

REGISTERED NUMBER: 04688077 (England and Wales)

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014
FOR
THE PLACEMENT GROUP (UK) LIMITED

FRIDAY



L4J4DPIH

LD8

30/10/2015

#110

COMPANIES HOUSE

THE PLACEMENT GROUP (UK) LIMITED

CONTENTS OF THE ABBREVIATED ACCOUNTS
for the year ended 31 December 2014

| | Page |
|---|-------------|
| Company Information | 1 |
| Strategic Report | 2 |
| Report of the Director | 3 |
| Report of the Independent Auditors on the Abbreviated Accounts | 5 |
| Abbreviated Profit and Loss Account | 6 |
| Statement of Total Recognised Gains and Losses | 7 |
| Abbreviated Balance Sheet | 8 |
| Notes to the Abbreviated Accounts | 9 |

THE PLACEMENT GROUP (UK) LIMITED

COMPANY INFORMATION
for the year ended 31 December 2014

DIRECTOR: Mr E C Simpson

SECRETARY: Mr S Porter

REGISTERED OFFICE: Wellington House
Trust Road
Waltham Cross
Hertfordshire
EN8 7HF

REGISTERED NUMBER: 04688077 (England and Wales)

AUDITORS: Raffingers Stuart
Chartered Certified Accountants
Statutory Auditors
19-20 Bourne Court
Southend Road
Woodford Green
Essex
IG8 8HD

THE PLACEMENT GROUP (UK) LIMITED

STRATEGIC REPORT
for the year ended 31 December 2014

The director presents his strategic report for the year ended 31 December 2014.

REVIEW OF BUSINESS

The result for the year is shown on page 5. As shown in the profit and loss account, the operating profit for continuing operations for the year was £207,059 (2013: £752,765).

The balance sheet on page 7 shows net assets of £80,972 (2013: £853,134) at the end of the year, with a positive cash position of £79,780 (2013: £113,866).

PRINCIPAL RISKS AND UNCERTAINTIES

The company's operations expose it to a variety of financial risks that include the effects of changes in credit risk, liquidity risk and interest rate risk. The company has in place a risk management programme that seeks to limit the adverse effects on the financial performance of the group by monitoring levels of debt finance and the related finance costs. The company does not use derivative financial instruments to manage interest rate costs and as such, no hedge accounting is applied.

Given the size of the company, the directors have not delegated the responsibility of monitoring financial risk management to a sub-committee of the board. The policies set by the board of directors are implemented by the finance department.

Price risk

The company is exposed to price risk due to normal inflationary increases in the purchase price of the goods and services purchased in the UK. The company has no exposure to equity securities price risk as it holds no listed or other equity investments.

Liquidity risk

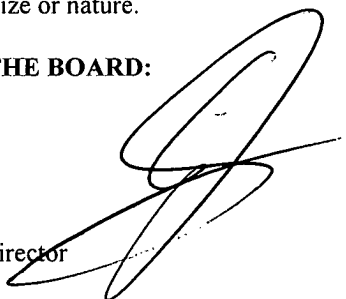
The company actively maintains short-term debt finance that is designed to ensure that the company has sufficient available funds for operations and planned expansions.

Interest rate risk

The company has both interest bearing assets and interest bearing liabilities. Interest bearing assets include only cash balances which earn interest at fixed rate. The company has a policy of maintaining debt at a fixed rate to ensure certainty of future interest cash flows. The directors will revisit the appropriateness of this policy if the operations of the company change in size or nature.

ON BEHALF OF THE BOARD:

Mr E C Simpson - Director

A handwritten signature in black ink, appearing to be 'E C Simpson', written over a horizontal line.

25 June 2015

THE PLACEMENT GROUP (UK) LIMITED

REPORT OF THE DIRECTOR **for the year ended 31 December 2014**

The director presents his report with the accounts of the company for the year ended 31 December 2014.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of a medical placement agency.

DIVIDENDS

The total distribution of dividends for the year ended 31 December 2014 will be £795,000.

FUTURE DEVELOPMENTS

Please refer to the Strategic Report.

DIRECTOR

Mr E C Simpson held office during the whole of the period from 1 January 2014 to the date of this report.

EMPLOYEES

The company operates an equal opportunities policy. The aim of this policy is to ensure that there should be equal opportunity for all and this applies to external recruitment, internal appointments, terms of employment, conditions of service and opportunity for training and promotion regardless of gender, ethnic origin or disability.

Disabled persons are given full and fair consideration for all types of vacancy in as much as the opportunities available are constrained by the practical limitations of the disability. Should, for whatever reason, an employee of the company becomes disabled whilst in the employment, every step, where appropriate will be taken to assist with rehabilitation and suitable re-training.

The company maintains its own health, safety and environmental policies covering all aspect of its operations. Regular meetings and inspections take place to ensure all legal requirements are adhered to and that the company is responsive to the needs of the employees and the environment.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Report of the Director 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 accounting estimates that are reasonable and prudent;
- state whether applicable 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.

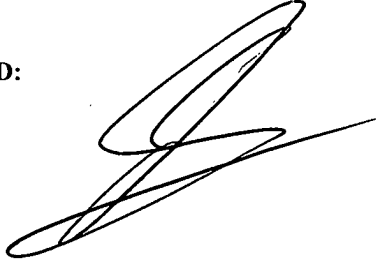
THE PLACEMENT GROUP (UK) LIMITED

REPORT OF THE DIRECTOR
for the year ended 31 December 2014

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, consisting of a large, stylized 'S' followed by a horizontal line extending to the right.

Mr E C Simpson - Director

25 June 2015

REPORT OF THE INDEPENDENT AUDITORS TO
THE PLACEMENT GROUP (UK) LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages six to seventeen, together with the full financial statements of The Placement Group (UK) Limited for the year ended 31 December 2014 prepared under Section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditors

The director is responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.



Mr Adam Howard Moody FCCA (Senior Statutory Auditor)
for and on behalf of Raffingers Stuart
Chartered Certified Accountants
Statutory Auditors
19-20 Bourne Court
Southend Road
Woodford Green
Essex
IG8 8HD

25 June 2015

THE PLACEMENT GROUP (UK) LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT
for the year ended 31 December 2014

| | Notes | 2014 £ | 2013 £ |
|--|-------|--------------------|---------------------|
| TURNOVER | | 10,478,737 | 25,508,547 |
| Cost of sales and other operating income | | (7,391,339) | (20,686,461) |
| | | <hr/> 3,087,398 | <hr/> 4,822,086 |
| Administrative expenses | | <hr/> 2,880,338 | <hr/> 4,069,321 |
| OPERATING PROFIT | 3 | <hr/> 207,060 | <hr/> 752,765 |
| Litigation and claims | 4 | <hr/> 101,926 | <hr/> - |
| | | <hr/> 308,986 | <hr/> 752,765 |
| Amounts written off investments | 5 | <hr/> 155,000 | <hr/> - |
| | | <hr/> 153,986 | <hr/> 752,765 |
| Interest payable and similar charges | 6 | <hr/> 78,650 | <hr/> 140,692 |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | | <hr/> 75,336 | <hr/> 612,073 |
| Tax on profit on ordinary activities | 7 | <hr/> 52,498 | <hr/> 177,532 |
| PROFIT FOR THE FINANCIAL YEAR | | <hr/> <hr/> 22,838 | <hr/> <hr/> 434,541 |

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year.

The notes form part of these abbreviated accounts

THE PLACEMENT GROUP (UK) LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
for the year ended 31 December 2014

| | 2014 £ | 2013 £ |
|---|---------------|------------------|
| PROFIT FOR THE FINANCIAL YEAR | 22,838 | 434,541 |
| TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR | <u>22,838</u> | <u>434,541</u> |
| Prior year adjustment | | <u>(151,729)</u> |
| TOTAL GAINS AND LOSSES RECOGNISED SINCE LAST ANNUAL REPORT | | <u>282,812</u> |

The notes form part of these abbreviated accounts

ABBREVIATED BALANCE SHEET

31 December 2014

| | Notes | 2014 £ | 2013 £ |
|--|-------|----------------------|-----------------------|
| FIXED ASSETS | | | |
| Tangible assets | 9 | 319,505 | 435,118 |
| Investments | 10 | - | 2,105,000 |
| | | <u>319,505</u> | <u>2,540,118</u> |
| CURRENT ASSETS | | | |
| Debtors | 11 | 1,785,322 | 4,381,203 |
| Cash at bank and in hand | | 79,780 | 113,866 |
| | | <u>1,865,102</u> | <u>4,495,069</u> |
| CREDITORS | | | |
| Amounts falling due within one year | 12 | 2,046,395 | 6,117,081 |
| NET CURRENT LIABILITIES | | <u>(181,293)</u> | <u>(1,622,012)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 138,212 | 918,106 |
| CREDITORS | | | |
| Amounts falling due after more than one year | 13 | (7,119) | (8,343) |
| PROVISIONS FOR LIABILITIES | 17 | (50,121) | (56,629) |
| NET ASSETS | | <u><u>80,972</u></u> | <u><u>853,134</u></u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 18 | 75,000 | 75,000 |
| Profit and loss account | 19 | 5,972 | 778,134 |
| SHAREHOLDERS' FUNDS | 25 | <u><u>80,972</u></u> | <u><u>853,134</u></u> |

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies.

The financial statements were approved by the director on 25 June 2015 and were signed by:

Mr E C Simpson - Director

The notes form part of these abbreviated accounts

THE PLACEMENT GROUP (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS **for the year ended 31 December 2014**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards.

Financial Reporting Standard number 1

The company has taken advantage of the exemption conferred by Financial Reporting Standard 1 "Cash Flow Statements (Revised 1996)" not to prepare a cash flow statement on the grounds that at least 90% of the voting rights in the company are controlled within the group headed by The Placement Group (Holdings) plc and the company is included in consolidated financial statements.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 8 Related Party Disclosures, not to disclose related party transactions with entities that are part of the group on the grounds that consolidated accounts are prepared.

Turnover

Turnover represents net invoiced sale of services, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

| | |
|--------------------------|--|
| Improvements to property | - Straight line over the life of the lease |
| Plant and machinery | - 25% on cost |
| Fixtures and fittings | - 20% on cost |
| Motor vehicles | - 20% on cost |
| Computer equipment | - 25% on cost |

Deferred tax

Deferred income tax is provided, using the liability method, on temporary differences between the tax bases of assets and liabilities and their carrying amounts, in the financial statements. Deferred income tax assets relating to the carry-forward of unused tax losses are recognised to the extent that it is probable that future taxable profits will be available against which the unused tax losses can be utilised.

Current and deferred income tax assets and liabilities are offset when the income taxes are levied by the same taxation authority and when there is a legally enforceable right to offset them.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Fixed asset investments

Investments held as fixed assets are stated at cost, together with subsequent capital contributions, less any provisions for impairment. Investments are reviewed for impairment if events or changes in circumstances indicate that the carrying amount may not be recoverable. Impairments are calculated such that the carrying value of the fixed asset investment is the lower of its cost or recoverable amount. Recoverable amount is the higher of its net realisable value and its value in use.

THE PLACEMENT GROUP (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 December 2014

2. STAFF COSTS

| | 2014 | 2013 |
|-----------------------|----------------|----------------|
| | £ | £ |
| Wages and salaries | 1,412,847 | 2,222,502 |
| Social security costs | 173,797 | 229,160 |
| | <u>856,644</u> | <u>451,662</u> |

The average monthly number of employees over 7 months (2013: 12 months) during the year was as follows:

| | 2014 | 2013 |
|----------------|-----------|-----------|
| Administration | 25 | 20 |
| Sales | 29 | 27 |
| | <u>54</u> | <u>47</u> |

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

| | 2014 | 2013 |
|--|----------------|----------------|
| | £ | £ |
| Hire of plant and machinery | 33,321 | 34,883 |
| Depreciation - owned assets | 140,614 | 135,695 |
| Depreciation - assets on hire purchase contracts | 19,573 | 25,331 |
| Profit on disposal of fixed assets | (5,573) | (496) |
| Auditors' remuneration | 36,400 | 30,000 |
| Auditors' remuneration for non audit work | 34,351 | 33,441 |
| | <u>106,138</u> | <u>103,653</u> |

4. EXCEPTIONAL ITEMS

After the balance sheet date, the company was successful in a legal dispute. In connection with this adjusting post balance sheet event, the exceptional item relates to the value of the judgement awarded.

5. AMOUNTS WRITTEN OFF INVESTMENTS

| | 2014 | 2013 |
|--------------------------------|---------|------|
| | £ | £ |
| Amounts written off investment | 155,000 | - |

Fixed asset investments were reviewed for impairment in the year leading to an aggregate total of £155,000 being written off.

THE PLACEMENT GROUP (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 December 2014

6. INTEREST PAYABLE AND SIMILAR CHARGES

| | 2014 | 2013 |
|------------------------|---------------|----------------|
| | £ | £ |
| Bank interest | 1,118 | 3,786 |
| Loan | 21,297 | 21,778 |
| Other finance interest | 50,871 | 108,391 |
| Hire purchase | 5,364 | 6,737 |
| | <u>78,650</u> | <u>140,692</u> |

7. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

| | 2014 | 2013 |
|--|---------------|----------------|
| | £ | £ |
| Current tax: | | |
| UK corporation tax | 59,005 | 171,518 |
| Prior year adjustment | - | (26,742) |
| | <u>59,005</u> | <u>144,776</u> |
| Total current tax | | |
| Deferred tax: | | |
| Origination and reversal of timing differences | (6,507) | 32,756 |
| | <u>52,498</u> | <u>177,532</u> |
| Tax on profit on ordinary activities | | |

Factors affecting the tax charge

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

| | 2014 | 2013 |
|--|---------------|----------------|
| | £ | £ |
| Profit on ordinary activities before tax | <u>75,336</u> | <u>612,073</u> |
| Profit on ordinary activities | | |
| multiplied by the standard rate of corporation tax | | |
| in the UK of 21.490% (2013 - 23.250%) | 16,190 | 142,307 |
| Effects of: | | |
| Expenses not deductible for tax purposes | 32,759 | 1,355 |
| Depreciation in excess of capital allowances | 10,056 | 27,856 |
| Adjustments to tax charge in respect of previous periods | - | (26,742) |
| tax | | |
| Current tax charge | <u>59,005</u> | <u>144,776</u> |

8. DIVIDENDS

| | 2014 | 2013 |
|--------------------|----------------|----------|
| | £ | £ |
| Interim - ordinary | <u>795,000</u> | <u>-</u> |

THE PLACEMENT GROUP (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 December 2014

9. TANGIBLE FIXED ASSETS

| | Improvements to property £ | Plant and machinery £ | Fixtures and fittings £ |
|------------------------|-------------------------------------|-----------------------------|----------------------------------|
| COST | | | |
| At 1 January 2014 | 423,416 | 34,871 | 89,229 |
| Additions | 16,423 | 1,023 | 1,394 |
| At 31 December 2014 | 439,839 | 35,894 | 90,623 |
| DEPRECIATION | | | |
| At 1 January 2014 | 127,612 | 13,904 | 61,510 |
| Charge for year | 82,755 | 8,880 | 12,268 |
| Eliminated on disposal | - | - | - |
| At 31 December 2014 | 210,367 | 22,784 | 73,778 |
| NET BOOK VALUE | | | |
| At 31 December 2014 | 229,472 | 13,110 | 16,845 |
| At 31 December 2013 | 295,804 | 20,967 | 27,719 |
| | Motor vehicles £ | Computer equipment £ | Totals £ |
| COST | | | |
| At 1 January 2014 | 48,746 | 169,195 | 765,457 |
| Additions | 12,000 | 26,550 | 57,390 |
| Disposals | (32,079) | - | (32,079) |
| At 31 December 2014 | 28,667 | 195,745 | 790,768 |
| DEPRECIATION | | | |
| At 1 January 2014 | 16,503 | 110,810 | 330,339 |
| Charge for year | 11,532 | 44,752 | 160,187 |
| Eliminated on disposal | (19,263) | - | (19,263) |
| At 31 December 2014 | 8,772 | 155,562 | 471,263 |
| NET BOOK VALUE | | | |
| At 31 December 2014 | 19,895 | 40,183 | 319,505 |
| At 31 December 2013 | 32,243 | 58,385 | 435,118 |

THE PLACEMENT GROUP (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 December 2014

9. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

| | Improvements to property £ | Motor vehicles £ | Computer equipment £ | Totals £ |
|------------------------|-------------------------------------|------------------------|----------------------------|-------------|
| COST | | | | |
| At 1 January 2014 | 55,625 | 32,079 | - | 87,704 |
| Additions | - | - | 17,085 | 17,085 |
| Disposals | - | (32,079) | - | (32,079) |
| At 31 December 2014 | 55,625 | - | 17,085 | 72,710 |
| DEPRECIATION | | | | |
| At 1 January 2014 | 18,775 | 12,900 | - | 31,675 |
| Charge for year | 9,970 | 6,363 | 3,240 | 19,573 |
| Eliminated on disposal | - | (19,263) | - | (19,263) |
| At 31 December 2014 | 28,745 | - | 3,240 | 31,985 |
| NET BOOK VALUE | | | | |
| At 31 December 2014 | 26,880 | - | 13,845 | 40,725 |
| At 31 December 2013 | 36,850 | 19,179 | - | 56,029 |

10. FIXED ASSET INVESTMENTS

| | Unlisted investments £ |
|-----------------------|------------------------------|
| COST | |
| At 1 January 2014 | 2,105,000 |
| Disposals | (1,950,000) |
| Impairments | (155,000) |
| At 31 December 2014 | - |
| NET BOOK VALUE | |
| At 31 December 2014 | - |
| At 31 December 2013 | 2,105,000 |

Fixed asset investments were reviewed for impairment in the year leading to an aggregate total of £155,000 being written off.

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2014 £ | 2013 £ |
|---|------------------|------------------|
| Trade debtors | 1,466,575 | 3,840,730 |
| Amounts owed by group undertakings | 2,000 | 52,754 |
| Amounts owed by participating interests | 40,970 | - |
| Other debtors | 220,648 | 337,970 |
| Prepayments and accrued income | 55,129 | 149,749 |
| | <u>1,785,322</u> | <u>4,381,203</u> |

THE PLACEMENT GROUP (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 December 2014

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR - continued

The invoice discounting liability is secured on the trade debtors balance.

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2014 | 2013 |
|---------------------------------------|------------------|------------------|
| | £ | £ |
| Other loans (see note 14) | - | 125,478 |
| Hire purchase contracts (see note 15) | 12,704 | 37,762 |
| Trade creditors | 117,465 | 250,157 |
| Amounts owed to group undertakings | 173,984 | 288,147 |
| Tax | 59,005 | 144,776 |
| Social security and other taxes | 94,044 | 868,599 |
| Other creditors | 1,431,743 | 3,629,363 |
| Directors' current accounts | - | 513,494 |
| Accrued expenses | 157,450 | 259,305 |
| | <u>2,046,395</u> | <u>6,117,081</u> |

13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

| | 2014 | 2013 |
|---------------------------------------|--------------|--------------|
| | £ | £ |
| Hire purchase contracts (see note 15) | <u>7,119</u> | <u>8,343</u> |

14. LOANS

An analysis of the maturity of loans is given below:

| | 2014 | 2013 |
|---|----------|----------------|
| | £ | £ |
| Amounts falling due within one year or on demand: | | |
| Other loans | <u>-</u> | <u>125,478</u> |

THE PLACEMENT GROUP (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 December 2014

15. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

| | Hire purchase contracts | |
|------------------------------|-------------------------|---------------|
| | 2014 | 2013 |
| | £ | £ |
| Gross obligations repayable: | | |
| Within one year | 15,382 | 41,934 |
| Between one and five years | 9,106 | 9,432 |
| | <u>24,488</u> | <u>51,366</u> |
| Finance charges repayable: | | |
| Within one year | 2,678 | 4,172 |
| Between one and five years | 1,987 | 1,089 |
| | <u>4,665</u> | <u>5,261</u> |
| Net obligations repayable: | | |
| Within one year | 12,704 | 37,762 |
| Between one and five years | 7,119 | 8,343 |
| | <u>19,823</u> | <u>46,105</u> |

The following operating lease payments are committed to be paid within one year:

| | Other operating leases | |
|----------------------------|------------------------|---------------|
| | 2014 | 2013 |
| | £ | £ |
| Expiring: | | |
| Between one and five years | - | 41,542 |
| | <u>-</u> | <u>41,542</u> |

16. SECURED DEBTS

The following secured debts are included within creditors:

| | 2014 | 2013 |
|-----------------|------------------|------------------|
| | £ | £ |
| Other creditors | <u>1,193,684</u> | <u>3,116,399</u> |

The other creditors at the balance sheet date contain liability of £1,193,684 in respect of the proceeds received from Clydesdale Bank plc.

The overdraft and funding advanced from Clydesdale Bank plc are secured by a combination of compliance warranties and indemnities from Mr E C Simpson, the company director as well as cross-guarantees and debentures from the company, its fellow subsidiaries The Placement Group Healthcare Ltd, the Placement Group (Contracts) Ltd and its parent company, The Placement Group (Holdings) plc.

17. PROVISIONS FOR LIABILITIES

| | 2014 | 2013 |
|--------------------------------|---------------|---------------|
| | £ | £ |
| Deferred tax | | |
| Accelerated capital allowances | <u>50,121</u> | <u>56,629</u> |

THE PLACEMENT GROUP (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 December 2014

17. PROVISIONS FOR LIABILITIES - continued

| | |
|---|----------------------|
| | Deferred tax £ |
| Balance at 1 January 2014 | 56,629 |
| Credit to Profit and Loss Account during year | (6,508) |
| | <hr/> |
| Balance at 31 December 2014 | 50,121 |
| | <hr/> |

The nature of the timing differences have resulted in the deferred tax balance.

18. CALLED UP SHARE CAPITAL

| | | | | |
|----------------------------------|----------|-------------------|--------|--------|
| Allotted, issued and fully paid: | | | | |
| Number: | Class: | Nominal value: | 2014 | 2013 |
| | | | £ | £ |
| 75,000 | Ordinary | £1 | 75,000 | 75,000 |
| | | | <hr/> | <hr/> |

19. RESERVES

| | |
|---------------------|------------------------------------|
| | Profit and loss account £ |
| At 1 January 2014 | 778,134 |
| Profit for the year | 22,838 |
| Dividends | (795,000) |
| | <hr/> |
| At 31 December 2014 | 5,972 |
| | <hr/> |

20. CONTINGENT LIABILITIES

On 23 January 2015, the company received a claim in connection with a previously associated company. With many aspects of the claim being disputed, the management considered both the outcome and the amount of present obligation cannot be reliably ascertained at this stage.

There were no other contingent liabilities at either the beginning or end of the financial year.

21. CAPITAL COMMITMENTS

At 31 December 2014 and 31 December 2013 the company had no capital commitments which had been contracted for but not provided in the financial statements.

22. RELATED PARTY DISCLOSURES

On 30th September 2013, the Company completed the purchase of a trust interest in possession for consideration of £1,950,000. The director considers that this was an arm's length transaction made at market value.

At 31st December 2013, Mr E C Simpson, owed £1,950,000 to the trust in which the Company holds an interest in possession. Interest is paid on the outstanding balance annually at the lower of 4% over Bank of England Base or 5%. This trust interest was reassigned to The Placement Group (AHP) Ltd, a fellow subsidiary on 12 August 2014.

THE PLACEMENT GROUP (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 December 2014

23. AUDITOR LIABILITY LIMITATION AGREEMENT

The company has entered into a liability limitation agreement with Raffingers Stuart, the statutory auditor, in respect of the statutory audit for the year ended 31 December 2014. The proportionate liability agreement follows the standard terms in Appendix B to the Financial Reporting Council's June 2008 Guidance on Auditor Liability Agreements, and was approved by the director on 6 February 2014.

24. ULTIMATE CONTROLLING PARTY

The director, Mr E C Simpson, ultimately controls the company as he owns 100% of the issued share capital of the parent company, The Placement Group (Holdings) Plc.

25. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

| | 2014 | 2013 |
|--|------------------|----------------|
| | £ | £ |
| Profit for the financial year | 22,838 | 434,541 |
| Dividends | (795,000) | - |
| | <hr/> | <hr/> |
| Net (reduction)/addition to shareholders' funds | (772,162) | 434,541 |
| Opening shareholders' funds | 853,134 | 418,593 |
| | <hr/> | <hr/> |
| Closing shareholders' funds | 80,972 | 853,134 |
| | <hr/> <hr/> | <hr/> <hr/> |