

Registered number: 06372191

ORMISTON FAMILIES ENTERPRISES LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2018



ORMISTON FAMILIES ENTERPRISES LIMITED

COMPANY INFORMATION

Directors	Derek Heasman (resigned 31 March 2018) Duncan Turner Stephen Bennett Abigail Pawsey (resigned 23 January 2018) David Savidge (appointed 1 November 2017) Jeanie Butler (appointed 7 December 2017) Susannah Forth (appointed 7 December 2017) Derrick Louis (appointed 23 January 2018) Allan Myatt (appointed 25 April 2018)
Registered number	06372191
Registered office	333 Felixstowe Road Ipswich Suffolk IP3 9BU
Independent auditors	Price Bailey LLP Chartered Accountants & Statutory Auditors Tennyson House Cambridge Business Park Cambridge CB4 0WZ
Bankers	Barclays Bank Plc 35 Market Hill Sudbury CO10 2EP

ORMISTON FAMILIES ENTERPRISES LIMITED

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ORMISTON FAMILIES ENTERPRISES LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2018

The directors present their report and the financial statements for the year ended 31 March 2018.

Directors' responsibilities statement

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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 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 for the Company's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- 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 to 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.

Principal activity

The principal activity of the company is that of day care for children aged 0-5 years old.

Directors

The directors who served during the year were:

Derek Heasman (resigned 31 March 2018)
Duncan Turner
Stephen Bennett
Abigail Pawsey (resigned 23 January 2018)
David Savidge (appointed 1 November 2017)
Jeanie Butler (appointed 7 December 2017)
Susannah Forth (appointed 7 December 2017)
Derrick Louis (appointed 23 January 2018)

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

ORMISTON FAMILIES ENTERPRISES LIMITED

DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2018

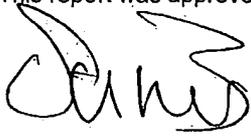
Auditors

The auditors, Price Bailey LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 5th October 2018 and signed on its behalf.



Stephen Bennett
Director

ORMISTON FAMILIES ENTERPRISES LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ORMISTON FAMILIES ENTERPRISES LIMITED

Opinion

We have audited the financial statements of Ormiston Families Enterprises Limited (the 'Company') for the year ended 31 March 2018, which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Changes in Equity and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 March 2018 and of its profit 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' Report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are

ORMISTON FAMILIES ENTERPRISES LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ORMISTON FAMILIES
ENTERPRISES LIMITED (CONTINUED)

required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters in relation to which 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' exemptions in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

ORMISTON FAMILIES ENTERPRISES LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ORMISTON FAMILIES
ENTERPRISES LIMITED (CONTINUED)

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

Use of our report

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 Auditors' 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.

Helena Wilkinson BSc FCA DChA (Senior Statutory Auditor)

for and on behalf of
Price Bailey LLP

Chartered Accountants
Statutory Auditors

Tennyson House
Cambridge Business Park
Cambridge
CB4 0WZ

Date: 11 October 2018.

ORMISTON FAMILIES ENTERPRISES LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2018

	2018 £	2017 £
Turnover	1,103,791	983,678
Cost of sales	(796,872)	(709,858)
Gross profit	<u>306,919</u>	<u>273,820</u>
Administrative expenses	(234,899)	(241,934)
Operating profit	<u>72,020</u>	<u>31,886</u>
Interest receivable and similar income	43	140
Profit before tax	<u>72,063</u>	<u>32,026</u>
Tax on profit	(27)	(4,591)
Profit for the financial year	<u><u>72,036</u></u>	<u><u>27,435</u></u>

The notes on pages 10 to 15 form part of these financial statements.

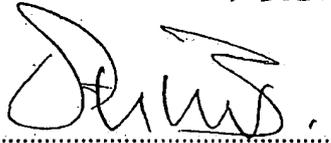
ORMISTON FAMILIES ENTERPRISES LIMITED
REGISTERED NUMBER: 06372191

BALANCE SHEET
AS AT 31 MARCH 2018

	Note	2018 £	2017 £
Fixed assets			
Intangible assets	4	82,646	101,012
Investments	6	149,286	-
		231,932	101,012
Current assets			
Debtors: amounts falling due within one year	7	82,446	127,151
Cash at bank and in hand	8	31,789	48,644
		114,235	175,795
Creditors: amounts falling due within one year	9	(163,999)	(138,675)
Net current (liabilities)/assets		(49,764)	37,120
Net assets		182,168	138,132
Capital and reserves			
Called up share capital	10	110,001	110,001
Profit and loss account		72,167	28,131
Shareholders' funds		182,168	138,132

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 5th October 2018.



.....
Stephen Bennett
 Director

The notes on pages 10 to 15 form part of these financial statements.

ORMISTON FAMILIES ENTERPRISES LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2018

	Called up share capital £	Profit and loss account £	Total equity £
At 1 April 2017	110,001	28,131	138,132
Comprehensive income for the year			
Profit for the year	-	72,036	72,036
Gift aid to parent	-	(28,000)	(28,000)
Total transactions with owners	-	(28,000)	(28,000)
At 31 March 2018	110,001	72,167	182,168

The notes on pages 10 to 15 form part of these financial statements.

ORMISTON FAMILIES ENTERPRISES LIMITED

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

	Called up share capital £	Profit and loss account £	Total equity £
At 1 April 2016	110,001	3,566	113,567
Comprehensive income for the year			
Profit for the year	-	27,435	27,435
Dividends: Equity capital	-	(2,870)	(2,870)
Total transactions with owners	-	(2,870)	(2,870)
At 31 March 2017	110,001	28,131	138,132

The notes on pages 10 to 15 form part of these financial statements.

ORMISTON FAMILIES ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

1. General information

Ormiston Families Enterprises Limited is a private company limited by shares and incorporated in England, United Kingdom.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

Turnover is recognised by the company in the period in which nursery care is provided.

The financial statements are presented in sterling, which is the functional currency of the Company, and are rounded to the nearest pound.

2.3 Interest income

Interest income is recognised in the Profit and Loss Account using the effective interest method.

2.4 Intangible assets

Goodwill

Goodwill represents the difference between amounts paid on the cost of a business combination and the acquirer's interest in the fair value of its identifiable assets and liabilities of the acquiree at the date of acquisition. Subsequent to initial recognition, goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised on a straight line basis to the Profit and Loss Account over its useful economic life.

The intangible useful life of each nursery is deemed to be the life of the property lease.

2.5 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

ORMISTON FAMILIES ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

2. Accounting policies (continued)

2.5 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Computer equipment	-	50%
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The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

2.6 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

2.7 Debtors

Short term debtors are measured at transaction price, less any impairment.

2.8 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change of value.

2.9 Creditors

Short term creditors are measured at the transaction price.

2.10 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

3. Employees

The average monthly number of employees, including the directors, during the year was as follows:

	2018 No.	2017 No.
Operational	33	43

ORMISTON FAMILIES ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

4. Intangible assets

	Goodwill £
Cost	
At 1 April 2017	119,378
At 31 March 2018	<u>119,378</u>
Amortisation	
At 1 April 2017	18,366
Charge for the year	18,366
At 31 March 2018	<u>36,732</u>
Net book value	
At 31 March 2018	<u>82,646</u>
At 31 March 2017	<u>101,012</u>

5. Tangible fixed assets

	Other fixed assets £
Cost or valuation	
At 1 April 2017	2,388
At 31 March 2018	<u>2,388</u>
Depreciation	
At 1 April 2017	2,388
At 31 March 2018	<u>2,388</u>
Net book value	
At 31 March 2018	<u>-</u>
At 31 March 2017	<u>-</u>

ORMISTON FAMILIES ENTERPRISES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

6. Fixed asset investments

	Investments in subsidiary companies £
Cost or valuation	
Additions	149,286
At 31 March 2018	149,286
Net book value	
At 31 March 2018	149,286
At 31 March 2017	-

During the year, on 4 August 2017, Ormiston Families Enterprises Limited purchased 100% of the share capital of Blois Meadow Day Nursery Limited.

7. Debtors

	2018 £	2017 £
Trade debtors	75,797	62,800
Amounts owed by group undertakings	-	6,346
Other debtors	332	-
Prepayments and accrued income	6,317	58,005
	82,446	127,151

8. Cash and cash equivalents

	2018 £	2017 £
Cash at bank and in hand	31,789	48,644

ORMISTON FAMILIES ENTERPRISES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

9. Creditors: Amounts falling due within one year

	2018 £	2017 £
Trade creditors	2,151	18,033
Amounts owed to group undertakings	60,625	-
Corporation tax	-	4,591
Other taxation and social security	9,108	7,207
Other creditors	19,006	24,550
Accruals and deferred income	73,109	84,294
	163,999	138,675

10. Share capital

	2018 £	2017 £
Authorised, allotted, called up and fully paid		
110,001 (2017 - 110,001) Ordinary shares of £1.00 each	110,001	110,001

11. Commitments under operating leases

At 31 March 2018 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2018 £	2017 £
Not later than 1 year	39,600	39,600
Later than 1 year and not later than 5 years	138,600	158,400
Later than 5 years	-	19,800
	178,200	217,800

12. Related party transactions

During the year, the company made gift aid payments to its parent charity, Ormiston Families, of £28,000 (2017: £2,870).

ORMISTON FAMILIES ENTERPRISES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

13. Controlling party

The immediate and ultimate parent undertaking and controlling party is Ormiston Families, a registered charity incorporated in England.

Consolidated group accounts of Ormiston Families are available from 333 Felixstowe Road, Ipswich, IP3 9BU.

Ormiston Families Enterprises Limited is exempt from producing consolidated accounts under s.405 of the Companies Act 2006.

Registered number: 06372191

ORMISTON FAMILIES ENTERPRISES LIMITED

DETAILED ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2018

ORMISTON FAMILIES ENTERPRISES LIMITED

DETAILED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2018

	2018 £	2017 £
Turnover	1,103,791	983,678
Cost of Sales	(796,872)	(709,858)
Gross profit	<u>306,919</u>	<u>273,820</u>
Less: overheads		
Administration expenses	(234,899)	(241,934)
Operating profit	<u>72,020</u>	<u>31,886</u>
Interest receivable	43	140
Tax on profit on ordinary activities	(27)	(4,591)
Profit for the year	<u>72,036</u>	<u>27,435</u>

ORMISTON FAMILIES ENTERPRISES LIMITED

SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2018

	2018 £	2017 £
Turnover		
Sales	<u>1,103,791</u>	<u>983,678</u>
	2018 £	2017 £
Cost of sales		
Wages and salaries	712,894	605,793
Subcontract labour	40,281	48,274
Consumables	29,409	39,160
Consumable tools	14,288	16,631
	<u>796,872</u>	<u>709,858</u>

ORMISTON FAMILIES ENTERPRISES LIMITED

SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2018

	2018 £	2017 £
Administration expenses		
Staff training	9,125	12,131
Staff welfare	482	1,343
Hotels, travel and subsistence	8,383	7,384
Printing and stationery	1,371	1,956
Postage	70	81
Telephone and fax	4,432	5,605
Computer costs	2,579	4,096
General office expenses	40,722	50,567
Advertising and promotion	2,166	2,967
Trade subscriptions	1,428	1,567
Legal and professional	2,556	5,520
Auditors' remuneration	5,154	4,884
Equipment hire	2,642	940
Bank charges	919	1,699
Bad debts	4,269	-
Sundry expenses	-	500
Rent - operating leases	82,753	86,466
Rent - operating leases - interco	27,000	12,317
Rates	10,437	9,940
Water	1,007	854
Light and heat	5,736	6,014
Insurances	704	31
Repairs and maintenance	2,598	6,010
Depreciation - other fixed assets	-	696
Amortisation - intangible fixed assets	18,366	18,366
	<u>234,899</u>	<u>241,934</u>
	2018 £	2017 £
Interest receivable		
Bank interest receivable	<u>43</u>	<u>140</u>