

MOLYNEUX MANAGEMENT SERVICES
LIMITED
UNAUDITED FINANCIAL STATEMENTS
24 MARCH 2015

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MOLYNEUX MANAGEMENT SERVICES LIMITED

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MOLYNEUX MANAGEMENT SERVICES LIMITED

COMPANY INFORMATION

Directors

D J Lewis
H S Lewis
B P Davis
P Shasha

Company secretary

B P Davis

Registered number

01136235

Registered office

Catherine House
76 Gloucester Place
London
W1U 6HJ

Accountants

Blick Rothenberg LLP
Chartered Accountants
16 Great Queen Street
Covent Garden
London
WC2B 5AH

MOLYNEUX MANAGEMENT SERVICES LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 24 MARCH 2015

The directors present their report and the unaudited financial statements for the year ended 24 March 2015.

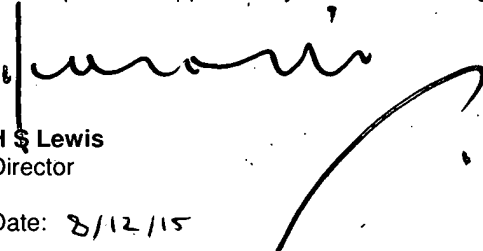
Directors

The directors who served during the year were:

D J Lewis
H S Lewis
B P Davis
P Shasha

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

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



H S Lewis
Director

Date: 8/12/15

MOLYNEUX MANAGEMENT SERVICES LIMITED

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF MOLYNEUX MANAGEMENT SERVICES LIMITED FOR THE YEAR ENDED 24 MARCH 2015

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Molyneux Management Services Limited for the year ended 24 March 2015 which comprise the profit and loss account, the balance sheet and the related notes from the company's accounting records and from information and explanations you have given to us.

As a member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/regulations.

This report is made solely to the board of directors of Molyneux Management Services Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Molyneux Management Services Limited and state those matters that we have agreed to state to them in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Molyneux Management Services Limited and its board of directors, as a body, for our work or for this report.

It is your duty to ensure that Molyneux Management Services Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the company's assets, liabilities, financial position and loss. You consider that Molyneux Management Services Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of Molyneux Management Services Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.



Blick Rothenberg LLP

Chartered Accountants

16 Great Queen Street
Covent Garden
London
WC2B 5AH

9 December 2015

MOLYNEUX MANAGEMENT SERVICES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 24 MARCH 2015

	Note	2015 £	2014 £
Turnover		20,490	18,291
Cost of sales		(30,000)	(30,095)
Gross loss		(9,510)	(11,804)
Administrative expenses		(816,430)	(1,908,755)
Loss on ordinary activities before taxation		(825,940)	(1,920,559)
Tax on loss on ordinary activities	4	-	-
Loss for the financial year		(825,940)	(1,920,559)

The notes on pages 7 to 12 form part of these financial statements.

**MOLYNEUX MANAGEMENT SERVICES
LIMITED**

REGISTERED NUMBER: 01136235

**BALANCE SHEET
AS AT 24 MARCH 2015**

	Note	£	2015 £	£	2014 £
Fixed assets					
Tangible assets	5		27,415		26,224
Current assets					
Debtors	6	4,527		99,362	
Cash at bank and in hand		14,724		1,082	
		<u>19,251</u>		<u>100,444</u>	
Creditors: amounts falling due within one year	7	<u>(75,653)</u>		<u>(103,097)</u>	
Net current liabilities			<u>(56,402)</u>		<u>(2,653)</u>
Total assets less current liabilities			<u>(28,987)</u>		<u>23,571</u>
Creditors: amounts falling due after more than one year	8		<u>(17,004,690)</u>		<u>(16,231,308)</u>
Net liabilities			<u><u>(17,033,677)</u></u>		<u><u>(16,207,737)</u></u>

MOLYNEUX MANAGEMENT SERVICES LIMITED

BALANCE SHEET (continued) AS AT 24 MARCH 2015

	Note	£	2015 £	£	2014 £
Capital and reserves					
Called up share capital	11		400		400
Profit and loss account	12		(17,034,077)		(16,208,137)
Shareholders' deficit			<u>(17,033,677)</u>		<u>(16,207,737)</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 24 March 2015 and of its loss for the year in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared in accordance with the provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

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



D J Lewis
Director

Date: 8/12/15

The notes on pages 7 to 12 form part of these financial statements.

MOLYNEUX MANAGEMENT SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2015

1. Accounting policies

1.1 Basis of preparation of financial statements

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).

1.2 Going concern

The financial statements have been prepared on a going concern basis notwithstanding the fact that the company has a deficiency on shareholders' funds at the end of the year. The directors consider this basis to be appropriate as the company has received a letter of financial support from Marylebone Property Holdings Limited, a related party. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

1.3 Turnover

Turnover comprises rental income, service charges and management charges, net of value added tax. Rental income is recognised on an accruals basis in the period in which it is earned, in accordance with the terms of the lease. Management charges are recognised on an accruals basis in the period in which it is earned.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Motor vehicles	-	25% p.a. reducing balance
Fixtures & fittings	-	10% p.a. straight line

1.5 Operating leases

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

1.6 Pensions

Contribution to individuals' personal pension schemes are charged to the profit and loss account as they fall due.

MOLYNEUX MANAGEMENT SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 24 MARCH 2015

1. Accounting policies (continued)

1.7 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.8 Financial instruments

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 entity after deducting all of its financial liabilities.

2. Operating loss

The loss is stated after charging:

	2015 £	2014 £
Depreciation of tangible fixed assets:		
- owned by the company	5,687	8,231
Pension costs	<u>19,685</u>	<u>19,727</u>

3. Directors' remuneration

	2015 £	2014 £
Aggregate remuneration	<u>149,302</u>	<u>1,087,707</u>

During the year retirement benefits were accruing to 1 director (2014 - 1) in respect of defined contribution pension schemes.

MOLYNEUX MANAGEMENT SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2015

4. Taxation

The company has estimated tax losses of £10,221,000 (2014: £9,334,000) available to carry forward against future trading profits. A deferred tax asset has not been recognised in respect of these losses in view of the uncertainty as to the level of future taxable profits. The deferred tax asset that is not recognised in the financial statements in relation to losses carried forward amounts to £2,031,000 (2014: £1,866,000).

5. Tangible fixed assets

	Other fixed assets £
Cost	
At 25 March 2014	242,188
Additions	6,878
At 24 March 2015	<u>249,066</u>
Depreciation	
At 25 March 2014	215,964
Charge for the year	5,687
At 24 March 2015	<u>221,651</u>
Net book value	
At 24 March 2015	<u><u>27,415</u></u>
At 24 March 2014	<u><u>26,224</u></u>

MOLYNEUX MANAGEMENT SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2015

6. Debtors

	2015 £	2014 £
Trade debtors	-	455
Other debtors	4,527	98,907
	<u>4,527</u>	<u>99,362</u>

Included in other debtors is an amount owed from D J Lewis of £nil (2014: £70,000). The amount did not bear interest.

7. Creditors: Amounts falling due within one year

	2015 £	2014 £
Trade creditors	1,430	21,924
Corporation tax	-	17,500
Other taxation and social security	35,262	38,673
Other creditors	38,961	25,000
	<u>75,653</u>	<u>103,097</u>

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

	2015 £	2014 £
Amounts owed to group undertakings	<u>17,004,690</u>	<u>16,231,308</u>

MOLYNEUX MANAGEMENT SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2015

9. Related party transactions

The company has taken advantage of the exemption from disclosing transactions with entities that are a wholly owned part of the group.

Transactions with other related parties are as follows:

Name (relationship)	Transaction	Amount		Amount due (to)/from related parties	
		2015 £	2014 £	2015 £	2014 £
Ledale Investment Holdings Limited (Common Influence)	Expenses recharged	103,558	91,040	-	-
Molyneux Securities (Gloucester Place) Limited (Fellow subsidiary undertaking)	Management fees receivable	13,800	11,800	-	-
	Rent payable	100,000	100,000	-	-
Leavesden Securities (Holdings) Limited (Common influence)	Expenses recharged	-	170,700	-	-
Marylebone Property Investments Limited (Fellow subsidiary undertaking)	Expenses recharged	113,800	113,800	-	-
Marylebone Property Company Limited (Common influence)	Expenses recharged	514,632	143,618	-	-
Marylebone Property Holdings Limited (Fellow subsidiary undertaking)	Loan received	1,814,789	2,566,039	(16,025,223)	(15,251,841)
Ledale Securities Limited (Common influence)	Rent payable	6,000	6,000	-	-
Devonshire Property Investment Limited (Common influence)	Management fee payable	30,000	30,095	-	-
J N Davis*	Consultancy fees	20,000	24,000	-	-

*J N Davis is a related party by virtue of the fact that they are close family member of B P Davis.

The amounts owed to Marylebone Property Holdings Limited are interest free, secured by a floating charge over the company's assets and have no fixed repayment date.

MOLYNEUX MANAGEMENT SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 24 MARCH 2015

10. Operating lease commitments

At 24 March 2015 the company had annual commitments under non-cancellable operating leases as follows:

	2015 £	2014 £
Expiry date:		
Between 2 and 5 years	<u>102,036</u>	<u>106,108</u>

11. Share capital

	2015 £	2014 £
Allotted, called up and fully paid		
400 Ordinary shares of £1 each	<u>400</u>	<u>400</u>

12. Reserves

	Profit and loss account £
At 25 March 2014	(16,208,137)
Loss for the financial year	(825,940)
At 24 March 2015	<u>(17,034,077)</u>

13. Ultimate parent undertaking and controlling party

The parent undertaking of the smallest group of undertakings of which the company is a member is Molyneux Securities Limited, a company incorporated in England. Group financial statements are not prepared.

The parent undertaking of the largest group of undertakings of which the company is a member is Marylebone Property Corporation Limited, a company incorporated in England. Group financial statements are not prepared.

The immediate controlling party is Molyneux Securities Limited, a company incorporated in England.

The ultimate controlling party is Mrs H Lewis.