

Eddisons Insurance Services Limited

Report and Financial Statements

Year Ended

30 April 2017

Company Number: 7292351



Eddisons Insurance Services Limited

**Report and financial statements
for the year ended 30 April 2017**

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Director

R W Traynor

Secretary

J A Humphrey

Registered office

Toronto Square, Toronto Street, Leeds, LS1 2HJ

Company number

7292351

Auditor

BDO LLP, Leeds

Eddisons Insurance Services Limited

Director's report for the year ended 30 April 2017

The director presents his annual report on the affairs of the company, together with the financial statements and auditor's report, for the year ended 30 April 2017.

The director's report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption under section 414B of the Companies Act 2006. The company is classified as small, and accordingly, a strategic report has not been prepared.

PRINCIPAL ACTIVITIES

The principal activity of the company is that of an insurance intermediary.

RESULTS AND DIVIDENDS

The income statement account is set out on page 5 and shows the profit for the year ended 30 April 2017.

No ordinary dividend was proposed during the year (2016: £nil).

GOING CONCERN

After making enquiries and taking into account the current economic uncertainty, based on the assumptions outlined in note 1 to the financial statements, the director has concluded that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, he continues to adopt the going concern basis in preparing the financial statements.

DIRECTOR

The director who served during the year and since the year end is shown on the contents page.

AUDITOR

The director at the date of approval of this annual report confirms that:

- so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- the director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Deloitte LLP resigned as auditors of the company during the year and BDO LLP were appointed as auditors of the company by the director. BDO LLP have expressed their willingness to continue in office as auditor and a resolution to reappoint them will be proposed at the forthcoming Annual General Meeting.

Approved and signed by the director on 17 November 2017.



R W Traynor
Director

Eddisons Insurance Services Limited

Director's responsibilities statement

Director's responsibilities

The director is responsible for preparing the director's report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the company financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless he is 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 director is 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

Eddisons Insurance Services Limited

Independent Auditor's Report to the members of Eddisons Insurance Services Limited

We have audited the financial statements of Eddisons Insurance Services Limited for the year ended 30 April 2017, which comprise the income statement, the balance sheet, the statement of changes in equity 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), including Financial Reporting Standard 102, the financial standard applicable in the UK and Republic of Ireland.

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 director and auditor

As explained more fully in the Director's Responsibilities Statement, the director is 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 Financial Reporting Council's (FRC'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 FRC's website at www.frc.org.uk/auditscopeprivate.

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 April 2017 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.

Opinion on other matter 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 director's report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the director's report has been prepared in accordance with applicable legal requirements.

Eddisons Insurance Services Limited

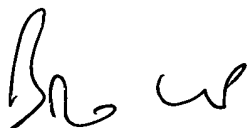
Independent Auditor's Report to the members of Eddisons Insurance Services Limited

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 director's report.

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 director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit: or
- the director was not entitled to produce the financial statements and the director's report in accordance with the small companies regime and to the exemption from the requirement to prepare a strategic report.



*Julien Rye (senior statutory auditor)
For and on behalf of BDO LLP, statutory auditor
Manchester, United Kingdom
27 November 2017*

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

Eddisons Insurance Services Limited

Income statement for the year ended 30 April 2017

	Note	2017 £	2016 £
Turnover	3	369,984	655,116
Administrative expenses		(192,177)	(243,679)
		<hr/>	<hr/>
Operating profit and profit on ordinary activities before tax	4	177,807	411,437
Taxation on profit on ordinary activities	7	(35,413)	(82,689)
		<hr/>	<hr/>
Profit for the financial year		142,394	328,748
		<hr/>	<hr/>

There were no recognised gains and losses in either year other than the profit or loss for that year shown above. Accordingly, a separate statement of comprehensive income has not been presented.

All results were derived from continuing operations

The notes on pages 8 to 12 form part of these financial statements.

Eddisons Insurance Services Limited

Balance sheet as at 30 April 2017

	Note	2017 £	2016 £
Current assets			
Debtors	8	1,201,511	1,212,894
Cash at bank and in hand		162,891	26,831
		<u>1,364,402</u>	<u>1,239,725</u>
Creditors: amounts falling due within one year	9	(35,429)	(53,146)
Net assets		<u>1,328,973</u>	<u>1,186,579</u>
Capital and reserves			
Called-up share capital	11	1	1
Profit and loss account		1,328,972	1,186,578
Shareholders reserves		<u>1,328,973</u>	<u>1,186,579</u>

The company's financial statements been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption under section 414B of the Companies Act 2006.

The notes on pages 8 to 12 form part of these financial statements.

These financial statements of Eddisons Insurance Services Limited, registered number 7292351, were approved and signed by the director and authorised for issue on 17 November 2017.



R W Traynor
Director

Eddisons Insurance Services Limited

Statement of changes in equity as at 30 April 2017

	Share capital £	Profit & loss account £	Total equity £
At 1 May 2015	1	857,830	857,831
Profit and other comprehensive income for the financial year	-	328,748	328,748
At 30 April 2016	1	1,186,578	1,186,579
Profit and other comprehensive income for the financial year	-	142,394	142,394
At 30 April 2017	1	1,328,972	1,328,973

The notes on pages 8 to 12 form part of these financial statements.

Eddisons Insurance Services Limited

Notes to the financial statements for the year ended 30 April 2017

1 Accounting policies

Eddisons Insurance Services Limited is a private limited company incorporated in England & Wales under the Companies Act. The address of the registered office is given on the contents page and the nature of the company's operations and its principal activities are set out in the director's report. The financial statements have been prepared in accordance with FRS 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the company's accounting policies.

FRS102 exemptions

FRS 102 allows a qualifying entity certain exemptions. The Company has taken advantage of the available exemptions not to disclose:

- a statement of cash flows;
- Certain financial instrument disclosures on the basis that equivalent disclosures are included in the consolidated financial statements of the group in which the Company is consolidated; and
- key management personnel compensation in total.

The company's shareholders have been notified in writing about the intention to take advantage of the disclosure exemptions and no objections have been received.

Going concern

In preparing these financial statements the director has considered the financial position and trading of the company, the forecast financial performance for twelve months from the date of signing these financial statements and the financial strength of the parent undertaking, Begbies Traynor Group plc.

After making these enquiries, the director has adopted the going concern basis in preparing these financial statements.

The following principal accounting policies have been applied:

Turnover

Turnover represents commissions earned on insurance policies arranged and is recognised in the period in which the policy is inception.

Revenue is recognised to the extent that the economic benefits will flow to the Company and the revenue can be reliably measured.

Financial instruments

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the instrument.

Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and on-demand deposits and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

Trade debtors

Trade debtors are stated at amortised cost less allowances for estimated irrecoverable amounts.

Eddisons Insurance Services Limited

Notes to the financial statements for the year ended 30 April 2017 (continued)

1 Accounting policies (continued)

Trade creditors

Trade creditors are stated at their amortised cost.

Financial liabilities and equity instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

Pension costs

Contributions to the company's defined contribution pension scheme are charged to the income statement in the year in which they become payable.

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. Dividends on shares recognised as liabilities are recognised as expenses and classified within interest payable.

Taxation

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that the recognition of deferred tax assets is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances are not discounted.

Operating leases

Operating lease rentals are charged to the income statement on a straight-line basis over the term of the lease, even where payments are not made on such a basis. Lease incentives are spread over the period of the lease.

2 Judgements in applying accounting policies and key sources of estimation uncertainty

In the process of applying the company's accounting policies, the company is required to make certain estimates, judgements and assumptions that it believes are reasonable based upon the information available. These estimates and assumptions affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the periods presented.

On an ongoing basis, the company evaluates its estimates using historical experience, consultation with experts and other methods considered reasonable in the particular circumstances. Actual results may differ from the estimates, the effect of which is recognised in the period in which the facts that give rise to the revision become known.

(i) Critical judgements in applying the Company's accounting policies - the director does not consider there to be any critical accounting judgements that must be applied.

(ii) Key accounting estimates and assumptions - the director does not consider there to be any key accounting estimates and assumptions that require further analysis.

Eddisons Insurance Services Limited

Notes to the financial statements for the year ended 30 April 2017 (continued)

3 Turnover

Turnover is wholly attributable to the principal activity of the company and arises solely within the United Kingdom.

4 Operating profit

	2017 £	2016 £
This is arrived at after charging:		
Operating lease expense	-	12,466
Fees payable to the company's auditor and its associates for the audit of the company's annual accounts	3,500	3,500
	<u>3,500</u>	<u>12,466</u>

£6,000 non-audit fees were paid to the auditor during the year (2016: £5,500) for other assurance services.

5 Employees

	2017 £	2016 £
Staff costs (including directors) consist of:		
Wages and salaries	99,600	143,939
Social security costs	12,997	13,795
Pension costs	11,700	13,270
	<u>124,297</u>	<u>171,004</u>

The average number of employees (including directors) during the year was as follows:

	2017 Number	2016 Number
Administration	<u>2</u>	<u>2</u>

6 Director's remuneration

The director did not receive any emoluments during the current year (2016: £nil).

Director's remuneration is borne by fellow group undertakings.

Eddisons Insurance Services Limited

Notes to the financial statements for the year ended 30 April 2017 (continued)

7 Taxation on profit on ordinary activities

	2017 £	2016 £
<i>UK corporation tax</i>		
Current tax on profits of the year	35,413	82,689

The tax assessed for the year is lower than the standard rate of corporation tax in the UK applied to profit before tax. The differences are explained below:

	2017 £	2016 £
Profit on ordinary activities before tax	177,807	411,437
Profit on ordinary activities at the standard rate of corporation tax in the UK of 19.92% (2016 - 20%)	35,419	82,287
Effects of: Expenses not deductible for tax purposes	(6)	402
Total tax (credit) / charge for the period	35,413	82,689

8 Debtors

	2017 £	2016 £
Amounts owed by group undertakings	1,201,511	1,212,894

All amounts shown under debtors fall due for payment within one year.

9 Creditors: amounts falling due within one year

	2017 £	2016 £
Corporation tax	35,429	53,146

All amounts shown under creditors within one year are unsecured and repayable on demand.

10 Pensions

The company operates a defined contribution pension scheme. The pension cost for the year amounted to £11,700 (2016: £13,270). There were no outstanding or prepaid contributions at the year end (2016: £nil).

Eddisons Insurance Services Limited

Notes to the financial statements for the year ended 30 April 2017 (continued)

11 Share capital

	2017 £	2016 £
<i>Allotted, called up and fully paid</i>		
1 Ordinary share of £1 each	1	1

12 Guarantees and other financial commitments

Guarantees

There is an unlimited bank cross guarantee given by Eddisons Insurance Services Limited to cover the bank borrowings of all subsidiaries of Begbies Traynor Group plc. As at 30 April 2017, the total net indebtedness to the bank was £10,486,966 (2016: £11,798,425).

Capital commitments

There are no outstanding capital commitments (2016: £nil)

13 Related party disclosures

Ultimate parent undertaking and controlling party

The immediate parent undertaking is Eddisons Commercial (Holdings) Limited.

The company's ultimate parent undertaking is Begbies Traynor Group plc, a company registered in England and Wales. Copies of the parent's consolidated financial statements can be obtained from the Registrar of Companies. The smallest and largest group in which the results of the company are consolidated is that headed by Begbies Traynor Group plc.

In the opinion of the director, Begbies Traynor Group plc is the ultimate controlling party.

Related party transactions

The Company discloses transactions with related parties which are not wholly owned with the same group. It does not disclose transactions with members of the same group that are wholly owned as permitted by FRS 102 Section 33.