

**Company Registration No. 4952392  
(England and Wales)**

**EQUIP RVG LIMITED**  
**REPORT AND FINANCIAL STATEMENTS**  
**31 MARCH 2016**

FRIDAY



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05/08/2016  
COMPANIES HOUSE

# **EQUIP RVG LIMITED**

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**EQUIP RVG LIMITED**

**COMPANY INFORMATION**

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**Directors**

S Creed  
M Gover  
A Hinton  
J Lea

**Secretary**

J Lea

**Registered office**

2<sup>nd</sup> Floor  
Blenheim Court  
19 George Street  
Banbury  
OX16 5BH

**Company number**

4952392

**Auditor**

KPMG LLP  
Altius House  
One North Fourth Street  
Milton Keynes  
MK9 1NE

**Bankers**

Barclays Bank Plc  
Barclays House  
PO Box 1500 Dominus Way  
Meridian Business Park  
Leicester  
LE19 1RP

## **EQUIP RVG LIMITED**

### **DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2016**

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The directors present their annual report and financial statements for the year ended 31 March 2016.

eEquip RVG Limited is a wholly owned subsidiary of The Waste and Resources Action Programme (WRAP) (Company Registration No 4125764), which is also a registered charity (no. 1159512). The company's business is to operate a residual value guarantee scheme to help recycling companies lease the machinery. The scheme is now closed for new business and no new guarantees were entered into during the financial year. The leases that the company has provided guarantees for have a range of maturities through to 2018 and the company will wind down the scheme over that period.

The directors make an estimate, based on experience, of the value of the residual value guarantees which could crystallise, and accordingly provision has been made. As the scheme winds down a number of leases have reached maturity during the year. The company made a loss on maturity of leases during the year of £280k (2015 £102k) but the total provision required on the remaining exposures at 31 March 2016 has reduced to £298k (2015: £717k). The reduction in provision is released through the profit and loss account and as a result the Operating surplus before taxation was £136k compared to a deficit the previous year of £146k. In addition the provision for taxation of £2,562 made last year is not required, as a result of WRAP's charity status being agreed with HMRC, and has been released.

A distribution of reserves to the parent company was made in the form of a dividend of £500k during the year. After paying this dividend the company had net current assets, including short term investments, of £659k at 31 March 2016 (2015 £1,439k), which is sufficient to cover the costs and guarantee exposures of the eEquip scheme as it winds down.

## **EQUIP RVG LIMITED**

### **DIRECTORS' REPORT (cont.) FOR THE YEAR ENDED 31 MARCH 2016**

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The following directors have held office during the period:

S Creed  
J Lea  
M Gover  
A Hinton

#### **Disclosure of information to auditor**

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditors are unaware; and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

#### **Statement of directors' responsibilities in respect of the Directors' Report and the financial statements**

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice) including FRS 102 the financial reporting standard applicable in the United Kingdom and the Republic of Ireland.

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 company and of the profit or loss of 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 judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departure disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

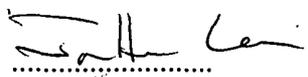
**EQUIP RVG LIMITED**

**DIRECTORS' REPORT (cont.)  
FOR THE YEAR ENDED 31 MARCH 2016**

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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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

On behalf of the Board



J Lea  
**Director**

13 July 2016

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EQUIP RVG LIMITED**

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We have audited the financial statements of eEquip RVG Limited for the year ended 31 March 2016 set out on page 7 to 15. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice) including FRS 102 the financial reporting standard applicable in the United Kingdom and the Republic of Ireland.

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.

### **Respective responsibilities of directors and auditor**

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit, and express an opinion on, the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

### **Opinion on 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 2016 and of its result for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EQUIP RVG LIMITED (cont.)

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### Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where 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; or
- the directors were not entitled to take advantage of the small companies' exemption from the requirement to prepare a strategic report.

*B. J. Stapleton*      *18 July 2016*

**Benjamin Stapleton (Senior Statutory Auditor)**

**for and on behalf of KPMG LLP, Statutory Auditor**

*Chartered Accountants*

Altius House  
One North Fourth Street  
Milton Keynes  
MK9 1NE  
United Kingdom

**EQUIP RVG LIMITED****STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 MARCH 2016**

	Note	2016 £	2015 £
<b>Income</b>			
Grants receivable from parent company		-	-
<b>Total income</b>		-	-
<b>Expenditure</b>			
Management fees		-	(16,500)
Provision for residual value guarantees	10	418,273	(2,368)
(Expenditure)/income on expiry of guarantees	4	(280,000)	(102,229)
Direct (expenditure)/income		138,273	(121,097)
Administration expenses		(9,655)	(37,844)
<b>Operating surplus / (deficit)</b>		128,618	(158,941)
Interest receivable	2	7,813	13,351
Interest payable	3	(26)	(539)
<b>Operating surplus / (deficit) on ordinary activities before taxation</b>		136,405	(146,129)
Taxation on surplus/ (deficit) on ordinary activities	5	2,562	(2,562)
<b>(Deficit) / surplus for the financial year</b>	6	138,967	(148,691)
Dividend paid	12	(500,000)	(1,100,000)
<b>Total comprehensive expenditure for the period</b>		(361,033)	(1,248,691)
Balance brought forward		721,987	1,970,678
<b>Balance carried forward at 31 March</b>		360,954	721,987

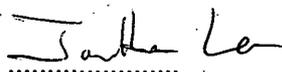
There are no deficits or surpluses for the period other than those reflected above. All activities are continuing.

The notes on pages 10 to 15 form part of these financial statements.

**EQUIP RVG LIMITED****BALANCE SHEET  
AS AT 31 MARCH 2016**

	Note	2016 £	2015 £
<b>Current assets</b>			
Debtors	7	12,791	-
Short term investments	8	609,685	1,252,041
Cash at bank and in hand		46,335	224,248
		<u>668,811</u>	<u>1,476,289</u>
<b>Creditors:</b> Amounts falling due within one year	9	(9,424)	(37,596)
		<u>659,387</u>	<u>1,438,693</u>
<b>Net current assets</b>		<u>659,387</u>	<u>1,438,693</u>
<b>Total assets less current liabilities</b>		<u>659,387</u>	<u>1,438,693</u>
Provision for liabilities and charges	10	(298,432)	(716,705)
<b>Net assets</b>		<u><u>360,955</u></u>	<u><u>721,988</u></u>
<b>Capital and residual interest</b>			
Called up share capital	11	1	1
Residual interest	12	360,954	721,987
		<u>360,955</u>	<u>721,988</u>

The financial statements were approved by the Board on 13 July and signed on its behalf by



J Lea

**Director**

**Company Registration No. 4952392**

The notes on pages 10 to 15 form part of these financial statements.

**EQUIP RVG LIMITED****STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2016**

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	<b>PROFIT AND LOSS ACCOUNT</b>	<b>TOTAL</b>
	<b>£</b>	<b>£</b>
<b>Balance at 1 April 2014</b>	1,970,678	1,970,678
(Deficit) / surplus for the financial year	(148,691)	(148,691)
Dividend paid	(1,100,000)	(1,100,000)
<b>Total comprehensive expenditure for the period</b>	<b>(1,248,691)</b>	<b>(1,248,691)</b>
<b>Balance carried forward at 31 March 2015</b>	<b>721,987</b>	<b>721,987</b>
(Deficit) / surplus for the financial year	138,967	138,967
Dividend paid	(500,000)	(500,000)
<b>Total comprehensive expenditure for the period</b>	<b>(361,033)</b>	<b>(361,033)</b>
<b>Balance carried forward at 31 March 2016</b>	<b>360,954</b>	<b>360,954</b>

The notes on pages 10 to 15 form part of these financial statements.

**1. Basis of financial statements and accounting policies**

The company has adopted the following accounting policies which should be read in conjunction with the financial statements set out on pages 7 to 15 and which have been prepared under the historical cost convention and in accordance with FRS 102 the financial reporting standard applicable to the United Kingdom and the Republic of Ireland (August 2014). The functional and presentational currency is sterling

Under FRS 102.12 the Company is exempt from the requirement to prepare a cash flow statement on the grounds that it is a qualifying entity and its parent undertaking includes the Company in its own published consolidated financial statements.

As the Company is a wholly owned subsidiary of The Waste and Resources Action Programme, the Company has taken advantage of the exemption contained in FRS 102 and has therefore not disclosed transactions or balances with entities which are wholly-owned within the group. The consolidated financial statements of The Waste and Resources Action Programme, within which this Company is included, can be obtained from the address given in note 13. The company has applied the following exemptions available under FRS 102 in respect of certain disclosures for the company financial statements : the disclosures required by FRS 102.11 Basic Financial Instruments and FRS 102.12 Other Financial Instrument Issues in respect of financial instruments not falling within the fair value accounting rules of Paragraph 36(4) of Schedule 1.

These accounts have been prepared on the going concern basis. The Residual Value Guarantee scheme which has been the company's sole business is now closed for new business and the leases that the scheme supports will mature by 2018. The directors have assured themselves that the company's assets are sufficient to meet any liabilities as they fall due over this period. Confirmation has also been received from The Waste & Resources Action Programme, that it will provide such support as eEquip RVG Limited requires to enable it to meet its liabilities as and when they fall due for a period not less than one year from the date of approval of these financial statements.

**1.1. Statutory Information**

eEquip RVG Limited is a company limited by shares, registered in England Wales, registration number 4952392. The company's principal activity is the provision of residual value guarantees in the recycling sector.

## EQUIP RVG LIMITED

### NOTES AND ACCOUNTING POLICIES FOR THE YEAR ENDED 31 MARCH 2016 (cont.)

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#### 1.2. Income

Revenue grants receivable are initially credited to the Income and Expenditure Account in the period in which the funding is receivable. Income received in advance is carried forward as deferred income. Capital grants receivable are treated as deferred credits and credited to the Income and Expenditure Account over the estimated useful life of the assets.

#### 1.3. Expenditure

All expenditure is charged in the period to which it relates on an accruals basis and a liability is recognised when there is a legal or constructive obligation.

#### 1.4. Provisions

Provision is made for the potential shortfalls in residual values of assets underwritten by the scheme based on the directors' current projections of the probable cost.

#### 1.5. Taxation

The charge for taxation is based on the surplus for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

#### 2. Interest receivable

	2016	2015
	£	£
Bank interest receivable	7,813	12,915
Other interest receivable	-	436
	<u>7,813</u>	<u>13,351</u>

#### 3. Interest payable

	2016	2015
	£	£
Other interest payable	<u>26</u>	<u>539</u>

**EQUIP RVG LIMITED****NOTES AND ACCOUNTING POLICIES (cont.)  
FOR THE YEAR ENDED 31 MARCH 2016****4. Income/(expense) on expiry of guarantees**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Net proceeds on lease termination	(280,000)	(102,229)
	<u>(280,000)</u>	<u>(102,229)</u>

**5. Taxation**

## a) Analysis of (credit)/charge in period

Current tax	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
UK corporation tax at 20% (2015: 20%) on the surplus on ordinary activities		
- Current tax on income for the period	-	2,562
- Credit for prior period	(2,562)	-
Total current tax (credit)/charge	<u>(2,562)</u>	<u>2,562</u>

## b) Factors affecting the tax charge for the current period

The current tax charge for the period is lower (2015: higher) than the small companies rate of corporation tax in the UK 20% (2015: 20%). The differences are explained below:

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Surplus/ (deficit) on ordinary activities before tax	<u>136,405</u>	<u>(146,129)</u>
Current tax at 20% (2015: 20%)	27,281	29,226
<i>Effects of:</i>		
(Deficit)/surplus on activities outside the scope of corporation tax	(25,724)	(26,664)
Current tax charge for the period before group relief	<u>1,557</u>	<u>2,562</u>
Group relief consideration	(1,557)	-
Prior year tax provision release	(2,562)	-
Current tax charge for the period	<u>(2,562)</u>	<u>2,562</u>

**EQUIP RVG LIMITED****NOTES AND ACCOUNTING POLICIES (cont.)  
FOR THE YEAR ENDED 31 MARCH 2016****6. (Deficit)/surplus for the financial year**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
(Deficit)/surplus for the financial year is stated after charging:		
Auditor's remuneration – audit of these financial statements	<u>1,850</u>	<u>3,000</u>

There were no employees in the current or previous financial years. No fees were paid to directors.

**7. Debtors**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Repayment of proceeds from lessor	<u>12,791</u>	<u>-</u>
	<u>12,791</u>	<u>-</u>

**8. Short term investments**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Cash deposits	<u>609,685</u>	<u>1,252,041</u>

Short term investments represent bank deposits placed under which access to cash is restricted for up to 100 days from the date of the deposit.

**9. Creditors: Amounts falling due within one year**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Corporation tax	-	2,562
Amounts due to parent undertaking	7,574	31,194
Accruals and deferred income	1,850	3,840
	<u>9,424</u>	<u>37,596</u>

## EQUIP RVG LIMITED

### NOTES AND ACCOUNTING POLICIES (cont.) FOR THE YEAR ENDED 31 MARCH 2016

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#### 10. Provision for liabilities and charges

	<b>£</b>
At 1 April 2015	716,705
Utilised	(280,000)
Released	(138,273)
At 31 March 2016	<u>298,432</u>

The provision represents the directors' best estimate of the Company's liability to pay any residual guarantees on recycling equipment leased by third parties. It is expected that this activity and hence the requirement for a provision will continue for up to 2 years.

#### 11. Share capital

	2016	2015
	£	£
<b>Authorised</b>		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
<b>Allotted, called up and fully paid</b>		
1 ordinary share of £1	<u>1</u>	<u>1</u>

#### 12. Residual interest

	<b>£</b>
At 1 April 2015	721,987
Net incoming resources for year	138,967
Dividends paid	(500,000)
At 31 March 2016	<u>360,954</u>

Residual interest is the amount found by deducting all of the entity's liabilities from all of the entity's assets

**13. Ultimate parent company**

The ultimate parent company is The Waste and Resources Action Programme, a company limited by guarantee.

The Company is a subsidiary of The Waste & Resources Action Programme, a company incorporated in England and Wales. The largest and smallest group in which the results of the company are consolidated is that headed by The Waste & Resources Action Programme. The consolidated accounts of this company are available to the public and may be obtained from Companies House, Crown Way, Cardiff, South Glamorgan, CF14 3UF.