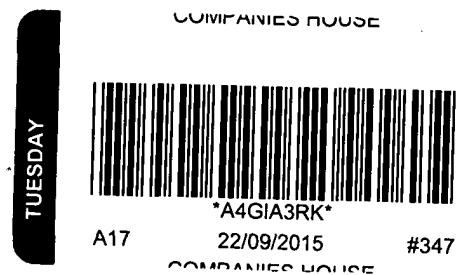


# **Kensal Enterprises Limited**

## **Directors' report and Financial Statements**

**31 March 2015**



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## **The Board, Auditors, Bankers, Legal Advisors & Registered office**

### **The Board**

Andrew Herbert  
Mark Gayfer  
Grahame Hindes  
Reena Mukherji

Chairman

### **Secretary and Registered Office**

Colin Hughes  
Secretary  
Emily House  
202-208 Kensal Road  
London W10 5BN

Tel: 020 8354 5500  
Fax: 020 8354 4280

### **Auditors**

BDO LLP  
2 City Place  
Beehive Ring Road  
Gatwick, West Sussex  
RH6 OPA

### **Bankers**

HSBC  
St Johns Wood Branch  
1 Finchley Road  
London NW8 9TS

### **Legal Advisors**

Devonshires  
30 Finsbury Circus  
London EC2M 7DT

### **Company number**

06244363

## **Directors' Report**

The Directors are pleased to present their report and the audited financial statements for Kensal Enterprises Limited for the year ended 31 March 2015.

### **Principal Activities**

The principal activity of Kensal Enterprises Limited is the purchase and sale of manufactured goods and their sales through charity shops in West London, owned by Kensal Enterprises Limited's parent undertaking, Octavia Housing, a Co-operative and Community Benefit Society and a Registered Provider of social housing. Kensal Enterprise Limited's activity in these shops is ancillary to Octavia Housing's sale of donated goods.

### **Review of the Financial Results for the Year**

The Directors are of the opinion that the state of affairs of the company and the results for the year are satisfactory with a profit for the year of £nil (2014: £nil), after making a donation to Octavia Housing of £39,294 (2014: £12,750) and Octavia Hill Limited of £nil (2014: £75,000).

### **Risk management**

The Board of the parent undertaking, Octavia Housing, has examined the major strategic, business and operational risks that Kensal Enterprises Limited faces as part of the group and has included and managed these risks through its own risk map, which is regularly reviewed. There are policies and procedures in place to manage risk.

### **Dividend**

The Directors recommends that there should be no dividend payable in respect of the year ended 31 March 2015 (2014: £nil).

### **Board of Directors, staffing and operational arrangements**

The Board of Directors of the company during the period are listed on page one. The company did not employ any staff during the year. The operations of the company are managed by the parent undertaking, Octavia Housing, which charges the company a fee for these services.

## **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 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 then apply them consistently;
- make judgements and accounting 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 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.

Financial statements are published on the parent undertaking's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements, which may vary from legislation in other jurisdictions. The maintenance and integrity of the website is the responsibility of the parent undertaking's board members. The directors' of Kensal Enterprises Limited are responsible for the integrity of the financial statements.

### **Disclosure of information to auditors**

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

### **Auditors**

BDO LLP have expressed their willingness to continue in office. A resolution to re-appoint them will be proposed at the annual general meeting.

In preparing the Director's report the directors have taken advantage of the exemptions allowed for small companies as set out in the Companies Act 2006.

*By order of the Board*

  
C E Hughes  
Secretary

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KENSAL ENTERPRISES LIMITED**

We have audited the financial statements of Kensal Enterprises Limited for the year ended 31 March 2015 which comprise the profit and loss account, the balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom 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 auditors***

As explained more fully in the statement of directors' responsibilities, 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 2015 and of its result for the year then ended;
- have been properly prepared in accordance with United Kingdom 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 for which the financial statements are prepared is consistent with the financial statements.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KENSAL ENTERPRISES LIMITED (continued)**

***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.
- the directors were not entitled to prepare the director's report in accordance the small companies regime or exemption from the requirement to prepare a strategic report



*Philip Rego (senior statutory auditor)  
For and on behalf of BDO LLP, statutory auditor  
Gatwick, West Sussex  
United Kingdom*

*Date* 24 July 2015

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

**Profit and loss account**  
*For the year ended 31 March 2015*

	<i>Note</i>	<b>2015</b> <b>£</b>	<b>2014</b> <b>£</b>
<b>Turnover</b>	2	<b>166,016</b>	165,678
Operating costs		<b>(126,722)</b>	(77,928)
Donation to Octavia Housing		<b>(39,294)</b>	(12,750)
Donation to Octavia Hill Limited		-	(75,000)
<b>Result for the year</b>	7	<b>-</b>	-

All recognised gains and losses are included in the profit and loss account.

All amounts relate to continuing activities.

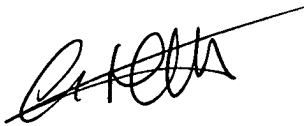
The notes on pages 8 to 10 form part of these financial statements.



**Balance sheet**  
*As at 31 March 2015*

	<i>Note</i>	<b>2015</b> £	<b>2014</b> £
<b>Current assets</b>			
Stock	4	31,484	55,317
Cash at bank and in hand		42,980	39,995
Taxation and other debtors		113	-
		<hr/>	<hr/>
		74,577	95,312
 <b>Creditors: amounts falling due within one year</b>	5	 (74,576)	 (95,311)
		<hr/>	<hr/>
<b>Net current assets and net assets</b>		<b>1</b>	<b>1</b>
		<hr/>	<hr/>
<b>Capital and reserves</b>			
Share capital	6	1	1
Profit and loss account	7	-	-
		<hr/>	<hr/>
<b>Equity shareholder's funds</b>		<b>1</b>	<b>1</b>
		<hr/>	<hr/>

These financial statements were approved and authorised for issue by the Board on 20 July 2015 and signed on its behalf by:



**A Herbert**  
*Chairman*



**C E Hughes**  
*Secretary*

Company Number: 06244363

The notes on pages 8 to 10 form part of these financial statements.

## Notes

*(forming part of the financial statements)*

### 1 Principal accounting policies

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

#### *Going concern*

The directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future, with the company forecasting profitable operations before making a donation to the parent undertaking and with adequate liquid resources. Accordingly, they continue to adopt the going concern basis in preparing the annual report and financial statements.

#### *Basis of preparation*

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

Under FRS 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.

#### *Turnover*

Turnover represents the sale of manufactured goods in charity shops owned by Octavia Housing and is stated after deducting value added tax from the sale price.

#### *Stock*

The stock of purchased goods to be sold in Octavia Housing's charity shops is valued at the lower of cost and net realisable value.

### 2 Turnover and operating costs

	2015 £	2014 £
<b>Turnover</b>		
Sale of goods	<b>166,016</b>	165,678
	<hr/>	<hr/>
<b>The profit for the year is stated after charging</b>		
Auditors remuneration: audit of these financial statements	<b>1,000</b>	1,000
	<hr/>	<hr/>

### 3 Officers' and senior executive's emoluments

The directors received no remuneration during the year. There are no employees employed directly by the company. The operations of the company are managed by the parent undertakings, Octavia Housing, which charges a fee of £20,000 (2014:£nil).

## Notes (continued)

### 4 Stock

	2015 £	2014 £
Stock of purchased goods for resale	31,484	55,317

Stock is stated after making a provision of £15,000 (2014: £nil) for slow moving and obsolete stock.

### 5 Creditors

	2015 £	2014 £
Amounts falling due within one year		
Trade creditors	1,000	9,797
Due to ultimate holding undertaking	73,576	79,422
Taxation and other creditors	-	7,092
	<u>74,576</u>	<u>95,311</u>

### 6 Share capital

	2015 £	2014 £
Allotted, called up and fully paid:		
Ordinary shares of £1	1	1

### 7 Reserves

	2015 £	2014 £
<b>Profit and loss account</b>		
Balance at the beginning of the year	-	-
Result for the year	-	-
	<u>-</u>	<u>-</u>
Balance at the end of the year	<u>-</u>	<u>-</u>

### Reconciliation of Movements in Shareholder's Funds for the year to 31 March 2015

	£ Year to 31 March 2015	£ Year to 31 March 2014
Operating profit for the year	39,294	87,750
Donation to Octavia Housing and Octavia Hill Limited	(39,294)	(87,750)
	<u>-</u>	<u>-</u>
Net change in shareholder's funds	-	-
Opening shareholder's funds	-	-
	<u>-</u>	<u>-</u>
<b>Closing shareholder's funds</b>	<u>-</u>	<u>-</u>

**Notes** *(continued)*

**8 Taxation**

	Year to 31 March 2015 £	Year to 31 March 2014 £
<b>Tax on ordinary activities</b>		
Results on ordinary activities	-	-
	<u>          </u>	<u>          </u>
Corporation tax charge at 20% (2014: 23%)	-	-
	<u>          </u>	<u>          </u>

**9 Ultimate holding undertaking**

Kensal Enterprises Limited is a wholly owned subsidiary of Octavia Housing, an exempt charity incorporated under the Co-operative and Community Benefit Societies Act 2014 and a Registered Provider of social housing. A copy of the group financial statements can be obtained from Octavia Housing, Emily House, 202-208 Kensal Road, London, W10 5BN.

**10 Contingent liabilities**

Kensal Enterprises Limited had no contingent liabilities at 31 March 2015 (2014: £nil).

**11 Related party transactions**

As the Company is a wholly owned subsidiary of Octavia Housing, it has taken advantage of the exemption contained in FRS 8 and has therefore not disclosed all the transactions and balances with entities which form part of the Octavia Housing group. No other related party transactions have been identified.