Total shareholder's (deficit)/funds	11	<u>(6,140)</u>	<u>(1,702)</u>

- a For the year ending 30 September 2012 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies
- b The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006 relating to small companies
- c The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts
- d These accounts have been prepared 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 *26 June* 2013
and signed on its behalf by

Mr R J Livingstone
Director

26 June 2013

Springwater Developments Limited
Notes to the financial statements
for the year ended 30 September 2012

1 Accounting policies

Basis of preparation

These financial statements are prepared on the going concern basis, under the historical cost convention and in accordance with the small companies regime of the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

Depreciation

Compliance with Statement of Standard Accounting Practice 19 (SSAP 19) "Accounting for Investment Properties" requires departure from the requirements of the Companies Act 2006 relating to depreciation and an explanation for the departure is given below.

Investment properties

Investment properties and any subsequent development or enhancements are shown initially at cost. In accordance with SSAP 19, investment properties are revalued by the directors annually on an open market basis and independently valued when required by SSAP 19. Any changes in the market value of investment properties are taken to the statement of total recognised gains and losses and transferred to their valuation reserve, unless a deficit on an individual investment property is expected to be permanent, in which case it is charged in the profit and loss account of the period. No depreciation is provided in respect of investment properties. The Companies Act 2006 requires all properties to be depreciated. However, this requirement conflicts with SSAP 19 and the director considers that to depreciate would not give a true and fair view.

The depreciation (which would, had the provisions of the Act been followed, have increased the loss for the year) is only one of the factors reflected in the valuation and the amount attributable to this factor cannot reasonably be separately identified or quantified.

Turnover

Turnover comprises rental income. Rental income is recognised over the term of the lease on a straight-line basis.

Deferred income

Rental income is allocated in the year to which it relates, with payments received in advance held as deferred income and credited to the profit and loss when earned.

Cash flow statement

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such under Financial Reporting Standards 1, (revised 1996) 'Cash flow statements'.

2 Interest payable and similar charges

	2012	2011
	£	£
Loan from related party undertaking	<u>15,394</u>	<u>2,702</u>

Springwater Developments Limited
Notes to the financial statements
for the year ended 30 September 2012

3 Director's emoluments

The director did not receive any emoluments in respect of his services to the company (2011 £nil). The company has no employees (2011 nil) other than the director

4 Tax on loss on ordinary activities

No tax has been provided for due to the taxable loss made in the year

Factors affecting tax charge for the year

From 01 April 2012 the rate of corporation tax has reduced from 26% to 24%, giving a blended average rate for the year of 25%

The tax assessed for the year is different (2011 different) to the blended rate of corporation tax in the UK 25%, (2011 27%). The differences are explained below

	2012 £	2011 £
Loss on ordinary activities before tax	(4,438)	(2,702)
Blended rate of corporation tax in the UK	25%	27%
	£	£
Loss on ordinary activities multiplied by the blended rate of corporation tax in the UK	(1,110)	(730)
Effects of Tax losses carried forward	1,110	730
Total current tax charge for the year	-	-

Factors that may affect future tax charges

Reductions to the UK corporation tax rate were announced in the March 2012 Budget. The changes, which were enacted on 17 July 2012 reduce the rate by 1% per annum to 22% by 1 April 2014. These changes have no impact on these financial statements

5 Investment properties

	Freehold land and buildings £
Valuation and cost	
At 1 October 2011	515,000
At 30 September 2012	<u>515,000</u>

The director considers the market value of the investment property to be not materially different from cost

Springwater Developments Limited
Notes to the financial statements
for the year ended 30 September 2012

6 Debtors	2012 £	2011 £
Other debtors	<u>1,000</u>	<u>1,000</u>

7 Creditors' amounts falling due within one year	2012 £	2011 £
Accruals and deferred income	<u>20,164</u>	<u>-</u>

8 Creditors' amounts falling due after one year	2012 £	2011 £
Amounts owed to related party undertakings	<u>502,612</u>	<u>517,702</u>

Amounts owed to related party undertakings are repayable on 25 July 2015, unsecured and bear interest at 2.5% per annum over the UK base rate

9 Share capital	2012 £	2011 £
Authorised Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

	2012 Number	2011 Number	2012 £	2011 £
Allotted and fully paid Ordinary shares of £1 each	<u>1,000</u>	<u>1000</u>	<u>1,000</u>	<u>1000</u>

10 Profit and loss reserve	£
At 1 October 2011	(2,702)
Loss for the financial year	(4,438)
At 30 September 2012	<u>(7,140)</u>

11 Reconciliation of movement in shareholder's funds	2012 £	2011 £
At 1 October	(1,702)	1,000
Loss for the financial year	(4,438)	(2,702)
At 30 September	<u>(6,140)</u>	<u>(1,702)</u>

Springwater Developments Limited
Notes to the financial statements
for the year ended 30 September 2012

12 Related party transactions

As at 30 September 2011 the company owed £502,612 (2011 £517,702) to London and Regional Properties Limited, which is ultimately controlled 50% by I M Livingstone

13 Ultimate controlling party

The ultimate controlling party is I M Livingstone