

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

EQUIP RVG LIMITED
REPORT AND FINANCIAL STATEMENTS
31 MARCH 2017



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COMPANY INFORMATION

Directors

S Creed
M Gover

Secretary

G Prior

Registered office

2nd 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

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2017

The directors present their annual report and financial statements for the year ended 31 March 2017.

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 £52k (2016: £208k) but the total provision required on the remaining exposures at 31 March 2017 has reduced to £185k (2016: £298k). The reduction in provision is released through the profit and loss account and as a result the operating surplus before taxation was £60k compared to the previous year of £136k.

The company had net current assets, including short term investments, of £606k at 31 March 2017 (2016: £659k), which is sufficient to cover the costs and guarantee exposures of the eEquip scheme as it winds down.

The following directors have held office during the period:

S Creed
J Lea (resigned 23 November 2016)
M Gover
A Hinton (resigned 23 November 2016)

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.

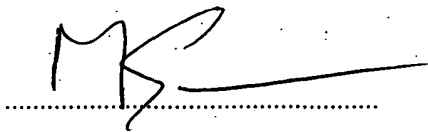
Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK

Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 102 The Financial Reporting Standard applicable in the UK and 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 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

On behalf of the Board

A handwritten signature in black ink, appearing to be 'M Gover', written over a dotted line.

M Gover
Director

21 June 2017

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

We have audited the financial statements of eEquip RVG Limited for the year ended 31 March 2017 set out on pages 6 to 12. 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 UK and 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 2, 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.

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 2017 and of its surplus 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 matters prescribed by the Companies Act 2006

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

Based solely on the work required to be undertaken in the course of the audit of the financial statements and from reading the Directors' report:

- we have not identified material misstatements in that report; and
- in our opinion, that report has been prepared in accordance with the Companies Act 2006.

- 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 23 June 2017

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Benjamin Stapleton (Senior Statutory Auditor)
For and on behalf of KPMG LLP, Statutory Auditor

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

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2017**

	Note	2017	2016
		£	£
Income			
Grants receivable from parent company		-	-
Total income		-	-
Expenditure			
Management fees		-	-
Provision for residual value guarantees	10	113,254	418,273
(Expenditure)/income on expiry of guarantees	4	(52,339)	(280,000)
Direct (expenditure)/income		60,915	138,273
Administration expenses		(2,312)	(9,655)
Operating surplus		58,603	128,618
Interest receivable	2	1,742	7,813
Interest payable	3	(34)	(26)
Operating surplus before taxation		60,311	136,405
Taxation on surplus	5	-	2,562
Surplus for the financial year	6	60,311	138,967
Dividend paid		-	(500,000)
Total comprehensive income/(expenditure) for the period		60,311	(361,033)
Balance brought forward		360,954	721,987
Balance carried forward at 31 March		421,265	360,954

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

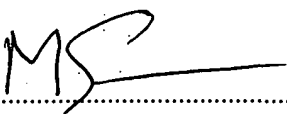
The notes on pages 9 to 12 form part of these financial statements.

BALANCE SHEET
AS AT 31 MARCH 2017

	Note	2017 £	2016 £
Current assets			
Debtors	7	-	12,791
Short term investments	8	311,057	609,685
Cash at bank and in hand		298,979	46,335
		<u>610,036</u>	<u>668,811</u>
Creditors: Amounts falling due within one year	9	<u>(3,592)</u>	<u>(9,424)</u>
Net current assets		<u>606,444</u>	<u>659,387</u>
Total assets less current liabilities		<u>606,444</u>	<u>659,387</u>
 Provision for liabilities and charges	10	<u>(185,178)</u>	<u>(298,432)</u>
Net assets		<u><u>421,266</u></u>	<u><u>360,955</u></u>
 Capital and residual interest			
 Called up share capital	11	1	1
Residual interest	12	421,265	360,954
		<u><u>421,266</u></u>	<u><u>360,955</u></u>

The notes on pages 9 to 12 form part of these financial statements.

The financial statements were approved by the Board on 21 June 2017 and signed on its behalf by


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M Gover
Director
Company Registration No. 4952392

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2017**

	PROFIT AND LOSS ACCOUNT	TOTAL
	£	£
Balance at 1 April 2016	360,954	360,954
Surplus for the financial year	60,311	60,311
Balance carried forward at 31 March 2017	421,265	421,265

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

The notes on pages 9 to 12 form part of these financial statements.

NOTES AND ACCOUNTING POLICIES FOR THE YEAR ENDED 31 MARCH 2017

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 6 to 12 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 eQuip 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

eQuip 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.

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

	2017	2016
	£	£
Bank interest receivable	1,742	7,813
Other interest receivable	-	-
	<u>1,742</u>	<u>7,813</u>

3. Interest Payable

	2017	2016
	£	£
Other interest payable	<u>34</u>	<u>26</u>

4. Expenditure/(income) on expiry of guarantees

	2017	2016
	£	£
Net proceeds on lease termination	<u>(52,339)</u>	<u>(280,000)</u>
	<u>(52,339)</u>	<u>(280,000)</u>

5. Taxation

a) Analysis of (credit)/charge in period

	2017	2016
	£	£
Current tax		
UK corporation tax at 20% (2016: 20%) on the surplus on ordinary activities		
- Current tax on income for the period	-	-
- Credit for prior period	-	(2,562)
Total current tax (credit)/charge	<u>-</u>	<u>(2,562)</u>

5. Taxation cont.

b) Factors affecting the tax charge for the current period

The current tax charge for the period is lower (2016: lower) than the small companies rate of corporation tax in the UK 20% (2016: 20%). The differences are explained below:

	2017 £	2016 £
Surplus/ (deficit) on ordinary activities before tax	60,311	136,405
Current tax at 20% (2016: 20%)	12,062	27,281
<i>Effects of:</i>		
(Deficit)/surplus on activities outside the scope of corporation tax	(11,714)	(25,724)
Current tax charge for the period before group relief	348	1,557
Group relief consideration	(348)	(1,557)
Prior year tax provision release	-	(2,562)
Current tax charge for the period	-	(2,562)

6. (Deficit)/surplus for the financial year

	2017 £	2016 £
Surplus for the financial year is stated after charging:		
Auditor's remuneration – audit of these financial statements	960	1,850

7. Debtors

	2017 £	2016 £
Repayment of proceeds from lessor	-	12,791
	-	12,791

8. Short term investments

	2017 £	2016 £
Cash deposits	311,057	609,685

9. Creditors: Amounts falling due within one year

	2017 £	2016 £
Amounts due to parent undertaking	1,632	7,574
Accruals and deferred income	1,960	1,850
	3,592	9,424

10. Provision for liabilities and charges

	£
At 1 April 2016	298,432
Utilised	40,095
Released	(153,349)
At 31 March 2017	<u>185,178</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 1 year.

11. Share capital

	2017 £	2016 £
Authorised		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
1 ordinary share of £1	<u>1</u>	<u>1</u>

12. Residual interest

	£
At 1 April 2016	360,954
Net incoming resources for year	60,311
At 31 March 2017	<u>421,265</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.