
1ST STOP RESERVE LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019



1ST STOP RESERVE LIMITED

COMPANY INFORMATION

Directors A J Mollart
 M A Robins
 D Enright (resigned 31 October 2018)

Company secretary A J Mollart

Registered number 09191901

Registered office Unit 10 Whitehills Business Park
 Blackpool
 Lancashire
 FY4 5LW

Independent auditors Ernst & Young LLP
 2 St Peter's Square
 Manchester
 M23DF

Bankers National Westminster Bank PLC
 250 Bishopgate
 London
 EC2M 4AA

1ST STOP RESERVE LIMITED

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1ST STOP RESERVE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2019

The directors present their report and the Financial Statements for the year ended 31 March 2019.

Directors' responsibilities statement

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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable 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 these Financial Statements, the Directors are required to:

- select suitable accounting policies for the Company's Financial Statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- 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 to 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.

Directors

The Directors who served during the year were:

A J Mollart
MA Robins
D Enright (resigned 31 October 2018)

Disclosure of information to auditors

Each of the persons who are Directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be 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, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

1ST STOP RESERVE LIMITED

DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2019

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 41SA of the Companies Act 2006.

This report was approved by the board on 11 July 2019 and signed on its behalf.



MA Robins
Director

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF 1ST STOP RESERVE LIMITED

Opinion

We have audited the Financial Statements of 1st Stop Reserve Limited for the year ended 31 March 2019 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and the related notes 1 to 10, 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 FRS 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 company's affairs as at 31st March 2019 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 below. 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 the provisions available for small entities, in the circumstances set out in the note 2 to the financial statements, 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 other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this 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 the other information, we are required to report that fact.

We have nothing to report in this regard.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF 1ST STOP RESERVE 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 strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
the strategic report and directors' report have 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 strategic report or directors' 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.

Responsibilities of directors

As explained more fully in the Directors' responsibilities statement set out on page 1, 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 on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

1ST STOP RESERVE LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF 1ST STOP RESERVE 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.

Ernst Young LLP 

Steven Robb (Senior statutory auditor)
for and on behalf of
Ernst & Young LLP, Statutory Auditor
2 St Peter's Square
Manchester
M2 3DF
Date: 11 July 2019

1ST STOP RESERVE LIMITED

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2019**

	Note	2019 £	2018 £
Turnover		967,916	1,135,660
Gross profit		967,916	1,135,660
Administrative expenses		(10,188)	(33,511)
Operating profit		957,728	1,102,149
Interest payable and expenses		(865,806)	(1,029,213)
Profit before tax		91,922	72,936
Tax on profit		(17,465)	
Profit for the financial year		74,457	72,936
Other comprehensive income for the year			
Total comprehensive income for the year		74,457	72,936

The notes on pages 9 to 12 form part of these Financial Statements.

1ST STOP RESERVE LIMITED
REGISTERED NUMBER: 09191901

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2019

	Note	2019 £	2018 £
Current assets			
Debtors: due after more than one year	5	9,466,538	11,193,840
Debtors: due within one year	5	1,171	3,151
Cash at bank and in hand	6	22,354	138,587
		<u>9,490,063</u>	<u>11,335,578</u>
Creditors: amounts falling due within one year	7	(808,559)	(927,602)
Net current assets		<u>8,681,504</u>	<u>10,407,976</u>
Total assets less current liabilities		<u>8,681,504</u>	<u>10,407,976</u>
Creditors: due after more than one year	8	(8,454,840)	(10,255,769)
Net assets		<u><u>226,664</u></u>	<u><u>152,207</u></u>
Capital and reserves			
Called up share capital		1	1
Profit and loss account		226,663	152,206
		<u><u>226,664</u></u>	<u><u>152,207</u></u>

The Financial Statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities. More information can be found within Note 2.1.

The Financial Statements were approved and authorised for issue by the board and were signed on its behalf on 11 July 2019.


M A Robins
 Director

The notes on pages 9 to 12 form part of these Financial Statements.

1ST STOP RESERVE LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2019**

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 April 2017	1	79,270	79,271
Comprehensive income for the year		72,936	72,936
At 1 April 2018	1	152,206	152,207
Comprehensive income for the year		74,457	74,457
At 31 March 2019	1	226,663	226,664

The notes on pages 9 to 12 form part of these Financial Statements.

1ST STOP RESERVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

1. General 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. The principle activity of the Company is financing for The 1st Stop Group Limited.

2. Accounting policies

2.1 Basis of preparation of financial statements

The Financial Statements have been prepared under a going concern basis and the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of Financial Statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Going concern

The Company as at the balance sheet date had cash at bank and in hand of £22,354.

The Directors have forecasted the Company's ability to trade, including the cash requirements needed to financially support the Company as it continues to meet payments to creditors as they fall due.

The Directors are required to make an assessment of the Company's ability to trade as a going concern and have given careful consideration to this matter, key to this being the financial support provided by 1st Stop Holdings Limited. Therefore the Directors have concluded that it is appropriate the Group continues to prepare the Financial Statements on a going concern basis.

2.3 Turnover

Turnover represents interest, commissions and fees earned in respect of loans made. Turnover is recognised in the Statement of Comprehensive Income using the effective interest rate that discounts the estimated future cash payments and receipts through the expected life of the financial asset to the carrying amount of the financial asset.

All turnover arose within the United Kingdom

2.4 Finance costs

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.5 Borrowing costs

All borrowing costs are recognised in the Statement of Comprehensive Income in the year in which they are incurred.

1ST STOP RESERVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

2. Accounting policies(continued)

2.6 Taxation

Tax is recognised in the Statement of Comprehensive Income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

2.7 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.8 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.9 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.10 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.

3. Judgments in applying accounting policies and key sources of estimation uncertainty

The Company does not have any key assumptions concerning the future, or other key sources of estimation uncertainty in the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

4. Employees

The Company has no employees other than the directors, who did not receive any remuneration (2018 - £NIL).

1ST STOP RESERVE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

5. Debtors

	2019 £	2018 £
Due after more than one year		
Amounts owed by group undertakings	9,466,538	11,193,840
	<u>9,466,538</u>	<u>11,193,840</u>
Due within one year		
Prepayments and accrued income	1,171	3,151
	<u>1,171</u>	<u>3,151</u>

Amounts owed by group undertakings are receivable on demand and no impairment loss has been recorded.

6. Cash and cash equivalents

	2019 £	2018 £
Cash at bank and in hand	22,354	138,587
	<u>22,354</u>	<u>138,587</u>

7. Creditors: Amounts falling due within one year

	2019 £	2018 £
Other loans	645,499	680,606
Corporation tax	3,378	
Other taxation and social security	7,796	9,997
Accruals and deferred income	151,886	236,999
	<u>808,559</u>	<u>927,602</u>

The loans from high net worth individuals (Other loans) are due for repayment within 5 years and attract interest rates of up to 14%.

1ST STOP RESERVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

8. Creditors: Amounts falling due after more than one year

	2019 £	2018 £
Other loans	5,657,493	7,509,393
Amounts owed to group undertakings	2,797,347	2,746,376
	8,454,840	10,255,769

Amounts owed to group undertakings are receivable on demand and no impairment loss has been recorded.

9. Financial instruments

	2019 £	2018 £
Financial assets		
Amounts owed from group undertakings	9,466,538	11,193,840
Cash and cash equivalents	22,354	138,587
Non-financial assets	1,171	3,151
	9,490,063	11,335,578
Financial liabilities		
Loans from finance providers	6,302,992	8,189,999
Amounts owed to group undertakings	2,797,347	2,746,376
Accruals and deferred income	151,886	236,999
Non-financial liabilities	11,174	9,997
	9,263,399	11,183,371

Financial assets and liabilities are debt instruments measured at amortised cost.

10. Controlling party

The ultimate parent undertaking is 1st Stop Holdings Limited, which is incorporated in Great Britain and registered in England and Wales (company number 10024904) and the registered office is at 10 Whitehills Business Park, Whitehills, Blackpool, Lancashire, FY4 SLW. 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.