

Company Registration No. 00853991 (England and Wales)

MOWBRAY MERCANTILE FACILITIES LTD
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017
PAGES FOR FILING WITH REGISTRAR

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MOWBRAY MERCANTILE FACILITIES LTD

COMPANY INFORMATION

Directors	S D Pearlman D Liddle
Company number	00853991
Registered office	31 Lyttelton Road London N2 0DQ
Accountants	RMT Accountants & Business Advisors Ltd Gosforth Park Avenue Newcastle upon Tyne NE12 8EG
Bankers	Santander Corporate Banking Level 9, Baltic Place South Shore Road Gateshead Tyne & Wear NE8 3AE

MOWBRAY MERCANTILE FACILITIES LTD

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MOWBRAY MERCANTILE FACILITIES LTD

BALANCE SHEET

AS AT 31 DECEMBER 2017

	Notes	2017 £	£	2016 £	£
Fixed assets					
Investments	3		505,217		-
Current assets					
Debtors	4	-		18,682	
Investments	5	101,084		-	
Cash at bank and in hand		287,913		1,253,007	
		<u>388,997</u>		<u>1,271,689</u>	
Creditors: amounts falling due within one year	6	<u>(44,290)</u>		<u>(162,104)</u>	
Net current assets			<u>344,707</u>		<u>1,109,585</u>
Total assets less current liabilities			<u>849,924</u>		<u>1,109,585</u>
Net assets excluding pension liability			<u>849,924</u>		<u>1,109,585</u>
Defined benefit pension liability	7		<u>(292,000)</u>		<u>(481,000)</u>
Net assets			<u><u>557,924</u></u>		<u><u>628,585</u></u>
Capital and reserves					
Called up share capital	8		520		520
Capital redemption reserve			556		556
Other reserves			(292,000)		(481,000)
Profit and loss reserves			<u>848,848</u>		<u>1,108,509</u>
Total equity			<u><u>557,924</u></u>		<u><u>628,585</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 December 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

MOWBRAY MERCANTILE FACILITIES LTD

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2017

The financial statements were approved by the board of directors and authorised for issue on 20.02.2018
and are signed on its behalf by:



.....
S D Pearlman
Director

Company Registration No. 00853991

MOWBRAY MERCANTILE FACILITIES LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies

Company information

Mowbray Mercantile Facilities Ltd is a private company limited by shares incorporated in England and Wales. The registered office is 31 Lyttelton Road, London, N2 0DQ.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

Transition to FRS102

These financial statements for the year ended 31 December 2017 are the first financial statements of Mowbray Mercantile Facilities Ltd prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 July 2015. The reported financial position and financial performance for the previous period is not affected by the transition to FRS 102.

Group accounts exemption

The company has taken advantage of the exemption under section 399 of the Companies Act 2006 not to prepare consolidated accounts, on the basis that the group of which this is the parent qualifies as a small group. The financial statements present information about the company as an individual entity and not about its group.

1.2 Turnover

Turnover represents investment income receivable on fixed asset investments. Turnover is attributable to the company's principal activity and all sales were made in the United Kingdom.

1.3 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

MOWBRAY MERCANTILE FACILITIES LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies

(Continued)

Other financial assets

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in profit or loss, except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

1.4 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

MOWBRAY MERCANTILE FACILITIES LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies

(Continued)

1.5 Retirement benefits

The company operates a money purchase (defined contribution) pension scheme and a final salary (defined benefit) pension scheme. Contributions payable to these schemes are charged to the profit and loss account in the period to which they relate. These contributions are invested separately from the company's assets.

1.6 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 2 (2016 - 3).

3 Fixed asset investments

	2017 £	2016 £
Investments	505,217	-

Movements in fixed asset investments

	Investments other than loans £
Cost or valuation	
At 1 January 2017	-
Additions	500,000
Valuation changes	5,217
At 31 December 2017	505,217
Carrying amount	
At 31 December 2017	505,217
At 31 December 2016	-

4 Debtors

	2017 £	2016 £
Amounts falling due within one year:		
Other debtors	-	18,682

MOWBRAY MERCANTILE FACILITIES LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2017

5 Current asset investments

	2017 £	2016 £
Other investments	101,084	-

6 Creditors: amounts falling due within one year

	2017 £	2016 £
Other taxation and social security	51	-
Other creditors	44,239	162,104
	44,290	162,104

7 Retirement benefit schemes

	2017 £	2016 £
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	7,089	44,269

The company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the company in an independently administered fund.

Defined benefit schemes

The company operates a defined benefit scheme providing benefits based on final pensionable pay. The assets of the scheme are held separately from those of the company, being invested with insurance companies.

The most recent actuarial valuations of plan assets and the present value of the defined benefit obligation were carried out at 28 June 2014 by Spence and Partners, Fellows of the Institute of Actuaries. The present value of the defined benefit obligation, the related current service cost and past service cost were measured using the projected unit credit method. The scheme was closed to new members as of 28 June 2003 and a defined contribution scheme was set up to provide ongoing retirement benefits for the members of the old scheme and for new employees.

The company is paying additional contributions to the pension scheme inline with the recovery plan agreed following the 2014 valuation. The major assumptions used by the actuary to determine the pension scheme valuation are;

Key assumptions	2017 %	2016 %
Discount rate	2.50	2.68
Expected rate of increase of pensions in payment	2.30	2.38
Expected rate of salary increases	3.30	3.38

MOWBRAY MERCANTILE FACILITIES LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2017

7 Retirement benefit schemes

(Continued)

Mortality assumptions

Assumed life expectations on retirement at age 65:

Retiring today

- Males

2017
Years

2016
Years

22.0

21.9

- Females

24.0

23.9

Retiring in 20 years

- Males

23.3

23.2

- Females

25.5

25.4

Amounts recognised in the profit and loss account

2017
£

2016
£

Current service cost

(65,000)

(96,000)

Net interest on defined benefit liability/(asset)

12,000

18,000

Total costs

(53,000)

(78,000)

Amounts taken to other comprehensive income

2017
£

2016
£

Actuarial changes related to obligations

(136,000)

200,000

Total costs/(income)

(136,000)

200,000

The amounts included in the balance sheet arising from the company's obligations in respect of defined benefit plans are as follows:

2017
£

2016
£

Present value of defined benefit obligations

2,065,000

2,113,000

Fair value of plan assets

(1,773,000)

(1,632,000)

Deficit in scheme

292,000

481,000

Movements in the present value of defined benefit obligations

2017
£

Liabilities at 1 January 2017

481,000

Current service cost

(65,000)

Actuarial gains

(136,000)

Interest cost

12,000

At 31 December 2017

292,000

MOWBRAY MERCANTILE FACILITIES LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2017

7 Retirement benefit schemes

(Continued)

The defined benefit obligations arise from plans which are wholly or partly funded.

	2017 £	2016 £
<i>Fair value of plan assets at the reporting period end</i>		
Equity instruments	1,005,000	919,000
Debt instruments	701,000	673,000
Other	67,000	40,000
	<u>1,773,000</u>	<u>1,632,000</u>

8 Called up share capital

	2017 £	2016 £
Ordinary share capital Issued and fully paid 520 Ordinary shares of £1 each	<u>520</u>	<u>520</u>

9 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

	2017 £	2016 £
	<u>26,075</u>	<u>53,310</u>

10 Related party transactions

Transactions with related parties

The following amounts were outstanding at the reporting end date:

	2017 £	2016 £
Amounts owed to related parties		
Directors	<u>34,080</u>	<u>83,042</u>