

Network Space NE Limited
(formerly Langtree North East Limited)

**Directors' report and financial
statements**

Registered number 06842604
For the year ended 30 June 2015



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Directors' report

The directors present their annual report and financial statements for the year ended 30 June 2015.

Principal activities

The principal activity of the company is that of an intermediate holding company.

Business review

In the year ended 30 June 2014 the Company fully provided against the carrying value of its joint venture investment in Onsite North East Limited Partnership. The company did not trade during the current financial year and no other trading is expected in the next financial year.

Proposed dividend and transfer to reserves

The profit on the ordinary activities of the company before taxation amounted to £nil (2014: loss of £2,045,871).

The directors do not recommend the payment of a dividend (2014: £nil).

Directors and directors' interests

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

J Downes – Resigned 30 November 2015

M Jackson – Resigned 30 November 2015

R Ainscough – Appointed 30 November 2015

R Gaskell – Appointed 30 November 2015

Disclosure of information to auditors

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

Auditors

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

By order of the board



R Gaskell
Director

17 June 2016

Centrix House
Crow Lane East
Newton Le Willows
WA12 9UY

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 judgments 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group and the parent 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.



KPMG LLP

1 St Peter's Square
Manchester
M2 3AE
United Kingdom

Independent Auditor's report to the members of Network Space NE Limited (formerly Langtree North East Limited)

We have audited the financial statements of Network Space NE Limited (formerly Langtree North East Limited) for the year ended 30 June 2015, set out on pages 5 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 Part 3 of Chapter 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 website 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 30 June 2015 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.

**Independent Auditor's report to the members of Network Space NE Limited
(formerly Langtree North East 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; or
- the directors were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic report.

Nicola Quayle

Nicola Quayle (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
1 St Peter's Square
Manchester
M2 3AE

24 June 2016

Profit and loss account
for the year ended 30 June 2015

	<i>Note</i>	2015 £	2014 £
Turnover		-	-
Expenses		-	(2,045,871)
		<hr/>	<hr/>
Operating profit/(loss)		-	(2,045,871)
		<hr/>	<hr/>
Profit/(loss) on ordinary activities before taxation		-	(2,045,871)
		<hr/>	<hr/>
Taxation	3	704,258	-
		<hr/>	<hr/>
Retained profit/(loss) for the financial year	9	704,258	(2,045,871)
		<hr/> <hr/>	<hr/> <hr/>

The company has no recognised gains or losses other than those disclosed in the profit and loss account for the year.

All revenue and operating losses are derived from continuing operations.

The notes on pages 7 to 10 form part of these financial statements.

Balance sheet
at 30 June 2015

	Note	2015 £	£	2014 £	£
Fixed assets					
Investments	4		-		-
Current assets					
Debtors	5	704,259		1	
		<u>704,259</u>		<u>1</u>	
Creditors: amounts falling due within one year	6	<u>(2,045,871)</u>		<u>-</u>	
Net current assets			(1,341,612)		1
Total assets less current liabilities			(1,341,612)		1
Creditors: amounts falling due after more than one year	7		-		(2,045,871)
Net liabilities			(1,341,612)		(2,045,870)
Capital and reserves					
Share capital	8		1		1
Profit and loss account	9		(1,341,613)		(2,045,871)
Shareholders' deficit			(1,341,612)		(2,045,870)

The notes on pages 7 to 10 form part of these financial statements.

These financial statements were approved by the board of directors on 17 June 2016 and were signed on its behalf by:



R Gaskell
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 financial statements.

Basis of preparation

The financial statements have been prepared on the going concern basis, in accordance with the Companies Act 2006 and applicable accounting standards and using the historical cost convention. The principal accounting policies, which have been applied consistently, are set out below.

The company is exempt by virtue of s228 of the Companies Act 2006 from the requirement to prepare group financial statements. These financial statements present information about the company as an individual undertaking and not about its group.

The company is a holding company for Onsite North East LP. The company has no forecasted expenditure for the foreseeable future. However, in the event that funding was required for this vehicle then funding would be provided by Network Space Developments Limited (formerly known as Langtree Land and Property plc).

After making enquiries the directors have a reasonable expectation that the company and the group have adequate resources to continue in operational existence for the foreseeable future. Accordingly they continue to adopt the going concern basis in preparing the annual report and accounts.

Under FRS1 (revised 1996), the company is exempt from the requirement to prepare a cash flow statement on the grounds of its size.

Investments

Investments in subsidiary undertakings, associates and joint ventures are stated at cost less any amounts written off.

Taxation

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

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 otherwise required by FRS 19.

Related Parties

Under the provisions of FRS 8 "Related Party Transactions" the Company is exempt from the requirement to disclose details of transactions with group companies.

2 Employee costs and remuneration of directors

No directors' remuneration was paid in the year (2014: £nil). The company had no employees during the year (2014: None).

Notes (continued)

3 Taxation

Analysis of charge in year

	2015 £	2014 £
<i>UK corporation tax</i>		
Group relief payable/(receivable)	(1,548)	-
Adjustments in respect of prior periods	(702,710)	
	<u>(704,258)</u>	<u>-</u>

b) Factors affecting the tax charge for the current year

The tax assessed for the year is lower (2014: higher) than the standard rate of corporation tax in the UK of 20.75% (2014: 22.5%). The differences are explained below:

	2015 £	2014 £
Profit/(loss) on ordinary activities before tax	-	(2,045,871)
Current tax at 20.75% (2014: 22.5 %)	-	(460,631)
Effects of:		
Permanent differences	-	460,631
Adjustments in respect of prior periods	(702,710)	-
Unrelieved tax losses and other deductions arising in period	40,902	-
Share of losses from joint venture	(42,450)	-
	<u>(704,258)</u>	<u>-</u>

Reductions in the UK corporation tax rate from 23% to 21% (effective from 1 April 2014) and 20% (effective from 1 April 2015) were substantively enacted on 2 July 2013. Further reductions to 19% (effective from 1 April 2017) and to 18% (effective 1 April 2020) were substantively enacted on 26 October 2015, and an additional reduction to 17% (effective from 1 April 2020) was announced in the Budget on 16 March 2016. These reductions will reduce the company's future current tax charge accordingly.

Notes (continued)

4 Investments

	Shares in group undertakings £
Cost	
At beginning and at end of year	2,045,871
Provisions	
At beginning and at end of year	(2,045,871)
Net book value	
At beginning and at end of year	-

The company holds an investment of 49.95% (2014: 49.95%) in the shares of Onsite North East Limited Partnership.

5 Debtors

	2015 £	2014 £
Unpaid share capital	1	1
Amounts due from related companies	704,258	-
	<u>704,259</u>	<u>1</u>

6 Creditors: amounts falling due within one year

	2015 £	2014 £
Amounts owed to related companies	2,045,871	-
	<u>2,045,871</u>	<u>-</u>

7 Creditors: amounts falling due after more than one year

	2015 £	2014 £
Amounts owed to related companies	-	2,045,871
	<u>-</u>	<u>2,045,871</u>

8 Called up share capital

	2015 £	2014 £
<i>Allotted and called up share capital</i>		
Unpaid ordinary shares of £1 each	1	1
	<u>1</u>	<u>1</u>

9 Reserves

	Profit and Loss Account £
At beginning of year	(2,045,871)
Profit for the year	704,258
	<u> </u>
At 30 June 2015	(1,341,613)
	<u> </u>

10 Ultimate holding company

The smallest group into which the results of Network Space NE Limited (formerly Langtree North East Limited) are consolidated is NS Investments North East Limited (formerly Langtree Investments North East Limited), a company registered in England and Wales.

NS Investments North East Limited is 100% owned by Network Space Developments Limited (formerly known as Langtree Land and Property plc), a company registered in England and Wales. The ultimate controlling party of the company is Network Space Holdings Limited (formerly known as Langtree Real Estate Holdings Limited), a company registered in England and Wales, which heads the largest group into which the results of the company are consolidated. Consolidated financial statements of Network Space Holdings Limited (formerly known as Langtree Real Estate Holdings Limited) can be obtained from the company's registered office: Centrix House, Crow Lane East, Newton-le-Willows, WA12 9UY.

11 Ultimate controlling party

The majority of the shares in Network Space Holdings Ltd are owned by Mr W Ainscough who is the ultimate controlling party.

12 Post balance sheet event

On 26 January 2016 Onsite North East Limited Partnership was dissolved. The investment in Onsite North East Limited Partnership has no carrying value in the accounts of Network Space NE Limited as at the balance sheet date (2014: £nil) as per note 4.