COMPANIES HOUSE

Registered number
05192644

Higher Purpose Cleaning Services Limited

Report and Accounts

31 July 2015

These accounts have not been subject to audit or any formal external scrutiny

Peter Brown & Co

Chartered Certified Accountants
Acomb Grange
Grange Lane
York
YO23 3QZ

WEDNESDAY

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COMPANIES HOUSE

Higher Purpose Cleaning Services Limited
Report and accounts
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Higher Purpose Cleaning Services Limited
Registered number: 05192644

Directors' Report

The directors present their report and accounts for the year ended 31 July 2015.

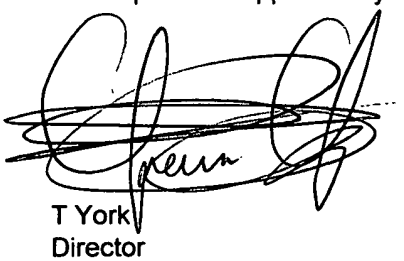
Principal activities
The company's principal activity during the year continued to be the provision of cleaning services.

Directors
The following persons served as directors during the year:

T York

Small company provisions
This report has been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

This report was approved by the board on 29 April 2016 and signed on its behalf.



T York
Director

Higher Purpose Cleaning Services Limited
Statement of Directors' Responsibilities

The directors are responsible for preparing the report and accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the accounts 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 accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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 accounts comply with the Companies Act 2006. They are 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.

Higher Purpose Cleaning Services Limited

Report to the directors on the preparation of the unaudited statutory accounts of Higher Purpose Cleaning Services Limited for the year ended 31 July 2015

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Higher Purpose Cleaning Services Limited for the year ended 31 July 2015 which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at http://rulebook.accaglobal.com/

This report is made solely to the Board of Directors of Higher Purpose Cleaning Services Limited, as a body, in accordance with the terms of our engagement letter dated 29 April 2016. Our work has been undertaken solely to prepare for your approval the accounts of Higher Purpose Cleaning Services Limited and state those matters that we have agreed to state to the Board of Directors of Higher Purpose Cleaning Services Limited, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at http://www.accaglobal.com/factsheet163. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Higher Purpose Cleaning Services Limited and its Board of Directors as a body for our work or for this report.

It is your duty, as set out on page 2, to ensure that Higher Purpose Cleaning Services Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Higher Purpose Cleaning Services Limited. You consider that Higher Purpose Cleaning Services Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Higher Purpose Cleaning Services Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Peter Brown & Co
Chartered Certified Accountants
Acomb Grange
Grange Lane
York
YO23 3QZ

29 April 2016

Higher Purpose Cleaning Services Limited
Profit and Loss Account
for the year ended 31 July 2015

	Notes	2015 £	2014 £
Turnover		310,846	301,151
Cost of sales		(12,842)	(7,576)
Gross profit		298,004	293,575
Administrative expenses		(274,442)	(268,983)
Operating profit	3	23,562	24,592
Exceptional items: loss on the disposal of tangible fixed assets		-	(1,434)
		23,562	23,158
Interest receivable		1,647	1,203
Interest payable	4	(2,784)	(3,304)
Profit on ordinary activities before taxation		22,425	21,057
Tax on profit on ordinary activities	5	(6,403)	(4,392)
Gift Aid donations		-	-
Profit for the financial year		16,022	16,665

The notes on pages 6 to 10 form an integral part of these accounts

Higher Purpose Cleaning Services Limited
Balance Sheet as at 31 July 2015

	Notes		2015 £		2014 £
Fixed assets					
Intangible assets	6		38,750		42,625
Tangible assets	7		7,242		8,511
			45,992		51,136
Current assets					
Stocks		7,238		5,360	
Debtors	8	80,829		73,592	
Cash at bank and in hand		13,790		10,064	
		101,857		89,016	
Creditors: amounts falling due within one year	9	(78,125)		(68,520)	
Net current assets			23,732		20,496
Total assets less current liabilities			69,724		71,632
Creditors: amounts falling due *after more than one year*	10		(24,592)		(27,970)
Provisions for liabilities	11		(1,448)		-
Net assets			43,684		43,662
Capital and reserves					
Called up share capital	12		100		100
Share premium	13		43,500		43,500
Profit and loss account	14		84		62
Shareholders' funds			43,684		43,662

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

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

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

T York
Director
Approved by the board on 29 April 2016

The notes on pages 6 to 10 form an integral part of these accounts

Higher Purpose Cleaning Services Limited
Notes to the Accounts
for the year ended 31 July 2015

1 Accounting policies

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

Turnover
Turnover represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

Depreciation
Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Fixtures, Fittings, Plant and machinery	25% on reducing balance basis
Motor vehicles	25% on reducing balance basis

2 Goodwill

Goodwill is amortised over 20 years on a flat rate basis.

Stocks
Stock is valued at the lower of cost and net realisable value.

Deferred taxation
Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse.

Leasing and hire purchase commitments
Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives. The corresponding lease or hire purchase obligation is treated in the balance sheet as a liability.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

3 Operating profit

	2015 £	2014 £
This is stated after charging:		
Depreciation of owned fixed assets	2,215	2,838
Amortisation of goodwill	3,875	3,875
Directors' remuneration	32,676	15,520
Pension costs	1,150	1,062

4 Interest payable	2015 £	2014 £
Interest payable	2,784	3,304

5 Taxation charged to the profit and loss account in the year	2015 £	2014 £
UK corporation tax	4,955	4,392
Deferred tax	1,448	-
	6,403	4,392

6 Intangible fixed assets	2015 £	2014 £
Goodwill:		
Cost		
At 1 August 2014	77,500	77,500
At 31 July 2015	77,500	77,500
Amortisation		
At 1 August 2014	34,875	34,875
Provided during the year	3,875	3,875
At 31 July 2015	38,750	38,750
Net book value		
At 31 July 2015	38,750	38,750
At 31 July 2014	42,625	42,625

Goodwill is being written off in equal annual instalments over its estimated economic life of 20 years.

7 Tangible fixed assets

	Plant and machinery etc £	Motor vehicles £	Total £
Cost			
At 1 August 2014	4,517	33,047	37,564
Additions	646	300	946
At 31 July 2015	5,163	33,347	38,510
Depreciation			
At 1 August 2014	3,180	25,873	29,053
Charge for the year	496	1,719	2,215
At 31 July 2015	3,676	27,592	31,268
Net book value			
At 31 July 2015	1,487	5,755	7,242
At 31 July 2014	1,337	7,174	8,511

8 Debtors	2015 £	2014 £

Trade debtors	19,521	14,065
Corporation tax recoverable	4,280	4,280
S455 Tax on director's loan accounts recoverable	2,946	6,850
Director's loan account	49,304	44,919
Other debtors	4,778	3,478
	80,829	73,592

The corporation tax shown as recoverable in the prior year was recovered in part from HMRC during the prior year, and to the extent the balance was not recovered from HMRC, the director is seeking to recover it, by offset, from a third party, by non payment of a debt due to the third party of £4,280. The debt due to the third party is included in creditors.

9 Creditors: amounts falling due within one year

	2015 £	2014 £
Bank loans and overdrafts	6,197	6,308
Trade creditors	30,353	27,433
Corporation tax	4,955	4,392
Other taxes and social security costs	36,532	30,299
Unpaid Pension Contributions	88	88
	78,125	68,520

10 Creditors: amounts falling due after one year

	2015 £	2014 £
Bank loans	24,592	27,970

11 Provisions for liabilities

Deferred taxation:

	2015 £	2014 £
Source of provision		
Accelerated capital allowances	1,448	-

	2015 £	2014 £
Movement in provision		
Deferred tax charge in profit and loss account	1,448	-
At 31 July	1,448	-

12 Share capital

	Nominal value	2015 Number	2015 £	2014 £
Allotted, called up and fully paid:				
Ordinary shares	£1 each	100	100	100

13 Share premium	**2015**
	£
At 1 August 2014	43,500
At 31 July 2015	43,500

14 Profit and loss account	**2015**	**2014**
	£	**£**
At 1 August 2014	62	(3,803)
Profit for the year	16,022	16,665
Dividends	(16,000)	(12,800)
At 31 July 2015	84	62

15 Dividends	**2015**	**2014**
	£	**£**
Dividends for which the company became liable during the year:		
Dividends paid during the year	16,000	12,800
Dividends not paid at the last year end brought forward	-	-
Analysis of dividends by type:		
Equity dividends (note 14)	16,000	12,800

In prior years, dividend resolutions were passed, and purported dividends were paid. However, it transpired that £40,600 of these dividends had been unlawful dividends, and the purported dividends were reversed by a debit to the directors' loan account. During the course of this year, an amount of £16,000 dividends authorised by those past resolutions became lawful and so were paid by credit to the directors' loan account. Taking into account dividends lawfully paid in prior years, this leaves a balance of £11,800 of dividends which have been authorised but not yet paid.

16 Pension commitments

There is a liability arising for the coming year under a stakeholder pension scheme of £1,150 (2014 - £1,062).

17 Loans to directors

Description and conditions	B/fwd £	Paid £	Repaid £	C/fwd £
T York				
Loan brought forward from prior year - bearing interest at official rate-repaid within nine months	28,512	-	(28,512)	-
Loan brought forward from prior year - bearing interest at official rate-unpaid after nine months	16,407	-	(4,171)	12,236
Loan advanced in current year - bearing interest at official rate	-	37,067	1	37,068
	44,919	37,067	(32,682)	49,304

The loans were made within the provisions of the Companies Act 2006 and bear interest at the official rate. Of the sums outstanding at the year end, £32,682 was repaid from director's salaries and dividends voted but not drawn in the period ending 30th April 2016.

18 Related party transactions

	2015 £	2014 £

During the year, the company purchased consumable materials from a sole trader business operated by Mr T.York, in the sum of £46 (2014- £471). These purchases were at normal market prices. The company sold materials to the sole trader business in the sum of £6,500 (2014 - £5,926). Following the prior year adjustments to the director's loan account, there were no amounts owing to or from the sole trader business at 31st July 2014 . At 31st Juky 2015, an amount was owing from the sole trader business ot the company of £22,278. This amount is included in the amounts shown in director's loan accounts elsewhere in these accounts.

19 Ultimate controlling party

The ultimate controlling party is Mr T York, who owns all the issued share capital.