

Registration number: 06158680

PARALLEL OPTIONS LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016

Hazlewoods LLP
Windsor House
Bayshill Road
Cheltenham
GL50 3AT



PARALLEL OPTIONS LIMITED
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**PARALLEL OPTIONS LIMITED
COMPANY INFORMATION**

Directors	A G Lennox
	P M Moss
	P Kirkpatrick
	D A Berry
Registered office	Unit 21 Miller Court Severn Drive Tewkesbury Gloucestershire GL20 8DN
Bankers	Barclays Bank Plc 18 Southgate Street Gloucester GL1 2DH
Auditors	Hazlewoods LLP Windsor House Bayshill Road Cheltenham GL50 3AT

PARALLEL OPTIONS LIMITED
DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2016

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

Directors of the company

The directors who held office during the year were as follows:

A G Lennox

P M Moss

P Kirkpatrick

The following director was appointed after the year end:

D A Berry (appointed 16 May 2016)

Disclosure of information to the auditors

Each director has taken the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Reappointment of auditors

Hazlewoods LLP have expressed their willingness to continue in office.

Small company provisions statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Approved by the Board on 28/7/16 and signed on its behalf by:



.....
P M Moss
Director

PARALLEL OPTIONS LIMITED
STATEMENT OF DIRECTORS' RESPONSIBILITIES

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 the directors have 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 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 apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; 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 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.

PARALLEL OPTIONS LIMITED INDEPENDENT AUDITOR'S REPORT

We have audited the financial statements of Parallel Options Limited for the year ended 31 March 2016, set out on pages 6 to 11. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 Statement of Directors' Responsibilities (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 (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report and Financial Statements to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the 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 loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; 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.

**PARALLEL OPTIONS LIMITED
INDEPENDENT AUDITOR'S REPORT**

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 prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Directors' Report and take advantage of the small companies exemption from the requirement to prepare a Strategic Report.

.....
Andrew Brookes (Senior Statutory Auditor)
For and on behalf of Hazlewoods LLP, Statutory Auditors

Windsor House
Bayshill Road
Cheltenham
GL50 3AT

Date: 29 July 2016

PARALLEL OPTIONS LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2016

	Note	2016 £	2015 £
Turnover		-	-
Administrative expenses		<u>(1,170)</u>	<u>(403)</u>
Operating loss	2	(1,170)	(403)
Other interest receivable and similar income		8,000	-
Interest payable and similar charges	3	<u>(62,059)</u>	<u>-</u>
Loss on ordinary activities before taxation		(55,229)	(403)
Tax on loss on ordinary activities		<u>-</u>	<u>-</u>
Loss for the financial year	9	<u><u>(55,229)</u></u>	<u><u>(403)</u></u>

Turnover and operating profit derive wholly from continuing operations.

PARALLEL OPTIONS LIMITED
(REGISTRATION NUMBER: 06158680)
BALANCE SHEET AS AT 31 MARCH 2016

	Note	2016 £	2015 £
Fixed assets			
Investments	4	-	-
Current assets			
Debtors	5	108,000	-
Creditors: Amounts falling due within one year	6	(16,273)	(16,453)
Net current assets/(liabilities)		91,727	(16,453)
Total assets less current liabilities		91,727	(16,453)
Creditors: Amounts falling due after more than one year	7	838,809	675,400
Provisions for liabilities		-	-
		838,809	675,400
Capital and reserves			
Called up share capital	8	1	1
Share premium reserve	9	3,271,200	3,271,200
Profit and loss account	9	(4,018,283)	(3,963,054)
Shareholders' deficit		(747,082)	(691,853)
Total capital, reserves and long term liabilities		91,727	(16,453)

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (Effective 2015).

Approved and authorised by the Board on 28/7/16 and signed on its behalf by:



P M Moss
Director

PARALLEL OPTIONS LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (FRSSE) (effective January 2015).

Exemption from preparing group accounts

The company has taken advantage of the exemption provided by Section 400 of the Companies Act 2006 and has not prepared group accounts.

Going concern

The company has received confirmation of continuing financial support from the ultimate controlling party, Sovereign Capital Partners LLP, which confirms that it will provide sufficient funds for the company to meet its financial obligations for a period of at least twelve months from the date of approving these financial statements. Accordingly the financial statements have been prepared on a going concern basis.

Fixed asset investments

Fixed asset investments are stated at historical cost less provision for any diminution in value.

Deferred tax

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the balance sheet date, except as required by the FRSSE.

Deferred tax is measured at the rates that are expected to apply in the periods when the timing differences are expected to reverse, based on the tax rates and law enacted at the balance sheet date.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

2 Operating loss

Operating loss is stated after charging:

	2016 £	2015 £
Audit of the financial statements	<u>1,170</u>	<u>390</u>

3 Interest payable and similar charges

Interest payable includes £62,059 (2015 - £Nil) payable on loans from group companies.

PARALLEL OPTIONS LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016

4 Investments held as fixed assets

Shares in group undertakings and participating interests

	Subsidiary undertakings £
Cost	
At 1 April 2015 and at 31 March 2016	<u>4,902,848</u>
Provision for impairment	
At 1 April 2015 and at 31 March 2016	<u>4,902,848</u>
Net book value	
At 31 March 2015 and at 31 March 2016	<u><u>-</u></u>

Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held	Principal activity
Subsidiary undertakings				
Assisted Living Solutions Limited	England and Wales	Ordinary	100%	Provision of supported living services

5 Debtors

	2016 £
Amounts owed by group undertakings	<u>108,000</u>

Debtors includes £108,000 (2015 - £Nil) receivable after more than one year.

6 Creditors: Amounts falling due within one year

	2016 £	2015 £
Other creditors	<u>16,273</u>	<u>16,453</u>

PARALLEL OPTIONS LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016

7 Creditors: Amounts falling due after more than one year

	2016 £	2015 £
Amounts owed to group undertakings	655,922	284,060
Other creditors	<u>182,887</u>	<u>391,340</u>
	<u><u>838,809</u></u>	<u><u>675,400</u></u>

8 Share capital

Allotted, called up and fully paid shares

	2016 No.	£	2015 No.	£
Ordinary shares of £.01 each	100	1.00	100	1.00
Ordinary B shares of £.01 each	<u>5</u>	<u>0.05</u>	<u>5</u>	<u>0.05</u>
	<u><u>105</u></u>	<u><u>1</u></u>	<u><u>105</u></u>	<u><u>1</u></u>

The ordinary B shares carry no voting rights but rank pari passu with the ordinary shares in respect of dividend distributions. On a distribution of assets on a liquidation or a return of capital or on a sale of more than 50% of the issued share capital or substantially all of the company's assets, the surplus assets after payment of the company's liabilities or the proceeds of a sale shall be applied first in paying to each of the shares (other than the ordinary B shares) an amount per share until the holders thereof have received £10,000 per share and second any surplus assets shall be distributed among the ordinary and ordinary B shareholders pro rata, save that the holders of the ordinary B shares shall not be entitled to receive any more than 25% of the total available surplus.

9 Reserves

	Share premium account £	Profit and loss account £	Total £
At 1 April 2015	3,271,200	(3,963,054)	(691,854)
Loss for the year	<u>-</u>	<u>(55,229)</u>	<u>(55,229)</u>
At 31 March 2016	<u><u>3,271,200</u></u>	<u><u>(4,018,283)</u></u>	<u><u>(747,083)</u></u>

10 Contingent liabilities

The company is bound by an intra-group cross guarantee in respect of loan notes with other members of the group headed by Select Living Options Limited in respect of loan note borrowings. The amount guaranteed as at 31 March 2016 is £100,000 (2015 - £100,000).

PARALLEL OPTIONS LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016

11 Related party transactions

During the year the company made the following related party transactions:

Included in other creditors due after more than one year is £239,760 (2015 - £222,000) owed to Select Living Properties Limited and £182,888 (2015 - £169,340) owed to Birmingham Parallel Properties Limited. P Moss is a director of both companies and the companies are controlled by funds managed by Sovereign Capital Partners LLP. The amounts owed are unsecured, interest is charged at 4% and relate to funding.

12 Control

The immediate and ultimate parent company is Select Living Options Limited, a company registered in England and Wales, which is controlled by funds managed by Sovereign Capital Partners LLP, a limited liability partnership registered in England and Wales.