

Eddisons Insurance Services Limited

Report and Financial Statements

Year Ended

30 April 2018

Company Number: 7292351



Eddisons Insurance Services Limited

Report and financial statements for the year ended 30 April 2018

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Directors

R W Traynor
N D Towns (appointed 20 September 2018)

Secretary

J A Humphrey

Registered office

Toronto Square, Toronto Street, Leeds, LS1 2HJ

Company number

7292351

Auditor

BDO LLP, Leeds

Eddisons Insurance Services Limited

Directors' report for the year ended 30 April 2018

The directors present their annual report on the affairs of the company, together with the financial statements and auditor's report, for the year ended 30 April 2018.

The directors' 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 6 and shows the profit for the year ended 30 April 2018.

No ordinary dividend was proposed during the year (2017: £nil).

GOING CONCERN

The financial statements have been prepared on a going concern basis. Based on internal forecasts and projections, prepared for a period of at least 12 months from the date of approval of the financial statements that take into account reasonably possible changes in the company's trading performance, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, the going concern basis has continued to be adopted in the preparation of the financial statements.

DIRECTORS

The directors who served during the year and since the year end are shown on the contents page.

AUDITOR

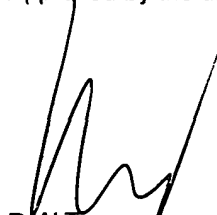
The directors at the date of approval of this annual report confirm that:

- so far as the directors are aware, there is no relevant audit information of which the company's auditor is unaware; and
- the directors have taken all the steps that they ought to have taken as directors in order to make themselves 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.

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 by the directors and signed on 27 November 2018.



R W Traynor
Director

Eddisons Insurance Services Limited

Directors' responsibilities statement

Directors' responsibilities

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 company financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable 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

Opinion

We have audited the financial statements of Eddisons Insurance Services Limited ("the Company") for the year ended 30 April 2018 which comprise the income statement, the balance sheet, the statement of changes in equity and notes to the financial statements, 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 30 April 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 Auditor's 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 UK, including the FRC'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 and financial statements, other than the financial statements and our auditor's 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 required to report that fact.

We have nothing to report in this regard.

Eddisons Insurance Services Limited

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

Opinions 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 Director's 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, 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.

Auditor's 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 auditor's 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 at the Financial Reporting Council's website at:

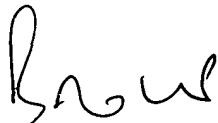
<https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Eddisons Insurance Services Limited

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

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 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.



Julien Rye (Senior Statutory Auditor)
For and on behalf of BDO LLP, Statutory Auditor
Manchester, United Kingdom

26 November 2018

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 2018

	Note	2018 £	2017 £
Turnover	3	722,414	369,984
Administrative expenses		(172,600)	(192,177)
		<hr/>	<hr/>
Operating profit and profit on ordinary activities before tax	4	549,814	177,807
Taxation on profit on ordinary activities	7	(104,465)	(35,413)
		<hr/>	<hr/>
Profit for the financial year		445,349	142,394

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 9 to 13 form part of these financial statements.

Eddisons Insurance Services Limited

Balance sheet as at 30 April 2018

	Note	2018 £	2017 £
Current assets			
Debtors	8	1,841,799	1,201,511
Cash at bank and in hand		36,988	162,891
		<u>1,878,787</u>	<u>1,364,402</u>
Creditors: amounts falling due within one year	9	(104,465)	(35,429)
Net assets		<u>1,774,322</u>	<u>1,328,973</u>
Capital and reserves			
Called-up share capital	11	1	1
Profit and loss account		1,774,321	1,328,972
Shareholders equity		<u>1,774,322</u>	<u>1,328,973</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 9 to 13 form part of these financial statements.

These financial statements of Eddisons Insurance Services Limited, registered number 7292351, were approved by the directors and signed and authorised for issue on 27 November 2018.



R W Traynor
Director

Eddisons Insurance Services Limited

Statement of changes in equity as at 30 April 2018

	Share capital £	Profit & loss account £	Total equity £
At 1 May 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
Profit and other comprehensive income for the financial year	-	445,349	445,349
At 30 April 2018	1	1,774,321	1,774,322

The notes on pages 9 to 13 form part of these financial statements.

Eddisons Insurance Services Limited

Notes to the financial statements for the year ended 30 April 2018

1 Accounting policies

Eddisons Insurance Services Limited is a private company, limited by shares, 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.

FRS 102 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.

Going concern

The financial statements have been prepared on a going concern basis. Based on internal forecasts and projections, prepared for a period of at least 12 months from the date of approval of the financial statements that take into account reasonably possible changes in the company's trading performance, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, the going concern basis has continued to be adopted in the preparation of the 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 2018 (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 directors do not consider there to be any critical accounting judgements that must be applied.

(ii) Key accounting estimates and assumptions - the directors do 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 2018 (continued)

3 Turnover

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

4 Operating profit

	2018 £	2017 £
This is arrived at after charging:		
Fees payable to the company's auditor and its associates for the audit of the company's annual accounts	3,500	3,500

£6,000 non-audit fees were paid to the auditor during the year (2017: £6,000) for other assurance services.

5 Employees

	2018 £	2017 £
Staff costs (including directors) consist of:		
Wages and salaries	99,600	99,600
Social security costs	13,000	12,997
Pension costs	11,700	11,700
	<u>124,300</u>	<u>124,297</u>

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

	2018 number	2017 number
Administration	<u>2</u>	<u>2</u>

6 Directors remuneration

The directors remuneration is borne by other group entities and not recharged. The director received total remuneration of £573,737 (2017: £407,683). It is not practicable to allocate this between his services as director of Eddisons Insurance Services Limited and his services as executive of Begbies Traynor Group Plc and other subsidiaries of the Group.

Eddisons Insurance Services Limited

Notes to the financial statements for the year ended 30 April 2018 (continued)

7 Taxation on profit on ordinary activities

	2018 £	2017 £
<i>UK corporation tax</i>		
Current tax on profits of the year	104,465	35,413

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

	2018 £	2017 £
Profit on ordinary activities before tax	549,814	177,807
Profit on ordinary activities at the standard rate of corporation tax in the UK of 19% (2017 – 19.92%)	104,465	35,419
Effects of: Expenses not deductible for tax purposes	-	(6)
Total tax charge for the period	104,465	35,413

8 Debtors

	2018 £	2017 £
Amounts owed by group undertakings	1,841,799	1,201,511

Amounts due from group undertakings are interest free and due on demand.

9 Creditors: amounts falling due within one year

	2018 £	2017 £
Corporation tax	104,465	35,429

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

10 Pensions

The company operates a defined contribution pension scheme for all qualifying employees. The pension cost for the year amounted to £11,700 (2017: £11,700). There were no outstanding or prepaid contributions at the year end (2017: £nil).

Eddisons Insurance Services Limited

Notes to the financial statements for the year ended 30 April 2018 (continued)

11 Share capital

	2018 £	2017 £
<i>Allotted, called up and fully paid</i>		
1 Ordinary share of £1 each	1	1

12 Guarantees and other financial commitments

Capital commitments

There are no outstanding capital commitments (2017: £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 directors, 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.