

**Londonderry Administrative Services Limited
Filleled Annual Report and Unaudited Financial Statements
for the Year Ended 30 June 2017**

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

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LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

Statement of Comprehensive Income for the Year Ended 30 June 2017

	Note	2017 £	2016 £
Profit for the year		25,189	228,008
Surplus on property revaluation		<u>1,934</u>	<u>18,771</u>
Total comprehensive income for the year		<u><u>27,123</u></u>	<u><u>246,779</u></u>

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

(Registration number: 00523132)

Balance Sheet as at 30 June 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>5</u>	400,376	408,420
Investment property	<u>6</u>	1,143,457	1,143,457
Investments	<u>7</u>	200	200
		<u>1,544,033</u>	<u>1,552,077</u>
Current assets			
Debtors	<u>8</u>	515,121	607,521
Cash at bank and in hand		<u>833,893</u>	<u>433,359</u>
		1,349,014	1,040,880
Creditors: Amounts falling due within one year	<u>9</u>	<u>(882,969)</u>	<u>(602,318)</u>
Net current assets		<u>466,045</u>	<u>438,562</u>
Total assets less current liabilities		2,010,078	1,990,639
Provisions for liabilities			
Deferred tax liabilities		<u>(14,704)</u>	<u>(22,388)</u>
Net assets		<u>1,995,374</u>	<u>1,968,251</u>
Capital and reserves			
Called up share capital		75,000	75,000
Revaluation reserve		20,705	18,771
Fair value reserve		304,991	299,241
Profit and loss reserve		<u>1,594,678</u>	<u>1,575,239</u>
Total equity		<u>1,995,374</u>	<u>1,968,251</u>

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

(Registration number: 00523132)

Balance Sheet as at 30 June 2017

For the financial year ending 30 June 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006. The option not to file the profit and loss account and directors' report has been taken.

Approved and authorised by the Board on 3 October 2017 and signed on its behalf by:

10th Marquess of Londonderry
Director

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

Statement of Changes in Equity for the Year Ended 30 June 2017

	Share capital £	Revaluation reserve £	Fair value reserve £	Profit and loss reserve £	Total £
At 1 July 2016	75,000	18,771	299,241	1,575,239	1,968,251
Movement in year :					
Profit for the year	-	-	-	25,189	25,189
Other comprehensive income	-	1,934	-	-	1,934
Total comprehensive income	-	1,934	-	25,189	27,123
Transfer of fair value adjustment	-	-	5,750	(5,750)	-
Total movement for the year	-	1,934	5,750	19,439	27,123
At 30 June 2017	75,000	20,705	304,991	1,594,678	1,995,374

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

**Statement of Changes in Equity
for the Year Ended 30 June 2017**

	Share capital £	Revaluation reserve £	Fair value reserve £	Profit and loss reserve £	Total £
At 1 July 2015	75,000	-	93,775	1,552,697	1,721,472
Movement in year :					
Profit for the year	-	-	-	228,008	228,008
Other comprehensive income	-	18,771	-	-	18,771
Total comprehensive income	-	18,771	-	228,008	246,779
Transfer of fair value adjustment	-	-	205,466	(205,466)	-
Total movement for the year	-	18,771	205,466	22,542	246,779
At 30 June 2016	75,000	18,771	299,241	1,575,239	1,968,251

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2017

1 General information

The company is a private company limited by share capital incorporated in England and Wales.

The address of its registered office is:

The Castle House
Long Street
Sherborne
Dorset
DT9 3BU

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

This is the first year in which the financial statements have been prepared under FRS 102 Section 1A.

There have been restatements to the prior year as a result of transition which are outlined in note 11.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

These financial statements are presented in Sterling (£).

Turnover recognition

Turnover represents rent charged to tenants and administration fees charged to connected trusts and individuals and are recognised in the period to which they relate.

Tax

The tax expense for the period comprises deferred tax. Tax is recognised in the profit and loss account, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2017

Deferred tax is recognised on timing differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Deferred tax liabilities are presented within provisions for liabilities on the balance sheet

Tangible assets

Tangible assets, apart from freehold land and buildings, are stated at cost less accumulated depreciation. Freehold land and buildings are accounted for using the revaluation model. Freehold land and buildings are held at fair value less any subsequent accumulated depreciation and impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Freehold land and buildings	2% straight line
Furniture, fittings and equipment	10% reducing balance and 33.33% reducing balance

Investment property

Investment property is carried at fair value, derived from the current market prices for comparable real estate determined annually by external valuers. The valuers use observable market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset. Changes in fair value are initially recognised in profit or loss. A transfer is subsequently made from the profit and loss reserve to the fair value reserve to reflect the non distributable nature of the fair value movement.

Investments

Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call 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 change in value.

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2017

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payments obligations.

The contributions are recognised as an expense in the profit and loss account when they fall due. Amounts not paid are shown in accruals as a liability in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year was 4 (2016 - 4).

4 Profit before tax

Arrived at after charging/(crediting):

	2017	2016
	£	£
Fair value adjustment in respect of investment properties	-	(208,423)

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2017

5 Tangible assets

	Freehold land and buildings £	Furniture, fittings and equipment £	Total £
Cost or valuation			
At 1 July 2016	402,000	69,657	471,657
Additions	-	1,130	1,130
At 30 June 2017	402,000	70,787	472,787
Depreciation			
At 1 July 2016	-	63,237	63,237
Charge for the year	8,040	1,134	9,174
At 30 June 2017	8,040	64,371	72,411
Carrying amount			
At 30 June 2017	393,960	6,416	400,376
At 30 June 2016	402,000	6,420	408,420
Revaluation			

Freehold land and buildings were revalued on 17 May 2016 by an independent valuer. The valuation was conducted at current open market value. The fair value of the freehold land and buildings has not materially changed since this date. This class of assets has a carrying amount at historical cost of £373,669 (2016 - £381,295). The depreciation on this historic cost is £7,626 (2016 - £nil).

Deferred tax of £1,934 has been recognised as at 30 June 2016 as a result of transition to FRS102 Section 1A. Deferred tax for the current year is £nil.

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2017

6 Investment properties

	2017
	£
At 1 July 2016	1,143,457
At 30 June 2017	1,143,457

Investment properties were revalued on 17 May 2016 and 22 September 2016 by an independent valuer. The valuation was conducted at current open market value.

The fair value of investment property has not materially changed since this date.

Deferred tax of £20,454 has been recognised as at 30 June 2016 as a result of transition to FRS102 Section 1A. Deferred tax for the current year is £14,704.

7 Investments

	2017	2016
	£	£
Investments in subsidiaries	200	200

Subsidiaries	£
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Cost or valuation

At 1 July 2016	200
At 30 June 2017	200

Carrying amount

At 30 June 2017	200
At 30 June 2016	200

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2017

Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking		Registered office	Holding	Proportion of voting rights and shares held	
				2017	2016
Subsidiary undertakings					
Londonderry Services Limited	Property	The Castle House Long Street Sherborne Dorset DT9 3BU England and Wales	Ordinary	100%	100%
The Londonderry Collieries Limited	Collieries	The Castle House Long Street Sherborne Dorset DT9 3BU England and Wales	Ordinary	100%	100%

The principal activity of Londonderry Property Services Limited is that of property ownership and rental.

The principal activity of The Londonderry Collieries Limited is that of a dormant company.

8 Debtors

	Note	2017 £	2016 £
Trade debtors		778	664
Amounts owed by group undertakings and undertakings in which the company has a participating interest	<u>10</u>	296,834	301,340
Other debtors		217,509	305,517
Total current trade and other debtors		<u>515,121</u>	<u>607,521</u>

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2017

9 Creditors

	Note	2017 £	2016 £
Due within one year			
Amounts owed to group undertakings and undertakings in which the company has a participating interest	<u>10</u>	100	100
Other creditors		882,869	602,218
		<u>882,969</u>	<u>602,318</u>

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2017

10 Related party transactions

Transactions with directors

	At 1 July 2016 £	Advances to directors £	Re- payments by director £	Other payments made to company by director £	Written off £	Waived £	At 30 June 2017 £
2017							
10th Marquess of Londonderry							
Directors loan account, repayable on demand. Interest is charged on overdrawn balances using H M Revenue & Customs official beneficial loan interest rate.	3,889	658,489	(694,103)	-	-	-	(31,725)
Lord R Stewart							
Directors loan account, repayable on demand. Interest is charged on overdrawn balances using H M Revenue & Customs official beneficial loan interest rate.	(349)	265,576	(265,481)	-	-	-	(254)

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2017

	At 1 July 2015 £	Advances to directors £	Re- payments by director £	Other payments made to company by director £	Written off £	Waived £	At 30 June 2016 £
2016							
10th Marquess of Londonderry							
Directors loan account, repayable on demand. Interest is charged on overdrawn balances using H M Revenue & Customs official beneficial loan interest rate.	(246)	404,668	(400,533)	-	-	-	3,889
Lord R Stewart							
Directors loan account, repayable on demand. Interest is charged on overdrawn balances using H M Revenue & Customs official beneficial loan interest rate.	(5)	212,482	(212,826)	-	-	-	(349)

Other transactions with directors

Two directors were not remunerated by the company during the year.

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2017

11 Transition to FRS 102

The company has adopted FRS102 Section 1A for the year ended 30 June 2017 and has restated the comparative prior year.

Under FRS102 Section 1A, investment property is initially recognised at cost and subsequently measured at fair value through the profit and loss account. Under previous UK GAAP, investment property was held at open market value. Deferred tax will arise on the investment property fair value adjustments to the extent that they are not recognised in the profit and loss as the fair value movements are not assessed for tax in the same period.

Under FRS102 Section 1A, freehold land and buildings are held under the revaluation model with any movement in property values shown as other comprehensive income. Deferred tax will arise on the revalued amounts to the extent that they are recognised in the profit and loss as they are not assessed for tax in the same period. Movements in deferred tax are presented within other comprehensive income and are not shown within the profit and loss account.

As a result of transition to FRS102 Section 1A the revaluation reserve in respect of investment properties as at 30 June 2016 and 30 June 2017 have been reclassified as a fair value reserve.

The impact, including any taxation implications, from the transition is as follows:

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2017

Balance Sheet at 1 July 2015

	As originally reported £	Re- classification £	Re- measurement £	As restated £
Fixed assets				
Tangible assets	388,622	-	-	388,622
Investment property	935,034	-	-	935,034
Investments	200	-	-	200
	<u>1,323,856</u>	<u>-</u>	<u>-</u>	<u>1,323,856</u>
Current assets				
Debtors	343,386	-	-	343,386
Cash at bank and in hand	747,986	-	-	747,986
	<u>1,091,372</u>	<u>-</u>	<u>-</u>	<u>1,091,372</u>
Creditors: Amounts falling due within one year	<u>(676,209)</u>	<u>-</u>	<u>-</u>	<u>(676,209)</u>
Net current assets	<u>415,163</u>	<u>-</u>	<u>-</u>	<u>415,163</u>
Total assets less current liabilities	1,739,019	-	-	1,739,019
Provisions for liabilities	-	-	(17,547)	(17,547)
Net assets/(liabilities)	<u>1,739,019</u>	<u>-</u>	<u>(17,547)</u>	<u>1,721,472</u>
Capital and reserves				
Called up share capital	75,000	-	-	75,000
Revaluation reserve	111,322	(111,322)	-	-
Fair value reserve	-	111,322	(17,547)	93,775
Profit and loss reserve	1,552,697	-	-	1,552,697
Total equity	<u>1,739,019</u>	<u>-</u>	<u>(17,547)</u>	<u>1,721,472</u>

LONDONDERRY ADMINISTRATIVE SERVICES LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2017

Balance Sheet at 30 June 2016

	As originally reported £	Re- classification £	Re- measurement £	As restated £
Fixed assets				
Tangible assets	408,420	-	-	408,420
Investment property	1,143,457	-	-	1,143,457
Investments	200	-	-	200
	<u>1,552,077</u>	<u>-</u>	<u>-</u>	<u>1,552,077</u>
Current assets				
Debtors	607,521	-	-	607,521
Cash at bank and in hand	433,359	-	-	433,359
	<u>1,040,880</u>	<u>-</u>	<u>-</u>	<u>1,040,880</u>
Creditors: Amounts falling due within one year	<u>(602,318)</u>	<u>-</u>	<u>-</u>	<u>(602,318)</u>
Net current assets	<u>438,562</u>	<u>-</u>	<u>-</u>	<u>438,562</u>
Total assets less current liabilities	1,990,639	-	-	1,990,639
Provisions for liabilities	-	-	(22,388)	(22,388)
Net assets/(liabilities)	<u>1,990,639</u>	<u>-</u>	<u>(22,388)</u>	<u>1,968,251</u>
Capital and reserves				
Called up share capital	75,000	-	-	75,000
Revaluation reserve	340,400	(319,695)	(1,934)	18,771
Fair value reserve	-	319,695	(20,454)	299,241
Profit and loss reserve	1,575,239	-	-	1,575,239
Total equity	<u>1,990,639</u>	<u>-</u>	<u>(22,388)</u>	<u>1,968,251</u>

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.