

Chandler Hart Ltd
FINANCIAL STATEMENTS
for the year ended
31 March 2015



Chandler Hart Ltd

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

L J Chandler
M J Mitchell

REGISTERED OFFICE

Unit 1C
Riparian Way
The Crossings Business Park
Cross Hills
Keighley
West Yorkshire
BD20 7AA

AUDITOR

RSM UK Audit LLP (formerly Baker Tilly UK Audit LLP)
Chartered Accountants
2 Whitehall Quay
Leeds
West Yorkshire
LS1 4HG

Chandler Hart Ltd

DIRECTORS' REPORT

The directors submit their report and financial statements of Chandler Hart Ltd for the year ended 31 March 2015.

PRINCIPAL ACTIVITY

The principal activity of the company during the year was that of a provider of small financial loans.

REVIEW OF THE BUSINESS

The company's balance sheet as detailed on page 6 shows a satisfactory position with shareholders' funds amounting to £199,525.

DIRECTORS

The directors who served the company during the year were as follows:

L J Chandler
R McNicoll
M J Mitchell

R McNicoll resigned on 30 October 2015.

The company has made qualifying third party indemnity provisions for the benefit of its directors which were made during the period and exist at the date of this report.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO THE AUDITOR

The directors who were in office on the date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant audit information of which the auditor is unaware. Each of the directors have confirmed that they 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 it has been communicated to the auditor.

AUDITOR

RSM UK Audit LLP (formerly Baker Tilly UK Audit LLP) have indicated their willingness to be reappointed for another term and appropriate arrangements are being made for them to be deemed reappointed as auditors in the absence of an Annual General Meeting.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board



L J Chandler
Director

Date: 15/12/15

Chandler Hart Ltd

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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 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 those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and accounting estimates that are reasonable and prudent;
- c. 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 AUDITOR'S REPORT TO THE MEMBERS OF CHANDLER HART LTD

We have audited the financial statements on pages 5 to 13. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 directors and auditor

As more fully explained in the Directors' Responsibilities Statement set out on page 3, 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 (APB'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 Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on the 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 2015 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

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 directors' report.

RSM UK Audit LLP

ANDREW ALLCHIN (Senior Statutory Auditor)

For and on behalf of RSM UK AUDIT LLP (formerly BAKER TILLY UK AUDIT LLP), Statutory Auditor

Chartered Accountants

2 Whitehall Quay

Leeds

West Yorkshire

LS1 4HG

Date: 18 December 2015

Chandler Hart Ltd
PROFIT AND LOSS ACCOUNT
for the year ended 31 March 2015

	<i>Notes</i>	2015 £	2014 £
TURNOVER		619,193	614,536
Cost of sales		<u>(320,949)</u>	<u>(207,546)</u>
Gross profit		298,244	406,990
Administrative expenses		<u>(388,012)</u>	<u>(351,419)</u>
OPERATING (LOSS)/PROFIT	2	<u>(89,768)</u>	<u>55,571</u>
Interest payable and similar charges	4	(28,771)	(13,710)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(118,539)</u>	<u>41,861</u>
Taxation	5	25,481	—
(LOSS)/PROFIT FOR THE FINANCIAL YEAR	16	<u><u>(93,058)</u></u>	<u><u>41,861</u></u>

Chandler Hart Ltd**BALANCE SHEET**

31 March 2015

	<i>Notes</i>	2015 £	2014 £
FIXED ASSETS			
Intangible assets	6	22,306	21,292
Tangible assets	7	2,561	—
Investments	8	—	—
		<u>24,867</u>	<u>21,292</u>
CURRENT ASSETS			
Debtors	9	533,387	521,978
Cash at bank and in hand		127,979	125,758
		<u>661,366</u>	<u>647,736</u>
CREDITORS			
Amounts falling due within one year	10	(486,708)	(376,445)
NET CURRENT ASSETS		<u>174,658</u>	<u>271,291</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>199,525</u>	<u>292,583</u>
CAPITAL AND RESERVES			
Called up share capital	14	120	120
Share premium account	15	499,910	499,910
Profit and loss account	16	(300,505)	(207,447)
SHAREHOLDERS' FUNDS		<u>199,525</u>	<u>292,583</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements on pages 5 to 13 were approved by the board of directors and authorised for issue on 15/12/15 and are signed on their behalf by:



L J Chandler
Director

Chandler Hart Ltd

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2015

1 ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

GOING CONCERN

At the year end the company had net current assets of £174,658 (2014 - £271,291) and net assets of £199,525 (2014 - £292,583), and was reliant on the support of Mitchell Farrar Group LLP. The directors have reviewed the trading and cash flow forecasts and received a letter of support from Mitchell Farrar Group LLP confirming financial support for a period of at least 12 months from the date of approval of these financial statements.

Therefore, the directors, after making suitable enquiries, have reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly they continue to prepare the financial statements on a going concern basis.

TURNOVER

Turnover represents interest and charges earned on loans provided. Turnover consists of interest calculated on a daily basis and charges are recognised when due from customers.

AMORTISATION

Amortisation is calculated so as to write off the cost of an intangible fixed asset, less its estimated residual value, over the useful economic life of that asset as follows:

Software Development - over 2 years on a straight line basis

Development Costs are not amortised as the assets are currently under the course of construction.

FIXED ASSETS

All fixed assets are initially recorded at cost.

INVESTMENTS

Long term investments are classified as fixed assets.

Fixed asset investments are stated at cost in the company balance sheet.

Provision is made for any impairment in the value of fixed asset investments.

DEPRECIATION

Depreciation is calculated so as to write off the cost of a tangible fixed asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment - over 3 years on a straight line basis

OPERATING LEASE AGREEMENTS

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Chandler Hart Ltd

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2015

1 ACCOUNTING POLICIES *(continued)*

PENSION COSTS

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

DEFERRED TAXATION

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

FINANCIAL INSTRUMENTS

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

AMOUNTS RECEIVABLE FROM CUSTOMERS

Customer receivables are recognised initially at the amount loaned to the customer plus directly attributable issues costs. Customer receivables are subsequently measured at initial amount less customer repayments, plus revenue interest calculated on a daily basis, less any deduction for impairment.

Impairment is assessed at each balance sheet date based on the payment performance of each loan and charged to the profit and loss account in that year.

2 OPERATING (LOSS)/PROFIT

Operating (loss)/profit is stated after charging:

	2015	2014
	£	£
Amortisation of intangible assets	11,614	1,936
Depreciation of owned fixed assets	1,347	—
Operating lease costs:		
- Other	12,960	12,960
Auditor's fees	<u>2,391</u>	<u>2,000</u>

3 DIRECTORS' REMUNERATION

The directors' aggregate remuneration in respect of qualifying services was:

	2015	2014
	£	£
Aggregate remuneration	80,000	101,846
Value of company pension contributions to money purchase schemes	627	—
	<u>80,627</u>	<u>101,846</u>

Chandler Hart Ltd
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2015

3 DIRECTORS' REMUNERATION *(continued)*

The number of directors who accrued benefits under company pension schemes was as follows:

	2015	2014
	No	No
Money purchase schemes	<u>2</u>	<u>—</u>

4 INTEREST PAYABLE AND SIMILAR CHARGES

	2015	2014
	£	£
Interest payable to group undertakings	<u>28,771</u>	<u>13,710</u>

5 TAXATION ON (LOSS)/PROFIT ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2015	2014
	£	£
Current tax:		
Group relief	(25,481)	—
Total current tax	<u>(25,481)</u>	<u>—</u>

(b) Factors affecting current tax charge

The tax assessed on the (loss)/profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 21% (2014 - 23%), as explained below

	2015	2014
	£	£
(Loss)/profit on ordinary activities before taxation	<u>(118,539)</u>	<u>41,861</u>
(Loss)/profit on ordinary activities by rate of tax	(24,893)	9,628
Effects of:		
Expenses not deductible for tax purposes	—	80
Depreciation for the period in excess of capital allowances	(588)	(67)
Utilisation of tax losses	—	3,119
Group relief surrender	25,481	—
Payments received for group relief	(25,481)	—
Short term timing differences	—	(12,760)
Total current tax (note 5(a))	<u>(25,481)</u>	<u>—</u>

(c) Factors that may affect future tax charges

The company has unrelieved trading losses of £195,665 (2014 - £195,665) to offset against future taxable trading profits.

Chandler Hart Ltd
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2015

6 INTANGIBLE FIXED ASSETS

	Development Costs £	Software Development £	Total £
Cost			
At 1 April 2014	–	23,228	23,228
Additions	12,628	–	12,628
At 31 March 2015	<u>12,628</u>	<u>23,228</u>	<u>35,856</u>
Amortisation			
At 1 April 2014	–	1,936	1,936
Charge for the year	–	11,614	11,614
At 31 March 2015	<u>–</u>	<u>13,550</u>	<u>13,550</u>
Net book value			
At 31 March 2015	<u>12,628</u>	<u>9,678</u>	<u>22,306</u>
At 31 March 2014	<u>–</u>	<u>21,292</u>	<u>21,292</u>

7 TANGIBLE FIXED ASSETS

	Equipment £
Cost	
Additions	3,908
At 31 March 2015	<u>3,908</u>
Depreciation	
Charge for the year	1,347
At 31 March 2015	<u>1,347</u>
Net book value	
At 31 March 2015	<u>2,561</u>
At 31 March 2014	<u>–</u>

8 INVESTMENTS

	Subsidiary Undertakings £
Cost	
At 1 April 2014 and 31 March 2015	<u>1</u>
Amounts written off	
At 1 April 2014 and 31 March 2015	<u>1</u>
Net book value	
At 31 March 2015 and 31 March 2014	<u>–</u>

Chandler Hart Ltd

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2015

8 INVESTMENTS *(continued)*

The investment above represents the company's interest of 1 Ordinary share of £1 each in the share capital of The Quick Cash Club Limited, a dormant company incorporated in England and Wales. This investment represents 100% of the issued share capital of The Quick Cash Club Limited.

9 DEBTORS

	2015	2014
	£	£
Trade debtors	393,680	357,368
Other debtors	30	30
Prepayments and accrued income	139,677	164,580
	<u>533,387</u>	<u>521,978</u>

10 CREDITORS: Amounts falling due within one year

	2015	2014
	£	£
Amounts owed to group undertakings	477,091	364,803
Taxation and social security costs	6,508	4,797
Other creditors	314	—
Accruals and deferred income	2,795	6,845
	<u>486,708</u>	<u>376,445</u>

11 PENSIONS

The company operates a defined contribution pension scheme whose assets are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company and amounted to £1,618 (2014 - £Nil). Contributions totalling £314 (2014 - £Nil) were payable to the fund at the year end and are included in other creditors.

12 COMMITMENTS UNDER OPERATING LEASES

At 31 March 2015 the company had aggregate annual commitments under non-cancellable operating leases as set out below.

	2015	2014
	£	£
Operating leases which expire:		
Within 2 to 5 years	12,960	10,800
After more than 5 years	3,873	—
	<u>16,833</u>	<u>10,800</u>

Chandler Hart Ltd

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2015

13 RELATED PARTY TRANSACTIONS

Related party transactions and balances

	Amounts due from/ (owed to) related parties brought forward £	Interest receivable from/ (payable to) related parties £	Net expenses recharged to/ (from) related parties £	Amounts (received from)/ paid to related parties £	Amounts due from/ (owed to) related parties carried forward £
2015					
Mitchell Farrar Holdings Limited	(364,803)	(28,771)	(14,755)	(68,762)	(477,091)
Debt Advisory Line Limited	–	–	400	(400)	–
Investor Compensation (UK) Limited	–	–	2,377	(2,377)	–
Mitchell Farrar Insolvency Practitioners (UK) Limited	–	–	4,174	(4,174)	–
Simply Online Media Limited	–	–	18,930	(18,930)	–

	Amounts due from/ (owed to) related parties brought forward £	Interest receivable from/ (payable to) related parties £	Net expenses recharged to/ (from) related parties £	Amounts paid to/ (received from) related parties £	Amounts due from/ (owed to) related parties carried forward £
2014					
Mitchell Farrar Holdings Limited	(144,749)	(13,710)	(19,502)	(186,842)	(364,803)
Debt Advisory Line Limited	–	–	768	(768)	–

Mitchell Farrar Holdings Limited, Debt Advisory Line Limited, Investor Compensation (UK) Limited, Mitchell Farrar Insolvency Practitioners (UK) Limited and Simply Online Media Limited are directly or indirectly subsidiary undertakings of Mitchell Farrar Group LLP, the ultimate parent entity.

During the year, the company made purchases of £8,361 (2014 - £25,021) from Copper Monkey Ltd, a company under the control of R McNicoll.

14 SHARE CAPITAL

	2015 £	2014 £
Allotted, called up and fully paid:		
100 A Ordinary shares of £1 each	100	100
20 B Ordinary shares of £1 each	20	20
	<u>120</u>	<u>120</u>

15 SHARE PREMIUM ACCOUNT

There was no movement on the share premium account during the financial year.

Chandler Hart Ltd

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2015

16 PROFIT AND LOSS ACCOUNT

	2015	2014
	£	£
At the beginning of the year	(207,447)	(249,308)
(Loss)/profit for the financial year	<u>(93,058)</u>	<u>41,861</u>
At the end of the year	<u>(300,505)</u>	<u>(207,447)</u>

17 ULTIMATE PARENT COMPANY

The company is a subsidiary of Mitchell Farrar Holdings Limited, a company incorporated in England and Wales. Mitchell Farrar Group LLP, which is also incorporated in England and Wales, is the ultimate parent entity.

The largest and smallest group in which the results of the company are consolidated is that headed by Mitchell Farrar Group LLP. The consolidated financial statements for which are publicly available and may be obtained from:

Companies House
Crown Way
Maindy
Cardiff
CF14 3UZ

No other group financial statements include the results of the company.