

Registered number: 04675237

## **Cheshire House Limited**

**Unaudited**

**Directors' Report and Financial Statements**

**for the Year Ended 31 March 2014**

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**Cheshire House Limited**

**Company Information**

DIRECTORS	P A K Jeffery N B Schofield P M Hill
COMPANY SECRETARY	N B Schofield
REGISTERED NUMBER	04675237
REGISTERED OFFICE	Bradbury House 830 The Crescent Colchester Business Park Colchester Essex CO4 9YQ
ACCOUNTANTS	Deloitte LLP Chartered Accountants & Statutory Auditor Cambridge England

## **Cheshire House Limited**

### **Directors' report for the year ended 31 March 2014**

The directors present their report and the financial statements for the year ended 31 March 2014.

#### **Principal activities**

The company ceased to trade during the year.

#### **Business review**

As shown in the company's profit and loss account on page 6, the company's turnover amounted to £Nil (31 March 2013: £224,409), whilst the company generated an operating profit £Nil (31 March 2013: £22,686) for the year ended 31 March 2014. The profit for the year, after taxation, amounted to £Nil (2013: £22,686).

As shown in the company's balance sheet on page 8, net assets amounted to £1 (31 March 2013: £1).

The directors enacted a re-organisation of the Group headed by the ultimate parent undertaking during the current year, of which the company is a component in order to rationalise ownership of trading divisions.

#### **Directors**

The directors who served throughout the year were:

P A K Jeffery  
N B Schofield  
P M Hill

## **PRINCIPAL RISKS AND UNCERTAINTIES**

#### **Financial risk management objectives and policies**

The company's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the company's policies approved by the board of directors, which provide written principles on the use of financial derivatives to manage these risks. The company does not use derivative financial instruments for speculative purposes.

#### **Cash flow risk**

The company's activities expose it primarily to the financial risks of changes in interest rates.

Where possible, interest bearing assets and liabilities are held at fixed rates in order to ensure certainty of cash flows.

#### **Credit risk**

The company's principal financial assets are bank balances and cash, intercompany debtors and trade debtors.

The company's credit risk is primarily attributable to its trade debtors. The amounts presented in the balance sheet are net of allowances for doubtful debts. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The company has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

#### **Liquidity risk**

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the company primarily relies on intercompany financing. Such financing is provided as required.

**Cheshire House Limited**

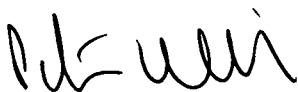
**Directors' report  
for the year ended 31 March 2014**

**Going concern**

On 31 March 2013, the company's trade and assets were transferred to Consensus Support Services Limited, a fellow subsidiary of MHL Holdco Limited, the ultimate holding company. As required by FRS 18 'Accounting Policies', the directors have prepared the financial statements on the basis that the company is no longer a going concern. No material adjustments arose as a result of ceasing to apply the going concern basis

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf.



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**P M Hill**  
Director

Date: 27 August 2014

**Cheshire House Limited**  
**Registered number: 04675237**

**Profit and Loss Account**  
**for the Year Ended 31 March 2014**

	Note	2014 £	2013 £
Turnover	1	-	224,409
Cost of sales		-	(295,623)
		<hr/>	<hr/>
Gross (Loss)/Profit		-	(71,214)
Administrative expenses		-	93,900
		<hr/>	<hr/>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		-	22,686
Tax on profit on ordinary activities		-	-
		<hr/>	<hr/>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		-	22,686
		<hr/> <hr/>	<hr/> <hr/>

The company has not traded during the year. During this period, the company received no income and incurred no expenditure and therefore made neither profit or loss.

**Balance Sheet**  
**as at 31 March 2014**

	Note	£	2014 £	£	2013 £
<b>Current Assets</b>					
Debtors	3		1		1
			<hr/>		<hr/>
<b>NET ASSETS</b>			1		1
			<hr/> <hr/>		<hr/> <hr/>
<b>Capital &amp; Reserves</b>					
Called up share capital	4		1		1
			<hr/>		<hr/>
<b>Shareholders' (Deficit)/Funds</b>			1		1
			<hr/> <hr/>		<hr/> <hr/>

The financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

For the year ended 31 March 2014 the company was entitled to exemption from audit under section 480 of the Companies Act 2006.

Members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year, in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

**Cheshire House Limited**

**Balance Sheet (continued)  
as at 31 March 2014**

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 27 August 2014.



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**P M Hill**  
Director

The notes on pages 5 to 7 form part of these financial statements.

**Notes to the financial statements  
for the year ended 31 March 2014**

**1. ACCOUNTING POLICIES**

**1.1 Basis of accounting and preparation of the financial statements**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

**1.2 Cash flow**

The company, being a subsidiary undertaking where 90% or more of the voting rights are controlled within the group whose consolidated financial statements are publicly available, is exempt from the requirement to draw up a cash flow statement in accordance with FRS 1.

**1.3 Turnover**

Turnover represents sales and services to third party customers in the health and social care sector, stated net of any applicable value added tax. Revenue is recognised when the services are provided, with any fees invoiced in advance within deferred income until the service is completed.

All turnover is attributable to the UK and to the company's principal activity.

**1.4 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fully Operational Trading Unit	-	3% per annum
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**1.5 Taxation**

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as 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 assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**1.6 Going Concern**

On 31 March 2013, the company's trade and assets were transferred to Consensus Support Services Limited, a fellow subsidiary of MHL Holdco Limited, the ultimate holding company. As required by FRS 18 'Accounting Policies', the directors have prepared the financial statements on the basis that the company is no longer a going concern. No material adjustments arose as a result of ceasing to apply the going concern basis.

**1.7 Equity Instruments**

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs.

## Cheshire House Limited

### Notes to the financial statements for the year ended 31 March 2014

#### 1. ACCOUNTING POLICIES (continued)

##### 1.8 Group reorganisation

The trade and assets of the company were transferred within the Group at book value, which the directors have determined to be equal to the fair value of the assets and liabilities transferred on 31 December 2012.

#### 2. INTEREST PAYABLE AND SIMILAR CHARGES

2014	2013
£	£

#### 3. DEBTORS

	2014	2013
	£	£
Amounts owed by group undertakings	1	1
Amounts owed by participating interests	-	-
Other debtors	-	-
	<u>1</u>	<u>1</u>

#### 4. CALLED UP SHARE CAPITAL

	2014	2013
	£	£
<b>Allotted, called up and fully paid</b>		
1 Ordinary share of £1	<u>1</u>	<u>1</u>

#### 5. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company's immediate parent company is Cheshire House London Limited, by virtue of its 100% shareholding and its ultimate parent company MHL Holdco Limited which is registered in England and Wales.

The ultimate controlling party is P A K Jeffery, a director of the company and of the ultimate parent company.

The largest and smallest group of undertakings for which consolidated accounts will be drawn up is that headed by MHL Holdco Limited.

#### 6. CONTINGENT LIABILITIES

The company had the following contingent liabilities at 31 March 2014:

Cross - guarantees to secure the bank borrowings of MHL Holdco Limited, which at 31 March 2014 amounted to £3.5m (2013: £382m).



**Cheshire House Limited**

**Notes to the financial statements  
for the year ended 31 March 2014**

**7. RELATED PARTY TRANSACTIONS**

As a wholly owned subsidiary of MHL Holdco Limited the company is exempt from the requirements of FRS 8 to disclose transactions with other members of the group headed by MHL Holdco Limited on the grounds that consolidated accounts are publicly available from Companies House.