

Northern Rock (Asset Management) Limited

Directors' Report and Financial Statements

for the 12 months to 31 March 2020

Registered number 08655131

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Northern Rock (Asset Management) Limited

Directors' Report and Financial Statements

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Northern Rock (Asset Management) Limited

Company information

Directors

Ian John Hares

John Gornall

Company Secretary

Claire Louise Craigie

Registered office

Croft Road

Crossflatts

Bingley

West Yorkshire

BD16 2UA

Northern Rock (Asset Management) Limited

Directors' Report

The Directors present their Report and Financial Statements for the year to 31 March 2020. Northern Rock (Asset Management) Limited (formerly NRAM Ltd) ('the Company') is a limited liability company incorporated and domiciled in the United Kingdom.

Principal activity and business review

The Company qualifies as a small company in accordance with sections 381-382 of the Companies Act 2006 (the 'Act'). The Directors' report has therefore been prepared taking into consideration the entitlement to small companies exemptions provided in section 414B (as incorporated to the Act by the Strategic Report and Directors' Regulations 2013) of the Act.

The Company continues to be dormant and the Directors have agreed that it is in the best interests of the company and the wider interests of the UK Asset Resolution Ltd ('UKAR') group that the company should be retained as a dormant company.

The Company has not traded during the current or preceding year and consequently made neither a profit or a loss.

Controlling party

The Company's ultimate parent undertaking is UKAR, a private limited company incorporated and domiciled in the United Kingdom, which is wholly owned by the Treasury Solicitor as nominee for HM Treasury. The Company considers the UK Government to remain its ultimate controlling party. Copies of the Financial Statements of UKAR may be obtained from the Company Secretary, P.O. Box 88, Croft Road, Crossflatts, Bingley BD16 2UA. The results of the UKAR Group are consolidated into the Annual Report and Accounts of HM Treasury which are available at www.gov.uk/government/publications.

Dividends

No dividend was paid during the year (2019: £nil), and the Directors do not recommend the payment of a final dividend for the year.

Directors and their interests

The Directors who served during the year and up to the date of signing the Financial Statements were as follows:

Ian John Hares

John Gornall

The Directors did not hold any interest in the ordinary shares of the company during the current or preceding year.

Mr Hares is a Director of UKAR.

Risk management and control

The Directors have responsibility for the overall system of internal control and for reviewing its effectiveness. The effectiveness of the risk management is then monitored on an ongoing basis. Further discussion in the context of the UKAR Group as a whole is provided in that Group's 2020 Annual Report & Accounts which do not form part of this Report and Financial Statements.

The Directors are of the opinion that the Company has no material exposure to market risk.

Northern Rock (Asset Management) Limited

Directors' Report (continued)

Directors' indemnities

Qualifying third party indemnity provision for the benefit of all Directors was in force during the year under review, and remains in force at the date of approval of the Directors' Report and Financial Statements.

UKAR has also arranged Directors' and Officers' Insurance on behalf of the Directors in accordance with the provisions of the Companies Act 2006.

Statement of 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 period. Under that law the Directors have prepared the Financial Statements in accordance with International Financial Reporting Standards ('IFRS') as adopted by the European Union. 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 IFRS as adopted by the European Union have been followed, subject to any material departures disclosed and explained in the Financial Statements; and
- 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 them to ensure that the Financial Statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent auditors

For the year to 31 March 2020, the Company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies.

On behalf of the board



John Gornall
Director
9 December 2020

Northern Rock (Asset Management) Limited

Statement of Comprehensive Income

During the current and preceding year the Company received no income and incurred no expenditure. Consequently, the Company made neither a profit nor a loss and no Statement of Comprehensive Income has been presented.

Northern Rock (Asset Management) Limited

Balance Sheet

Registered number: 08655131

	Note	At 31 March 2020 £	At 31 March 2019 £
Assets			
Other assets	2	1	1
Total assets		1	1
Equity			
Share capital	3	1	1
Total equity		1	1

The notes on pages 8 and 9 form an integral part of these Financial Statements.

The Company was dormant throughout the year to 31 March 2020.

The Directors:

(a) confirm these Financial Statements were delivered with no profit and loss account in accordance with provisions under section 444(5) of the Companies Act (the 'Act') applicable to companies subject to the small companies' regime;

(b) confirm that the Company was entitled to exemption under section 480 (1) of the Act from the requirement to have its Financial Statements for the year to 31 March 2020 audited;

(c) confirm that the members have not required the Company to obtain an audit of its Financial Statements for that financial period in accordance with section 476 of the Act;

(d) ensure that the Company keeps accounting records which comply with section 386 of the Act; and

(e) prepare the Financial Statements which give a true and fair view of the state of affairs of the Company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of the Act relating to Financial Statements, so far as they are applicable to the Company.

The Financial Statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The Financial Statements were approved by the Board of Directors and authorised for issue on 9 December 2020 and signed on its behalf by:



John Gornall
Director

Northern Rock (Asset Management) Limited

Notes to the Financial Statements

1. Principal accounting policies

The Company is a limited liability company incorporated and domiciled in the United Kingdom.

(a) Statement of compliance

The Company's Financial Statements have been prepared and approved by the Directors in accordance with International Financial Reporting Standards as adopted by the EU ('Adopted IFRS').

The Financial Statements comply with the relevant provisions of Part 15 of the Companies Act 2006 and regulations made thereunder.

(b) Basis of preparation

The Financial Statements are prepared on the historical cost basis.

The Financial Statements are presented in pounds sterling, which is the currency of the Company's primary operating environment, and on a going concern basis. The validity of the going concern basis of accounting is dependent upon the funding position of the Company. UKAR has confirmed its intentions to honour all intragroup balances until at least 1 January 2022 subject to HM Treasury ('HMT') continuing to make available funding and guarantees to UKAR during this time.

During the year UKAR launched a process that, if successful, would result in the sale of its shareholding in the Company. Due to the COVID-19 pandemic the process was placed on hold in March 2020. Subsequent to the year end the process was re-started. The Directors consider that UKAR Limited would not sell its investment in the Company unless the Directors were confident that the Company would remain viable following the sale. The Directors therefore consider it appropriate to prepare these Financial Statements on a going concern basis.

The Directors do not intend to make any change to the Company's activities and there is no intention that the Company will trade in the coming year.

The Directors consider that the accounting policies set out in this note are the most appropriate to the Company's circumstances, have been consistently applied to the Company in dealing with items which are considered material, and are supported by reasonable and prudent estimates and judgements.

The Directors consider the business to comprise one operating and geographical segment.

The Financial Statements have been prepared in accordance with EU adopted IFRS, IFRIC interpretations issued by the IFRS Interpretations Committee (formerly the International Financial Reporting Interpretations Committee) and with those parts of the Companies Act 2006 (the 'Act') applicable to companies reporting under IFRS. A summary of accounting policies is set out below. The preparation of the Financial Statements in conformity with these accounting policies and generally accepted accounting principles requires the use of estimates and assumptions that affect the reported values of assets and liabilities at the date of the Financial Statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management's best knowledge of the amounts, event or actions, actual results ultimately may differ from those estimates.

Northern Rock (Asset Management) Limited

Notes to the Financial Statements (continued)

2. Other Assets

	At 31 March 2020 £	At 31 March 2019 £
Amounts due from parent undertaking	1	1

Amounts due from the parent undertaking are unsecured, do not carry any interest and are payable on demand.

3. Share Capital

	At 31 March 2020 £	At 31 March 2019 £
Authorised		
Unlimited authorised share capital		
Issued and fully paid		
1 ordinary shares of £1 each	1	1

There is only one class of ordinary share which carries no right to fixed income.