

# Financial Statements Palmer Hargreaves Limited

---

For the year ended 30 September 2011



Registered number: 01716002

## Company Information

**Directors**

A C Clift  
R W Weeks  
J Langensiepen  
N Watts (appointed 1 October 2011)  
M Stoves (appointed 1 October 2011)

**Company secretary**

A C Clift

**Company number**

01716002

**Registered office**

18 The Parade  
Leamington Spa  
Warwickshire  
CV32 4DW

**Auditor**

Grant Thornton UK LLP  
Chartered Accountants & Statutory Auditor  
Enterprise House  
115 Edmund Street  
Birmingham  
West Midlands  
B3 2HJ

**Solicitors**

Browne Jacobson  
Victoria Square House  
Victoria Square  
Birmingham  
B2 4BU

## Contents

	Page
<b>Directors' report</b>	1 - 2
<b>Independent auditor's report</b>	3 - 4
<b>Profit and loss account</b>	5
<b>Balance sheet</b>	6
<b>Notes to the financial statements</b>	7 - 10

## **Directors' Report**

**For the year ended 30 September 2011**

The directors present their report and the financial statements for the year ended 30 September 2011

### **Principal activity**

The principal activity of the company is that of a holding company

### **Business review**

The profit for the year, after taxation, amounted to £56,059 (2010 £6,419) The directors paid a dividend of £56,059 (2010 £6,419)

### **Directors**

The directors who served during the year were

A C Clift  
R W Weeks  
J Langensiepen

### **Financial risk management objectives and policies**

The company's principal financial instruments comprise of intercompany balances and other debtors arising directly from its operations The company does not enter into derivative transactions

It is, and has been throughout the period under review, the company's policy that no trading in financial instruments should be undertaken

### **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 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and 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 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' Report

For the year ended 30 September 2011

### **Provision of information to auditor**

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

- so far as that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditor in connection with preparing its report and to establish that the company's auditor is aware of that information

### **Auditor**

The auditor, Grant Thornton UK LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006

### **Small Company Provisions**

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

This report was approved by the board on 9 March 2012 and signed on its behalf

R W Weeks  
Director

A handwritten signature in black ink, appearing to read 'Randy Weeks', with a horizontal line drawn underneath it.



## Independent Auditor's Report to the Members of Palmer Hargeaves Limited

We have audited the financial statements of Palmer Hargeaves Limited for the year ended 30 September 2011, which comprise the Profit and loss account, the Balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 explained more fully in the Directors' responsibilities statement, 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 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 Auditing Practices Board's website at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm).

### **Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 30 September 2011 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.

### **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.



## Independent Auditor's Report to the Members of Palmer Hargeaves Limited

### **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

A handwritten signature in black ink, appearing to read "David White", followed by a stylized flourish.

David White (Senior statutory auditor)

for and on behalf of

**Grant Thornton UK LLP**

Chartered Accountants  
Statutory Auditor

Birmingham

9 March 2012

## Profit and Loss Account

For the year ended 30 September 2011

	Note	2011 £	2010 £
Dividend income receivable		56,059	6,419
<b>Profit on ordinary activities before taxation</b>		<b>56,059</b>	<b>6,419</b>
Tax on profit on ordinary activities	2	-	-
<b>Profit for the financial year</b>	7	<b>56,059</b>	<b>6,419</b>

All amounts relate to continuing operations

There were no recognised gains and losses for 2011 or 2010 other than those included in the Profit and loss account

The notes on pages 7 to 10 form part of these financial statements



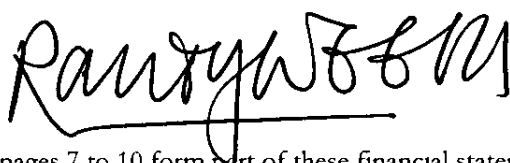
## Balance Sheet

As at 30 September 2011

	Note	£	2011 £	£	2010 £
<b>Fixed assets</b>					
Investments	3		15,803		15,803
<b>Current assets</b>					
Debtors	4	231,685		266,003	
<b>Creditors</b> amounts falling due within one year	5	-		(34,318)	
<b>Net current assets</b>			<u>231,685</u>		<u>231,685</u>
<b>Total assets less current liabilities</b>			<u><u>247,488</u></u>		<u><u>247,488</u></u>
<b>Capital and reserves</b>					
Called up share capital	6		13,102		13,102
Share premium account	7		229,548		229,548
Profit and loss account	7		<u>4,838</u>		<u>4,838</u>
<b>Shareholders' funds</b>	8		<u><u>247,488</u></u>		<u><u>247,488</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 9 March 2012

R W Weeks  
Director



The notes on pages 7 to 10 form part of these financial statements

# Notes to the Financial Statements

For the year ended 30 September 2011

## 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 applicable accounting standards

The principal accounting policies of the company remain unchanged from prior period are set out below -

### 1.2 Cash flow statement

The financial statements do not include a Cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective April 2008)

### 1.3 Group accounts

The financial statements presents information about the company as an individual undertaking and not about its group. The results of the group are consolidated into Palmer Hargreaves Holdings Limited, its immediate and ultimate parent, a company incorporated in the United Kingdom. The company has therefore taken advantage of the exemptions provided by Section 398 of the Companies Act 2006 not to prepare group accounts

### 1.4 Investments

Investments held as fixed assets are shown at cost less provision for impairment

### 1.5 Taxation

Current income tax asset and/or liabilities comprise those obligations to, or from, fiscal authorities relating to the current or prior reporting period, and are unpaid at the reporting date. They are calculated according to the tax rates and tax laws applicable to the fiscal periods to which they relate, based on taxable result for the year. All changes to the current tax assets and liabilities are recognised as a component of tax expense in the profit and loss account

### 1.6 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 rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are not discounted

# Notes to the Financial Statements

For the year ended 30 September 2011

## 2. Taxation

	2011 £	2010 £
UK corporation tax charge on profit for the year	-	-

### Factors affecting tax charge for the year

The tax assessed for the year is the same as (2010 - the same as) the standard rate of corporation tax in the UK of 27% (2010 - 28%) as set out below

	2011 £	2010 £
Profit on ordinary activities before tax	56,059	6,419
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 27% (2010 - 28%)	15,136	1,797
Effects of		
Non-taxable income	(15,136)	(1,797)
Current tax charge for the year (see note above)	-	-

## 3. Fixed asset investments

	Shares in subsidiary undertakings £
Cost	
At 1 October 2010 and 30 September 2011	15,803

### Subsidiary undertakings

The company holds more than 20% of the share capital of the following companies

Name	Class of shares	Holding
Palmer Hargreaves Wallis Tomlinson GmbH	Ordinary	100%
Palmer Hargreaves (UK) Limited	Ordinary	100%
Palmer Hargreaves 000 (indirectly held)	Ordinary	100%

Palmer Hargreaves Wallis Tomlinson GmbH incorporated in Germany, Palmer Hargreaves (UK) Limited is incorporated in England and Wales and Palmer Hargreaves 000 is incorporated in Russia

# Notes to the Financial Statements

For the year ended 30 September 2011

## 4. Debtors

	2011 £	2010 £
Amounts owed by group undertakings	198,460	206,903
Unpaid share capital due in less than one year	33,225	25,875
Unpaid share capital due in more than one year	-	33,225
	<u>231,685</u>	<u>266,003</u>

## 5. Creditors:

### Amounts falling due within one year

	2011 £	2010 £
Amounts owed to group undertakings	-	34,318
	<u>-</u>	<u>34,318</u>

## 6. Share capital

	2011 £	2010 £
<b>Authorised</b>		
20,000 Ordinary shares of £1 each shares of £1 each	<u>20,000</u>	<u>20,000</u>
<b>Allotted and called up</b>		
13,102 Ordinary shares of £1 each shares of £1 each	<u>13,102</u>	<u>13,102</u>

## 7. Reserves

	Share premium account £	Profit and loss account £
At 1 October 2010	229,548	4,838
Profit for the year	-	56,059
Dividends payable	-	(56,059)
	<u>229,548</u>	<u>4,838</u>
At 30 September 2011	<u>229,548</u>	<u>4,838</u>

## Notes to the Financial Statements

For the year ended 30 September 2011

### 8. Reconciliation of movement in shareholders' funds

	2011	2010
	£	£
Opening shareholders' funds	247,488	247,488
Profit for the year	56,059	6,419
Dividends	(56,059)	(6,419)
Closing shareholders' funds	<u>247,488</u>	<u>247,488</u>

### 9. Related party transactions

The company has taken advantage of the exemption provided by FRS 8 not to disclose transactions with other group members as the parent company prepares consolidated financial statements. Copies of the consolidated financial statements can be obtained from the registered office address.

During the year the company declared a dividend of £56,059, of which £45,525 was paid to Palmer Hargreaves Holdings Limited, and £2,404 was paid to each of the directors R W Weeks and J Langensiepen.

### 10. Ultimate parent undertaking and controlling party

Palmer Hargreaves Holdings Limited is considered to be the ultimate parent entity as they own 76% of the shares in Palmer Hargreaves Limited. Palmer Hargreaves Holdings Limited is under the control of Mr A Clift who has a beneficial interest in 100% of the issued capital of that company.