
ATLAS FM LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

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ATLAS FM LIMITED

COMPANY INFORMATION

DIRECTORS

N J Earley
R W Empson

COMPANY SECRETARY

T H Earley

REGISTERED NUMBER

06883247

REGISTERED OFFICE

82 Hampton Road West
Hanworth
Middlesex
TW13 6DZ

INDEPENDENT AUDITORS

Barnes Roffe LLP
Chartered Accountants & Statutory Auditor
3 Brook Business Centre
Cowley Mill Road
Uxbridge
Middlesex
UB8 2FX

ATLAS FM LIMITED

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ATLAS FM LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2013

The directors present their report and the financial statements for the year ended 31 December 2013.

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Group strategic report, 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 the group and of the profit or loss of the group 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 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £1,024,506 (2012 - £108,726).

The directors do not recommend any dividend payment for the year.

DIRECTORS

The directors who served during the year were:

N J Earley
R W Empson

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 that director is aware, there is no relevant audit information of which the company and the group's auditors are unaware, and
- that 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 and the group's auditors are aware of that information.

ATLAS FM LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2013**

AUDITORS

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

This report was approved by the board on 30 September 2014 and signed on its behalf.



N J Earley
Director

ATLAS FM LIMITED

GROUP STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2013

INTRODUCTION

The principal activity of the company continues to be that of a dormant holding company. The principal activity of the subsidiaries continues to be that of providing office cleaning services.

BUSINESS REVIEW

The directors are pleased to report that the group enjoyed another successful year.

The group continues to perform well and the directors forecast another strong year of trading for 2014.

PRINCIPAL RISKS AND UNCERTAINTIES

The group's primary financial instruments are bank overdrafts, trade debtors, trade creditors and intercompany balances. These arise directly from the group's trading operations and management have implemented policies to monitor and control the liquidity and credit risks which derive from their financial assets and liabilities. Liquidity risk is managed by the group's finance director using simple forecasting and projection methods. Credit risk is managed through the use of a credit controller.

FINANCIAL KEY PERFORMANCE INDICATORS

The directors monitor the performance of the group with reference to the following financial key performance indicators:

- The group's turnover increased by £3,292,489 to £24,159,731
- The group's gross margin decreased by £200,482 to £6,223,769

EMPLOYEE INVOLVEMENT

The group recognises the importance of good communications with its employees and considers the most effective form of communication regarding its activities, performance and plans is by way of informal discussions between management and other employees at a local level.

DISABLED EMPLOYEES

It is the group's policy to give disabled people full and fair consideration for all job vacancies for which they offer themselves as suitable candidates, having regard to their particular aptitudes and abilities. Training and career development opportunities are available to all employees and the group endeavours to retrain any member of staff who develops a disability while in the employment of the group.

FUTURE DEVELOPMENTS

The group continues to be committed to providing the highest possible service standards whilst maximising operating efficiencies.

This report was approved by the board on 30 September 2014 and signed on its behalf.



N J Earley
Director

ATLAS FM LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ATLAS FM LIMITED

We have audited the group and parent company financial statements of Atlas FM Limited for the year ended 31 December 2013, set out on pages 6 to 30. 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 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.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As explained more fully in the Directors' responsibilities statement, the directors are responsible for the preparation of the group and parent company 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 group and parent company 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 GROUP AND PARENT COMPANY FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the group and parent company financial statements sufficient to give reasonable assurance that the group and parent company 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 group's and the parent 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 group and parent company financial statements. In addition, we read all the financial and non-financial information in the Group strategic report and the Directors' report to identify material inconsistencies with the audited group and parent company 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 GROUP AND PARENT COMPANY FINANCIAL STATEMENTS

In our opinion the group and parent company financial statements:

- give a true and fair view of the state of the group's and the parent company's affairs as at 31 December 2013 and of the group's 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.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Group strategic report and the Directors' report for the financial year for which the group and parent company financial statements are prepared is consistent with the group and parent company financial statements.

ATLAS FM LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ATLAS FM LIMITED

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company group and parent company 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.

Barnes Roffe LLP

Christopher Smith
Senior Statutory Auditor
for and on behalf of

Barnes Roffe LLP

Chartered Accountants &
Statutory Auditor

3 Brook Business Centre

Cowley Mill Road

Uxbridge

Middlesex

UB8 2FX

Date: 30 September 2014

ATLAS FM LIMITED

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2013**

	Note	31 December 2013 £	Period ended 31 December 2012 £
TURNOVER	1,2	24,159,731	20,867,242
Cost of sales		(17,935,962)	(14,949,002)
Exceptional cost of sales		-	105,047
Total cost of sales		(17,935,962)	(14,843,955)
GROSS PROFIT		6,223,769	6,023,287
Administrative expenses		(4,722,111)	(3,375,855)
Exceptional administrative expenses		-	(2,460,000)
Total administrative expenses		(4,722,111)	(5,835,855)
OPERATING PROFIT	3	1,501,658	187,432
Loss on disposal of investments		(480)	-
Interest receivable and similar income		1,031	7,135
Interest payable and similar charges	7	(7,086)	(100)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,495,123	194,467
Tax on profit on ordinary activities	9	(470,617)	(85,741)
PROFIT FOR THE FINANCIAL YEAR	18	1,024,506	108,726

All amounts relate to continuing operations.

There were no recognised gains and losses for 2013 or 2012 other than those included in the profit and loss account.

The notes on pages 10 to 30 form part of these financial statements.

ATLAS FM LIMITED
REGISTERED NUMBER: 06883247

CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2013

	Note	£	2013 £	£	2012 £
FIXED ASSETS					
Goodwill		1,171,830		47,500	
Negative goodwill		(259,278)		-	
Net goodwill		<u>912,552</u>		<u>47,500</u>	
Intangible assets	10		912,552		47,500
Tangible assets	11		300,092		123,557
			<u>1,212,644</u>		<u>171,057</u>
CURRENT ASSETS					
Stocks	13	46,050		33,250	
Debtors: amounts falling due after more than one year	14	3,544,154		3,711,744	
Debtors: amounts falling due within one year	14	6,845,376		5,616,545	
Cash at bank and in hand		1,007,279		1,276,439	
		<u>11,442,859</u>		<u>10,637,978</u>	
CREDITORS: amounts falling due within one year	15	<u>(4,311,233)</u>		<u>(3,489,271)</u>	
NET CURRENT ASSETS			<u>7,131,626</u>		<u>7,148,707</u>
NET ASSETS			<u>8,344,270</u>		<u>7,319,764</u>
CAPITAL AND RESERVES					
Called up share capital	17		200		200
Profit and loss account	18		8,344,070		7,319,564
SHAREHOLDERS' FUNDS	19		<u>8,344,270</u>		<u>7,319,764</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

30 September 2014



N J Earley
Director

The notes on pages 10 to 30 form part of these financial statements.

ATLAS FM LIMITED
REGISTERED NUMBER: 06883247

COMPANY BALANCE SHEET
AS AT 31 DECEMBER 2013

	Note	2013 £	2012 £
FIXED ASSETS			
Investments	12	198	198
CURRENT ASSETS			
Cash in hand		2	2
NET ASSETS		<u>200</u>	<u>200</u>
CAPITAL AND RESERVES			
Called up share capital	17	<u>200</u>	<u>200</u>
SHAREHOLDERS' FUNDS	19	<u>200</u>	<u>200</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

30 September 2014



N J Earley
Director

The notes on pages 10 to 30 form part of these financial statements.

ATLAS FM LIMITED

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013**

		31 December 2013 £	<i>Period ended 31 December 2012 £</i>
	Note		
Net cash flow from operating activities	21	1,459,903	(610,828)
Returns on investments and servicing of finance	22	(6,055)	7,035
Taxation		(225,885)	25,662
Capital expenditure and financial investment	22	(687,926)	12,279
Acquisitions and disposals	22	(837,494)	-
CASH OUTFLOW BEFORE FINANCING		(297,457)	(565,852)
Financing	22	10,499	199
DECREASE IN CASH IN THE YEAR		(286,958)	(565,653)

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT
FOR THE YEAR ENDED 31 DECEMBER 2013**

	31 December 2013 £	<i>Period ended 31 December 2012 £</i>
Decrease in cash in the year	(286,958)	(565,653)
Cash inflow from increase in debt and lease financing	(10,499)	-
MOVEMENT IN NET DEBT IN THE YEAR	(297,457)	(565,653)
Net funds at 1 January 2013	1,207,399	1,773,052
NET FUNDS AT 31 DECEMBER 2013	909,942	1,207,399

The notes on pages 10 to 30 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention, in accordance with applicable accounting standards and on the assumption that the group and company are a going concern.

1.2 Basis of consolidation

The financial statements consolidate the accounts of Atlas FM Limited and all of its subsidiary undertakings ('subsidiaries').

The results of subsidiaries acquired are included from the effective date of acquisition.

The company has taken advantage of the exemption contained within s408 of the Companies Act 2006 not to present its own profit and loss account.

1.3 Turnover

Turnover comprises revenue recognised by the group in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

Turnover is recognised on the date the service is supplied.

1.4 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the profit and loss account over its estimated economic life of three years.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & machinery	-	33.33% straight line
Motor vehicles	-	25% straight line
Fixtures & fittings	-	25% straight line
Office equipment	-	25% straight line

1.6 Investments

Investments in subsidiaries are valued at cost less provision for impairment.

1.7 Operating leases

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

1. ACCOUNTING POLICIES (continued)

1.8 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

1.9 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.10 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the profit and loss account.

1.11 Pensions

The group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the group to the fund in respect of the year.

2. TURNOVER

The whole of the turnover is attributable to providing cleaning services.

All turnover arose within the United Kingdom.

ATLAS FM LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	31 December 2013 £	Period ended 31 December 2012 £
Amortisation - intangible fixed assets	281,080	138,333
Depreciation of tangible fixed assets:		
- owned by the group	171,786	121,778
- held under finance leases	2,803	-
Operating lease rentals:		
- plant and machinery	9,297	25,482
- other operating leases	295,735	177,669
Difference on foreign exchange	19	-
Exceptional cost of sales	-	(105,047)
Exceptional administrative expenses	-	2,460,000
Loss / (profit) on disposal of fixed assets	15,297	(15,507)
	<u> </u>	<u> </u>

4. AUDITORS' REMUNERATION

	31 December 2013 £	Period ended 31 December 2012 £
Fees payable to the company's auditor and its associates for the audit of the company's annual accounts	12,300	17,250
Fees payable to the company's auditor and its associates in respect of:		
Taxation compliance services	3,145	2,470
All other non-audit services not included above	20,621	33,147
	<u> </u>	<u> </u>

ATLAS FM LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

5. STAFF COSTS

Staff costs, including directors' remuneration, were as follows:

	31 December 2013 £	Period ended 31 December 2012 £
Wages and salaries	16,467,167	13,385,296
Social security costs	661,936	575,630
Other pension costs	3,029	2,880
	<u>17,132,132</u>	<u>13,963,806</u>

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

	31 December 2013 No.	Period ended 31 December 2012 No.
Directors	2	2
Administration	79	73
Operational	3,386	2,263
	<u>3,467</u>	<u>2,338</u>

6. DIRECTORS' REMUNERATION

During the year, no director received any remuneration from the group (2012 - £Nil).

7. INTEREST PAYABLE

	31 December 2013 £	Period ended 31 December 2012 £
On bank loans and overdrafts	609	100
On other loans	946	-
On finance leases and hire purchase contracts	5,322	-
Other interest payable	209	-
	<u>7,086</u>	<u>100</u>

ATLAS FM LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

8. EXCEPTIONAL ITEMS

	31 December 2013 £	Period ended 31 December 2012 £
Provision against loan notes	-	2,000,000
Provision against interest on loan notes	-	460,000
Legal fees in respect of settled case	-	(105,047)
	<u>-</u>	<u>2,354,953</u>

9. TAXATION

	31 December 2013 £	Period ended 31 December 2012 £
Analysis of tax charge in the year/period		
Current tax (see note below)		
UK corporation tax charge on profit for the year/period	446,788	85,400
Adjustments in respect of prior periods	22,733	-
Total current tax	<u>469,521</u>	<u>85,400</u>
Deferred tax (see note 16)		
Origination and reversal of timing differences	1,096	341
Tax on profit on ordinary activities	<u>470,617</u>	<u>85,741</u>

ATLAS FM LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

9. TAXATION (continued)

Factors affecting tax charge for the year/period

The tax assessed for the year/period is higher than (2012 - *higher than*) the standard rate of corporation tax in the UK of 23% (2012 - 24%). The differences are explained below:

	31 December 2013 £	Period ended 31 December 2012 £
Profit on ordinary activities before tax	1,495,123	194,467
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 23% (2012 - 24%)	343,878	46,672
Effects of:		
Non-tax deductible amortisation of goodwill and impairment	31,961	-
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	181,101	1,292
Capital allowances for year/period in excess of depreciation	(9,664)	7,730
Short term timing difference leading to an increase (decrease) in taxation	-	(312)
Adjustments to tax charge in respect of prior periods	22,733	-
Dividends from UK companies	(115,000)	-
Unrelieved tax losses carried forward	7,540	51,870
Utilisation of non-trading loan relationship losses	(197)	(22,229)
Changes in tax rates	7,372	1,808
Marginal relief	(323)	(1,629)
Overprovision	120	198
Current tax charge for the year/period (see note above)	469,521	85,400

Factors that may affect future tax charges

A subsidiary company has approximately £1,095,500 of non-trading loan relationship losses available for offset against future non-trading income or gains arising in that company.

A subsidiary company has approximately £5,280,000 of trading losses available for offset against future trading profits arising in that company.

ATLAS FM LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

10. INTANGIBLE FIXED ASSETS

Group	Goodwill £	Negative goodwill £	Total £
Cost			
At 1 January 2013	480,000	-	480,000
Additions	1,708,323	(311,134)	1,397,189
At 31 December 2013	2,188,323	(311,134)	1,877,189
Amortisation			
At 1 January 2013	432,500	-	432,500
Charge for the year	332,936	(51,856)	281,080
Impairment charge	251,057	-	251,057
At 31 December 2013	1,016,493	(51,856)	964,637
Net book value			
At 31 December 2013	1,171,830	(259,278)	912,552
At 31 December 2012	47,500	-	47,500

11. TANGIBLE FIXED ASSETS

Group	Plant & machinery £	Motor vehicles £	Fixtures & fittings £	Office equipment £
Cost				
At 1 January 2013	267,744	471,597	99,597	62,882
Additions	113,743	278,868	36,180	5,103
Disposals	(9,189)	(249,300)	(1,507)	(14,028)
At 31 December 2013	372,298	501,165	134,270	53,957
Depreciation				
At 1 January 2013	254,692	401,123	75,646	46,802
Charge for the year	38,448	103,644	29,652	2,845
On disposals	(3,084)	(176,049)	(591)	(11,530)
At 31 December 2013	290,056	328,718	104,707	38,117
Net book value				
At 31 December 2013	82,242	172,447	29,563	15,840
At 31 December 2012	13,052	70,474	23,951	16,080

ATLAS FM LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

11. TANGIBLE FIXED ASSETS (continued)

Group	Total £
Cost	
At 1 January 2013	901,820
Additions	433,894
Disposals	(274,024)
At 31 December 2013	<u>1,061,690</u>
Depreciation	
At 1 January 2013	778,263
Charge for the year	174,589
On disposals	(191,254)
At 31 December 2013	<u>761,598</u>
Net book value	
At 31 December 2013	<u>300,092</u>
At 31 December 2012	<u>123,557</u>

ATLAS FM LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

12. FIXED ASSET INVESTMENTS

Group	Investments £
Cost or valuation	
Additions	181,980
Disposals	(480)
Amounts written off	(181,500)
At 31 December 2013	-
Net book value	
At 31 December 2013	-
At 31 December 2012	-
Company	Investments in subsidiary companies £
Cost or valuation	
At 1 January 2013 and 31 December 2013	198
Net book value	
At 31 December 2013	198
At 31 December 2012	198

Details of the principal subsidiaries can be found under note number 29.

13. STOCKS

	Group		Company	
	2013 £	2012 £	2013 £	2012 £
Raw materials	46,050	33,250	-	-

ATLAS FM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

14. DEBTORS

	<u>Group</u>		<u>Company</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
	£	£	£	£
Due after more than one year				
Amounts due from related parties	3,544,154	3,711,744	-	-
	<u>3,544,154</u>	<u>3,711,744</u>	<u>-</u>	<u>-</u>
	<u>Group</u>		<u>Company</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
	£	£	£	£
Due within one year				
Trade debtors	5,092,724	4,283,687	-	-
Amounts due from related parties	1,172,330	614,600	-	-
Other debtors	558,596	709,347	-	-
Prepayments and accrued income	21,661	3,044	-	-
Deferred tax asset (see note 16)	65	5,867	-	-
	<u>6,845,376</u>	<u>5,616,545</u>	<u>-</u>	<u>-</u>

**15. CREDITORS:
Amounts falling due within one year**

	<u>Group</u>		<u>Company</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
	£	£	£	£
Bank loans and overdrafts	97,337	69,040	-	-
Trade creditors	578,215	468,662	-	-
Corporation tax	591,885	159,080	-	-
Other taxation and social security	1,258,996	865,989	-	-
Other creditors	1,502,676	1,835,429	-	-
Accruals and deferred income	282,124	91,071	-	-
	<u>4,311,233</u>	<u>3,489,271</u>	<u>-</u>	<u>-</u>

Bank loans and overdrafts of £97,337 (2012 - £69,040) are secured.

ATLAS FM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

16. DEFERRED TAXATION

	<u>Group</u>		<u>Company</u>	
	2013	2012	2013	2012
	£	£	£	£
At beginning of year/period	5,867	6,208	-	-
(Charge for)/released during the year (P&L)	(5,802)	(341)	-	-
At end of year/period	65	5,867	-	-

The deferred taxation balance is made up as follows:

	<u>Group</u>		<u>Company</u>	
	2013	2012	2013	2012
	£	£	£	£
Accelerated capital allowances	65	5,867	-	-

17. SHARE CAPITAL

	2013	2012
	£	£
Allotted, called up and fully paid		
200 Ordinary shares of £1 each	200	200

18. RESERVES

Group	Profit and loss account
	£
At 1 January 2013	7,319,564
Profit for the financial year	1,024,506
At 31 December 2013	8,344,070

ATLAS FM LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

19. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2013	2012
Group	£	£
Opening shareholders' funds	7,319,764	7,210,839
Profit for the financial year/period	1,024,506	108,726
Shares issued during the year/period	-	199
	<hr/>	<hr/>
Closing shareholders' funds	8,344,270	7,319,764
	<hr/>	<hr/>
	2013	2012
Company	£	£
Opening shareholders' funds	200	1
Shares issued during the year/period	-	199
	<hr/>	<hr/>
Closing shareholders' funds	200	200
	<hr/>	<hr/>

The company has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own profit and loss account.

The profit for the year/period dealt with in the accounts of the company was £NIL (2012 - £NIL):

ATLAS FM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

20. ACQUISITIONS

Orange Cleanteam Limited

	Vendors' book value £	Fair value to the group £
Assets and liabilities acquired		
Tangible fixed assets	19,805	19,805
Intangible fixed assets	8,337	8,337
Debtors	79,173	79,173
Cash at bank	6,255	6,255
Bank overdrafts	(22,628)	(22,628)
Other creditors and provisions	(81,690)	(81,690)
Net assets acquired	<u>9,252</u>	<u>9,252</u>
Satisfied by		
Consideration:		
Cash		181,500
Goodwill arising on consolidation (see note 10)		<u>172,248</u>

Goodwill being amortised over a period of three years.

The summarised profit and loss account for Orange Cleanteam Limited for the period from 1 January 2013 to the date of acquisition was as follows:

Turnover	<u>231,007</u>
Operating profit	<u>11,989</u>
Profit before tax	11,144
Taxation	(2,234)
Profit after tax	<u>8,910</u>

ATLAS FM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

20. ACQUISITIONS (continued)

Nova Window Cleaners Limited

	Vendors' book value £	Fair value to the group £
Assets and liabilities acquired		
Debtors	68	68
Cash at bank	1,350	1,350
Other creditors and provisions	(1,899)	(1,899)
Net assets acquired	<u>(481)</u>	<u>(481)</u>

Satisfied by

Consideration:

Goodwill arising on consolidation (see note 10) 481

Goodwill being amortised over a period of three years.

The summarised profit and loss account for Nova Window Cleaners Limited for the period from 1 January 2013 to the date of acquisition was as follows:

Turnover	<u>61,433</u>
Operating loss	<u>(223)</u>
Loss before tax	(223)
Taxation	(485)
Loss after tax	<u>(708)</u>

ATLAS FM LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

20. ACQUISITIONS (continued)

Atlas FM Services Limited

	Vendors' book value £	Fair value to the group £
Assets and liabilities acquired		
Tangible fixed assets	7,284	7,284
Intangible fixed assets	306,257	306,257
Debtors	363,581	363,581
Cash at bank	175,408	175,408
Other creditors and provisions	(491,396)	(491,396)
Net assets acquired	<u>361,134</u>	<u>361,134</u>
Satisfied by		
Consideration:		
Cash		50,000
Negative goodwill (see note 10)		<u>(311,134)</u>

Goodwill being amortised over a period of three years.

The summarised profit and loss account for Atlas FM Services Limited for the period from 1 January 2013 to the date of acquisition was as follows:

Turnover	<u>1,518,119</u>
Operating profit	<u>246,814</u>
Profit before tax	<u>246,814</u>
Profit after tax	<u>246,814</u>

ATLAS FM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

20. ACQUISITIONS (continued)

Comprehensive Cleaning Services (Leisure) Limited

	Vendors' book value £	Fair value to the group £
Assets and liabilities acquired		
Tangible fixed assets	16,189	16,189
Stocks	3,300	3,300
Debtors	341,542	341,542
Cash at bank	652,808	652,808
Other creditors and provisions	(379,700)	(379,700)
Net assets acquired	<u>634,139</u>	<u>634,139</u>
Satisfied by		
Consideration:		
Cash		854,926
Goodwill arising on consolidation (see note 10)		<u>220,787</u>

Goodwill being amortised over a period of three years.

The summarised profit and loss account for Comprehensive Cleaning Services (Leisure) Limited for the period from 1 January 2013 to the date of acquisition was as follows:

Turnover	<u>969,592</u>
Operating profit	<u>57,253</u>
Profit before tax	58,242
Taxation	<u>(12,307)</u>
Profit after tax	<u>45,935</u>

ATLAS FM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

20. ACQUISITIONS (continued)

Comprehensive Cleaning Services Limited

	Vendors' book value £	Fair value to the group £
Assets and liabilities acquired		
Tangible fixed assets	56,217	56,217
Stocks	9,500	9,500
Debtors	580,141	580,141
Cash at bank	497,250	497,250
Other creditors and provisions	(638,182)	(638,182)
Net assets acquired	<u>504,926</u>	<u>504,926</u>
Satisfied by		
Consideration:		
Cash		<u>1,084,139</u>
Goodwill arising on consolidation (see note 10)		<u>579,213</u>

Goodwill being amortised over a period of three years.

The summarised profit and loss account for Comprehensive Cleaning Services Limited for the period from 1 January 2013 to the date of acquisition was as follows:

Turnover	<u>4,422,546</u>
Operating profit	<u>552,039</u>
Profit before tax	<u>551,201</u>
Taxation	<u>(130,070)</u>
Profit after tax	<u>421,131</u>

21. NET CASH FLOW FROM OPERATING ACTIVITIES

	31 December 2013 £	Period ended 31 December 2012 £
Operating profit	1,501,658	187,432
Amortisation of intangible fixed assets	532,137	138,333
Depreciation of tangible fixed assets	174,589	121,778
Loss/(profit) on disposal of tangible fixed assets	15,297	(15,507)
Decrease in debtors	297,462	1,934,857
Decrease in creditors	(1,060,760)	(2,977,721)
Loss on disposal of investments	(480)	-
Net cash inflow/(outflow) from operating activities	<u>1,459,903</u>	<u>(610,828)</u>

ATLAS FM LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

22. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT

	31 December 2013 £	Period ended 31 December 2012 £
Returns on investments and servicing of finance		
Interest received	1,031	7,135
Interest paid	(1,764)	(100)
Hire purchase interest	(5,322)	-
Net cash (outflow)/inflow from returns on investments and servicing of finance	(6,055)	7,035
	31 December 2013 £	Period ended 31 December 2012 £
Capital expenditure and financial investment		
Purchase of intangible fixed assets	(421,000)	-
Purchase of tangible fixed assets	(334,399)	(15,051)
Sale of tangible fixed assets	67,473	27,330
Net cash (outflow)/inflow from capital expenditure	(687,926)	12,279
	31 December 2013 £	Period ended 31 December 2012 £
Acquisitions and disposals		
Purchase of fixed asset investments	(2,170,565)	-
Net cash acquired with subsidiaries	1,333,071	-
Net cash outflow from acquisitions and disposals	(837,494)	-
	31 December 2013 £	Period ended 31 December 2012 £
Financing		
Issue of ordinary shares	-	199
New secured loans	10,499	-
Net cash inflow from financing	10,499	199

ATLAS FM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

23. ANALYSIS OF CHANGES IN NET FUNDS

	1 January 2013 £	Cash flow £	Other non-cash changes £	31 December 2013 £
Cash at bank and in hand	1,276,439	(269,160)	-	1,007,279
Bank overdraft	(69,040)	(17,798)	-	(86,838)
	<u>1,207,399</u>	<u>(286,958)</u>	<u>-</u>	<u>920,441</u>
Debt:				
Debts due within one year	-	(10,499)	-	(10,499)
	<u>1,207,399</u>	<u>(297,457)</u>	<u>-</u>	<u>909,942</u>

24. CONTINGENT LIABILITIES

There is a composite cross guarantee in place covering Atlas Cleaning Limited and Atlas Contractors Limited. At the year end the potential liability of Atlas Cleaning Limited was £86,838 (2012 - £69,040).

25. PENSION COMMITMENTS

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £3,029 (2012 - £2,880). The amount outstanding to the pension fund at the year was £Nil (2012 - £Nil).

26. OPERATING LEASE COMMITMENTS

At 31 December 2013 the group had annual commitments under non-cancellable operating leases as follows:

	Land and buildings		Other	
Group	2013 £	2012 £	2013 £	2012 £
Expiry date:				
Within 1 year	-	7,800	-	-
After more than 5 years	<u>120,000</u>	<u>140,000</u>	<u>-</u>	<u>-</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

27. RELATED PARTY TRANSACTIONS

The group has taken advantage of the exemption allowed by Financial Reporting Standard 8, not to disclose any transactions with other wholly owned subsidiaries that are included in the consolidated financial statements of Atlas FM Limited.

During the period the group made rental payments of £135,000 (2012 - £140,000) for the rent of properties owned by N J Earley & R W Empson, directors.

Included in other creditors are loans due to the directors, N J Earley & R W Empson, amounting to £353,997 (2012 - £1,528,982) and £3,378 (2012 - £140,692) respectively.

Uniform Express Limited

During the period under review the group traded with Uniform Express Limited, a company in which the directors have a beneficial interest. The balance owing to the group at the period end was £2,690,495 (2012 - £2,654,325). During the period there was a recharge of expenses of £36,000 (2012 - £30,000).

Atlas New Homes Limited

The group has advanced funds to Atlas New Homes Limited, a company owned and controlled by the directors, N J Earley and R W Empson. The amount due from Atlas New Homes Limited at the year end amounted to £2,090,052 of which £1,061,637 has been provided for (2012 - £1,534,238 of which £1,061,637 had been provided for).

Atlas Homes (North East) Limited

The group has advanced funds to Atlas Homes (North East) Limited, a company controlled by the directors, N J Earley and R W Empson. The amount due from Atlas Homes (North East) Limited at the period end was £343,169 of which £201,169 has been provided for (2012 - £343,169 of which £201,169 had been provided for).

Deeprise Developments Limited

The group has made loans to Deeprise Developments Limited, a company in which the directors have a beneficial interest. The balance owing to the group at the period end was £600,000 which has been fully provided for (2012 - £600,000 which had been fully provided for).

Atlas Industrial Engineering Limited

The group has advanced funds to Atlas Industrial Engineering Limited, a company owned and controlled by the directors, N J Earley and R W Empson. The amount outstanding at 31 December 2013 was £2,147,377 of which £1,293,719 has been provided for (2012 - £2,351,138 of which £1,293,719 had been provided for).

28. CONTROLLING PARTY

The directors are of the opinion that there is no individual controlling party.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

29. PRINCIPAL SUBSIDIARIES

Company name	Country	Percentage Shareholding	Description
Atlas Cleaning Limited	England & Wales	100%	Cleaning services
Atlas Contractors Limited	England & Wales	100%	Cleaning services
Atlas Managed Integrated Services Limited	England & Wales	100%	Cleaning services
South Midlands Maintenance and Cleaning Contractors Limited	England & Wales	100%	Dormant
Orange Cleanteam Limited	England & Wales	100%	Cleaning services
Comprehensive Cleaning Services Limited	England & Wales	100%	Cleaning services
Comprehensive Cleaning Services (Leisure) Limited	England & Wales	100%	Cleaning services
Atlas FM Services Limited	England & Wales	100%	Cleaning services
Nova Window Cleaners Limited	England & Wales	100%	Cleaning services

Atlas Managed Integrated Services Limited, South Midlands Maintenance and Cleaning Contractors Limited, Comprehensive Cleaning Services Limited, Comprehensive Cleaning Services (Leisure) Limited, Atlas FM Services Limited, Nova Windows Cleaners Limited are wholly owned subsidiaries of Atlas Contractors Limited.

Orange Cleanteam Limited is a wholly owned subsidiary of Atlas Cleaning Limited.