

Miller Maidenhead Limited

Directors' report and financial statements

For the year ended 31 December 2014

Registered number 05846544



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Directors' report

The Directors have pleasure in presenting their annual report and financial statements for the year ended 31 December 2014.

Principal activity

The principal activity of the company is that of residential property development.

Results and dividends

The profit for the year ended 31 December 2014 is set out in the profit and loss account on page 4. The directors are unable to recommend the payment of a dividend for the year (2013: £nil).

Directors

The directors of the company during the year and to the date of this report were as follows:

Ian Murdoch
Julie M Jackson
Donald Borland (appointed 24 November 2014)
Richard Hodsden (resigned 4 December 2014)

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 auditor is unaware; and each director has taken all the steps that he/she ought to have taken as a director to make himself/herself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Auditor

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

On behalf of the Board



Julie Jackson
Director
18 June 2015

2 Centro Place
Pride Park
Derby
DE24 8RF

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).

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.

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.



Independent auditor's report to the members of Miller Maidenhead Limited

We have audited the financial statements of Miller Maidenhead Limited for the year ended 31 December 2014 set out on pages 4 to 10. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

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 web-site 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 December 2014 and of its profit 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.

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 in not preparing a Strategic report.

Hugh Harvie (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2EG

18 June 2015

Profit and loss account

For the year ended 31 December 2014

	Note	2014 £	2013 £
Turnover	1	4,370,343	5,706,386
Cost of sales		(3,057,835)	(4,341,685)
Gross profit		1,312,508	1,364,701
Administrative expenses		(3,500)	(3,200)
Operating profit		1,309,008	1,361,501
Interest payable and similar charges	3	-	(69,820)
Profit on ordinary activities before taxation	2	1,309,008	1,291,681
Tax on profit on ordinary activities	4	-	-
Profit for the financial year	10	1,309,008	1,291,681

There are no recognised gains or losses other than those disclosed above.

The results for the financial year have been derived from continuing activities.

The notes on pages 6 to 10 form part of these financial statements.

Balance sheet

As at 31 December 2014

	Note	2014 £	2013 £
Current assets			
Stocks	5	363,362	750,000
Debtors	6	2	2
		<hr/>	<hr/>
		363,364	750,002
Creditors: amounts falling due within one year	7	(3,500)	-
		<hr/>	<hr/>
Total assets less current liabilities		359,864	750,002
Creditors: amounts falling outwith one year	8	(4,045,241)	(5,744,387)
		<hr/>	<hr/>
Net liabilities		(3,685,377)	(4,994,385)
		<hr/>	<hr/>
Capital and reserves			
Called up share capital	9	2	2
Profit and loss account	10	(3,685,379)	(4,994,387)
		<hr/>	<hr/>
Shareholders' funds	11	(3,685,377)	(4,994,385)
		<hr/>	<hr/>

The notes on pages 6 to 10 form part of these financial statements.

These financial statements were approved by the board of directors on 18 June 2015 and were signed on its behalf by:



Ian Murdoch
 Director

Notes

(Forming part of the financial statements)

1. Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of accounting

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

The financial statements have been prepared on the going concern basis, which the directors believe to be appropriate for the following reasons. The day to day working capital requirements of the company are provided through funds provided by its fellow subsidiary company, Miller Homes Limited. The directors of Miller Homes Limited have indicated that for at least 12 months from the date of approval of these financial statements, it will continue to make available such funds as are needed by the company, and in particular will not seek repayment of the amounts currently made available. The directors consider that this should enable the company to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due for payment. As with any company placing reliance on other group entities for financial support, the directors acknowledge that there can be no certainty that this support will continue although, at the date of approval of these financial statements, they have no reason to believe that it will not do so. Based on this subsidiary company support the directors believe that it remains appropriate to prepare the financial statements on a going concern basis.

Under Financial Reporting Standard 1 the company is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the company in its own published consolidated financial statements.

As the company's results are consolidated within its ultimate parent company, The Miller Group (UK) Limited, the company has taken advantage of the exemption contained in Financial Reporting Standard 8 and has therefore not disclosed transactions or balances with entities which form part of the group (or investees of the group qualifying as related parties). The consolidated financial statements of The Miller Group (UK) Limited, within which this company is included, can be obtained from the address in note 12.

Turnover

Turnover represents the amounts (excluding value added tax) derived from the sale of new houses and is based on the selling price for the unit, net of any cash incentives, and is recognised on legal completion and receipt of cash. The incentives offered to customers affect the recognition of turnover. Where cash incentives are given the full cash amount is deducted from turnover. Where properties are sold under a shared equity scheme, up to 25% of the value of the property is offered to the customer by way of an interest free loan from a fellow subsidiary undertaking. In recognising the initial sale of the properties sold under shared equity schemes, the company includes the relevant value in turnover and in balances with fellow subsidiary undertakings.

Development work in progress

Stocks and work in progress are stated at the lower of cost and net realisable value. Net realisable value in relation to housing stocks is assessed by taking account of estimated selling price less all estimated costs of completion and appropriate attributable overheads.

Notes (continued)

1. Accounting policies (continued)

Taxation

The charge for taxation is based on the result for the year and takes in to account taxation deferred or accelerated because of timing differences between the treatment of certain items for taxation and accounting purposes. Deferred taxation is recognised, without discounting, in respect of all timing differences which have arisen but not reversed by the balance sheet date, except as otherwise required by Financial Reporting Standard 19. Deferred tax assets are recognised to the extent that these amounts are considered more likely than not to be recoverable in the foreseeable future.

Dividend on shares presented within shareholders' funds

Dividends unpaid at the balance sheet date are only recognised as a liability at that date to the extent that they are appropriately authorised and are no longer at the discretion of the company. Unpaid dividends that do not meet these criteria are disclosed in the notes to the financial statements.

2. Profit on ordinary activities before taxation

	2014 £	2013 £
<i>This is stated after charging:</i>		
<i>Auditor's remuneration:</i>		
Audit of these financial statements	2,500	2,500
<i>Amounts receivable by auditors and their associates in respect of:</i>		
Other services relating to taxation	700	700
	<hr/>	<hr/>

The company has no employees (2013: nil). The directors did not receive any remuneration from the company during the year (2013: £nil).

3. Interest payable and similar charges

	2014 £	2013 £
Interest payable on bank loan	-	69,820
	<hr/>	<hr/>

Notes (continued)

4. Taxation

Analysis of charge for the year

	2014 £	2013 £
UK corporation tax:		
Total current tax charge	-	-

Factors affecting tax charge for year

The current tax charge on the profit on ordinary activities for the year is lower (2013: lower) than the standard rate of corporation tax in the UK of 21.50% (2013: 23.25%).

	2014 £	2013 £
Current tax reconciliation		
Profit on ordinary activities before taxation	1,309,008	1,291,681
Current tax at 21.50% (2013: 23.25%)	281,437	300,316
<i>Effect of:</i>		
Utilisation of tax losses	(281,437)	(300,316)
Total current tax charge	-	-

The UK government's budget for 2014 announced that the main rate of UK corporation tax was reduced from 23%, for the tax year ending 31 March 2014, to 21% for the tax year commencing 1 April 2014, then a reduction to 20% will be effective from 1 April 2015.

There are tax losses carried forward of £324,000 (2013: £1,797,000) in respect of which no deferred tax asset has been recognised because it is not possible to confirm with reasonable assurance that sufficient future taxable profit will be available against which the company can utilise its tax losses.

Notes *(continued)*

5. Stocks

	2014 £	2013 £
Work in progress	363,362	750,000
	<u> </u>	<u> </u>

6. Debtors

	2014 £	2013 £
Unpaid share capital	2	2
	<u> </u>	<u> </u>

7. Creditors: amounts falling due within one year

	2014 £	2013 £
Accruals and deferred income	3,500	-
	<u> </u>	<u> </u>

8. Creditors: amount falling due outwith one year

	2014 £	2013 £
Loan from fellow subsidiary undertaking	4,045,241	5,744,387
	<u> </u>	<u> </u>

The loan from the fellow subsidiary undertaking is not subject to any interest charge and repayment is due on the basis that the company has sufficient resources available to it to make such repayment. Under the terms of the loan agreement there is no set repayment date.

Notes (continued)

9. Called up share capital

	2014 £	2013 £
<i>Allotted, called up and unpaid</i>		
2 ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>

10. Profit and loss account

	£
At beginning of year	(4,994,387)
Profit for the year	1,309,008
	<u>1,309,008</u>
At end of year	(3,685,379)
	<u>(3,685,379)</u>

11. Reconciliation of movement in shareholders' funds

	2014 £	2013 £
Profit for the year	1,309,008	1,291,681
Opening shareholders' funds	(4,994,385)	(6,286,066)
	<u>1,309,008</u>	<u>1,291,681</u>
Closing shareholders' funds	(3,685,377)	(4,994,385)
	<u>(3,685,377)</u>	<u>(4,994,385)</u>

12. Immediate and ultimate parent company

The company's immediate parent company is Miller Homes Holdings Limited and its ultimate parent company is The Miller Group (UK) Limited. Both companies are registered in Scotland and incorporated in Great Britain.

The largest group in which the results of the company are consolidated is that headed by The Miller Group (UK) Limited. The smallest group in which they are consolidated into is that headed by Miller Homes Holdings Limited. The consolidated financial statements of these groups are available to the public and may be obtained from The Registrar of Companies, Companies House, 4th Floor, Edinburgh Quay 2, 139 Fountainbridge, Edinburgh, EH3 9FF.

At the date of approval of these financial statements the company was ultimately controlled by GSO Capital Partners LP, a division of the Blackstone Group LP.