

REGISTERED NUMBER: 09191901 (England and Wales)

1st Stop Reserve Limited
Report of the Directors and
Audited Financial Statements
for the Year Ended 31 March 2017



1st Stop Reserve Limited (Registered number: 09191901)

Contents of the Financial Statements for the year ended 31 March 2017

	Page
Company Information	1
Report of the Directors	2
Independent Auditors' Report	4
Income Statement	6
Statement of Financial Position	7
Notes to the Financial Statements	8

1st Stop Reserve Limited

Company Information for the year ended 31 March 2017

DIRECTORS:

AJ Mollart
D Enright
MA Robins

SECRETARY:

AJ Mollart

REGISTERED OFFICE:

10 Whitehills Business Park
Whitehills
Blackpool
Lancashire
FY4 5LW

REGISTERED NUMBER:

09191901 (England and Wales)

AUDITORS:

Ernst & Young LLP
1 Bridgewater Place
Leeds
LS11 5QR

1st Stop Reserve Limited (Registered number: 09191901)

Report of the Directors for the year ended 31 March 2017

The directors present their report with the financial statements of the company for the year ended 31 March 2017.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2016 to the date of this report.

AJ Mollart
D Enright

Other changes in directors holding office are as follows:

MA Robins - appointed 21 March 2017

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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), including Financial Reporting Standard 102 'The Financial Reporting Standard in the UK and Republic of Ireland'. 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 those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether they have been prepared in accordance with Financial Reporting Standard 102; and
- prepare the accounts on the going concern basis unless it is appropriate to presume that the company will not 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Ernst & Young LLP, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

1st Stop Reserve Limited (Registered number: 09191901)

Report of the Directors for the year ended 31 March 2017

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to be 'MA Robins', with a long horizontal stroke extending to the right.

MA Robins - Director

7 August 2017

Independent Auditors' Report to the Members of 1st Stop Reserve Limited

We have audited the financial statements of 1st Stop Reserve Limited for the year ended 31 March 2017 which comprise the Income Statement, the Statement of Financial Position and the related notes 1 to 11. 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 FRS 102 "The financial Reporting 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 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 Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the 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 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 financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited 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 financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2017 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Other matter

The financial statements of 1st Stop Personal Loans Limited for the year ended 31 March 2016 were audited by another auditor who expressed an unmodified opinion on those statements on 30 November 2016.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit, the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements, and has been prepared in accordance with applicable legal requirements. In the light of the knowledge and understanding of the company and its environment, we have not identified any material misstatements in the Report of the Directors.

Independent Auditors' Report to the Members of 1st Stop Reserve 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, 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' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.

Ernst & Young LLP

Steven Robb (Senior Statutory Auditor)
for and on behalf of Ernst & Young LLP, Statutory Auditor
Leeds

7 August 2017

1st Stop Reserve Limited (Registered number: 09191901)

Income Statement for the year ended 31 March 2017

	Notes	2017 £	2016 £
TURNOVER		1,225,213	1,333,383
Cost of sales		<u>(25,154)</u>	<u>(7,561)</u>
GROSS PROFIT		1,200,059	1,325,822
Administrative expenses		<u>(71,605)</u>	<u>(79,676)</u>
OPERATING PROFIT	4	1,128,454	1,246,146
Interest payable and similar expenses		<u>(1,107,760)</u>	<u>(1,221,447)</u>
PROFIT BEFORE TAXATION		20,694	24,699
Tax charge on profit	5	<u>(8,796)</u>	<u>(5,158)</u>
PROFIT AFTER TAXATION		<u>11,898</u>	<u>19,541</u>

The notes form part of these financial statements

1st Stop Reserve Limited (Registered number: 09191901)

Statement of Financial Position

31 March 2017

	Notes	2017 £	2016 £
CURRENT ASSETS			
Debtors: amounts falling due within one year	6	5,557	2,144,711
Debtors: amounts falling due after more than one year	6	8,658,891	7,215,808
Cash at bank		<u>105,571</u>	<u>14,839</u>
		8,770,019	9,375,358
CREDITORS			
Amounts falling due within one year	7	<u>(1,359,519)</u>	<u>(2,597,390)</u>
NET CURRENT ASSETS		<u>7,410,500</u>	<u>6,777,968</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		7,410,500	6,777,968
CREDITORS			
Amounts falling due after more than one year	8	<u>(7,331,229)</u>	<u>(6,710,595)</u>
NET ASSETS		<u><u>79,271</u></u>	<u><u>67,373</u></u>
CAPITAL AND RESERVES			
Called up share capital		1	1
Retained earnings	10	<u>79,270</u>	<u>67,372</u>
SHAREHOLDERS' FUNDS		<u><u>79,271</u></u>	<u><u>67,373</u></u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 7 August 2017 and were signed on its behalf by:



MA Robins - Director

The notes form part of these financial statements

1st Stop Reserve Limited (Registered number: 09191901)

Notes to the Financial Statements for the year ended 31 March 2017

1. STATUTORY INFORMATION

1st Stop Reserve Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents interest, commissions and fees earned in respect of loan agreements. Interest, commissions and fees are recognised on a received basis over the life of the loan.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Bad and doubtful debts

A specific provision for bad debts is made where an amount is in arrears of repayment and in the opinion of the directors doubts exist regarding the recoverability of that debt. Collective provisions are made in respect of bad debts which have not been separately identified but are known from experience to be incurred but not yet identified in the portfolio of lending.

Financial instruments

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument. Basic financial assets, which include debtors, prepayments and bank balances, are initially measured at transaction price and are subsequently carried at cost unless the arrangement indicates otherwise and then the asset is measured at the present value of the future receipts discounted at a market rate of interest. Basic financial liabilities, which include creditors, accruals, bank loans and group borrowings, are initially recognised at transaction price and are subsequently carried at cost unless the arrangement indicates otherwise and then the liability is measured at the present value of the future obligations discounted at a market rate of interest.

1st Stop Reserve Limited (Registered number: 09191901)

Notes to the Financial Statements - continued for the year ended 31 March 2017

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 1 (2016 - 0).

4. OPERATING PROFIT

The operating profit is stated after charging:

	2017 £	2016 £
Auditors' remuneration	<u>5,000</u>	<u>-</u>

5. TAXATION

Analysis of the tax charge

The tax charge on the profit for the year was as follows:

	2017 £	2016 £
Current tax:		
Corporation tax group relief	(8,796)	(4,940)
Corporation tax prior year	<u>-</u>	<u>(218)</u>
Tax charge on profit	<u>(8,796)</u>	<u>(5,158)</u>

UK corporation tax has been charged at 20% (2016 - 20%).

6. DEBTORS

	2017 £	2016 £
Amounts falling due within one year:		
Amounts owed by group undertakings	-	1,584,309
Directors loans	-	548,648
Prepayments and accrued income	<u>5,557</u>	<u>11,754</u>
	<u>5,557</u>	<u>2,144,711</u>
Amounts falling due after more than one year:		
Amounts owed by group undertakings	<u>8,658,891</u>	<u>7,215,808</u>
Aggregate amounts	<u>8,664,448</u>	<u>9,360,519</u>

Mr AJ Mollart, a director of the company, had borrowed funds in the year ending 31 March 2016 totalling £548,648 and this debt was repaid in full by Mr AJ Mollart in May 2016.

1st Stop Reserve Limited (Registered number: 09191901)

Notes to the Financial Statements - continued for the year ended 31 March 2017

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Loan and finance providers	1,098,559	2,319,576
Social security and other taxes	16,629	21,838
Accruals and deferred income	244,331	255,976
	<u>1,359,519</u>	<u>2,597,390</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017 £	2016 £
Loan and finance providers	6,162,729	5,310,057
Directors loans	-	232,038
Loans from director controlled parties	1,168,500	1,168,500
	<u>7,331,229</u>	<u>6,710,595</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	2017 £	2016 £
Loan and finance providers	<u>7,261,288</u>	<u>7,629,633</u>

The amounts owing to Loan and finance providers are secured on the assets of the company.

10. RESERVES

	Retained earnings £
At 1 April 2016	67,372
Retained profit for the year	<u>11,898</u>
At 31 March 2017	<u>79,270</u>

1st Stop Reserve Limited (Registered number: 09191901)

Notes to the Financial Statements - continued for the year ended 31 March 2017

11. RELATED PARTY DISCLOSURES

The company is a wholly owned subsidiary of The 1st Stop Group Limited, which is incorporated in Great Britain and registered in England & Wales (company number 05438114) and the registered office is at 10 Whitehills Business Park, Whitehills, Blackpool, FY4 5LW. Its Annual Report and Financial Statements are available from Companies House.

The ultimate parent undertaking is 1st Stop Holdings Limited, which is incorporated in Great Britain and registered in England & Wales (company number 10024904) and the registered office is at 8 Hanover Street, London, W1S 1YQ. Its Annual Report and Financial Statements are available from Companies House. In the opinion of the directors the company is controlled by 1st Stop Holdings Limited as it is the ultimate parent undertaking of The 1st Stop Group Limited.

The company has taken advantage of the exemptions set out in FRS102 not to disclose transactions with members of the group headed by The 1st Stop Group Limited on the grounds that 100% of the voting rights in the company are controlled within that group and the results of the company are included in the consolidated financial statements.

At the year end the company had borrowed funds from the directors of the company as follows;

	2017 £	2016 £
Directors loans		
Mr AJ Mollart		
Owing from the director at the year end	-	548,648
Interest paid to the director in year	-	17,062
Mr D Enright		
Owing to the director at the year end	-	143,747
Interest paid to the director in year	10,668	26,418