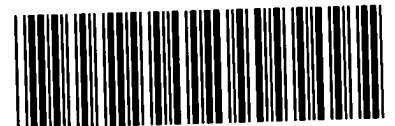


REGISTERED NUMBER: 02548101 (England and Wales)

Financial Statements
for the Year Ended 31 October 2017
for
Anchor Security Services Limited

TUESDAY



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COMPANIES HOUSE

Anchor Security Services Limited (Registered number: 02548101)

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for the Year Ended 31 October 2017

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Anchor Security Services Limited

Company Information

for the Year Ended 31 October 2017

DIRECTORS:

A W Harper
L Hiles

SECRETARY:

R Evans

REGISTERED OFFICE:

Seasons House
Lakeside Business Village
Ewloe
Deeside
CH5 3YE

REGISTERED NUMBER:

02548101 (England and Wales)

AUDITORS:

McEwan Wallace Limited
Chartered Accountants
Statutory Auditor
68 Argyle Street
Birkenhead
CH41 6AF

Anchor Security Services Limited (Registered number: 02548101)

Balance Sheet
31 October 2017

	Notes	31.10.17 £	31.10.16 £
FIXED ASSETS			
Intangible assets	4	11,000	12,000
Tangible assets	5	205,429	215,009
		<u>216,429</u>	<u>227,009</u>
CURRENT ASSETS			
Stocks		14,025	13,515
Debtors	6	3,171,591	2,986,477
Cash in hand		112	112
		<u>3,185,728</u>	<u>3,000,104</u>
CREDITORS			
Amounts falling due within one year	7	3,177,355	2,977,593
NET CURRENT ASSETS		<u>8,373</u>	<u>22,511</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>224,802</u>	<u>249,520</u>
CREDITORS			
Amounts falling due after more than one year	8	(73,083)	(70,422)
PROVISIONS FOR LIABILITIES		<u>(10,714)</u>	<u>(18,404)</u>
NET ASSETS		<u>141,005</u>	<u>160,694</u>
CAPITAL AND RESERVES			
Called up share capital		20,103	20,103
Share premium		84,552	84,552
Retained earnings		36,350	56,039
SHAREHOLDERS' FUNDS		<u>141,005</u>	<u>160,694</u>

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors on 30 July 2018 and were signed on its behalf by:



L. Hiles - Director

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 31 October 2017

1. STATUTORY INFORMATION

Anchor Security Services 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 presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Significant judgements and estimates

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The company makes estimates and assumptions concerning the future.

The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below;

When an asset is purchased it is categorised into an asset class, the depreciation policy of each class estimates the economic life of all assets within the class.

The depreciation policy of each asset class is determined by management and reviewed regularly for appropriateness. The depreciation policy adopted is based on historical experience as well as considering the future events which may impact the useful economic life of all assets within each class, such as changes in market demands.

In addition FRS 102 requires an entity to assess at each reporting date whether there is any indication that assets within a class may be impaired i.e. the recoverable amount of the asset is less than the carrying amount. If any such indication exists, management are required to estimate the recoverable amount of the individual assets concerned.

Management judgement is applied to determine if revenue and costs should be recognised in the current period.

Turnover

Turnover represents the amount derived from ordinary activities, stated after trade discounts, VAT and any other sales taxes.

Turnover is recognised in the month the security service was carried out.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2008, is being amortised evenly over its estimated useful life of twenty years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Notes to the Financial Statements - continued
for the Year Ended 31 October 2017

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Site assets	- 33% on cost and 20% on cost
Office equipment	- 20% on cost
Fixtures and fittings	- 20% on cost and 10% on cost
Motor vehicles	- 20% on cost
Computer equipment	- 20% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Financial instruments

The following assets and liabilities are classified as financial instruments - debtors, creditors and directors' loans.

Directors' loans (being repayable on demand), trade debtors and trade creditors are measured at the undiscounted amount of the cash or other consideration expected to be paid or received.

Financial assets that are measured at amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Income and Retained Earnings.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Notes to the Financial Statements - continued
for the Year Ended 31 October 2017

2. **ACCOUNTING POLICIES - continued**

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 308 (2016 - 273).

4. **INTANGIBLE FIXED ASSETS**

	Goodwill £
COST	
At 1 November 2016 and 31 October 2017	20,000
AMORTISATION	
At 1 November 2016	8,000
Charge for year	1,000
At 31 October 2017	9,000
NET BOOK VALUE	
At 31 October 2017	11,000
At 31 October 2016	12,000

5. **TANGIBLE FIXED ASSETS**

	Site assets £	Office equipment £	Fixtures and fittings £
COST			
At 1 November 2016	413,847	24,674	239,201
Additions	74,003	-	1,991
Disposals	(225)	-	-
At 31 October 2017	487,625	24,674	241,192
DEPRECIATION			
At 1 November 2016	335,364	18,501	204,445
Charge for year	69,344	1,968	13,102
Eliminated on disposal	-	-	-
At 31 October 2017	404,708	20,469	217,547
NET BOOK VALUE			
At 31 October 2017	82,917	4,205	23,645
At 31 October 2016	78,483	6,173	34,756

Notes to the Financial Statements - continued
for the Year Ended 31 October 2017

5. **TANGIBLE FIXED ASSETS - continued**

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 November 2016	132,411	194,267	1,004,400
Additions	81,651	2,891	160,536
Disposals	(91,715)	-	(91,940)
At 31 October 2017	122,347	197,158	1,072,996
DEPRECIATION			
At 1 November 2016	83,141	147,940	789,391
Charge for year	23,865	20,365	128,644
Eliminated on disposal	(50,468)	-	(50,468)
At 31 October 2017	56,538	168,305	867,567
NET BOOK VALUE			
At 31 October 2017	65,809	28,853	205,429
At 31 October 2016	49,270	46,327	215,009

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Site assets £	Motor vehicles £	Totals £
COST			
At 1 November 2016	12,947	87,177	100,124
Additions	31,809	78,770	110,579
Transfer to ownership	-	(87,177)	(87,177)
At 31 October 2017	44,756	78,770	123,526
DEPRECIATION			
At 1 November 2016	2,877	40,682	43,559
Charge for year	14,919	15,316	30,235
Transfer to ownership	-	(40,683)	(40,683)
At 31 October 2017	17,796	15,315	33,111
NET BOOK VALUE			
At 31 October 2017	26,960	63,455	90,415
At 31 October 2016	10,070	46,495	56,565

Notes to the Financial Statements - continued
for the Year Ended 31 October 2017

6. **DEBTORS**

	31.10.17	31.10.16
	£	£
Amounts falling due within one year:		
Trade debtors	1,910,259	1,842,638
Other debtors	121,363	169,232
Directors' loan accounts	72,010	82,854
Prepayments and accrued income	1,060,636	848,696
	<u>3,164,268</u>	<u>2,943,420</u>
Amounts falling due after more than one year:		
Prepayments and accrued income	<u>7,323</u>	<u>43,057</u>
Aggregate amounts	<u>3,171,591</u>	<u>2,986,477</u>

The company discounts most of its debts with the Royal Bank of Scotland. At 31st October 2017, total debtors discounted amounted to £1,892,082 (2016 - £1,788,416), against which £1,263,558 was advanced to the company (2016 - £1,242,959).

Discounting charges incurred by the company during the year amounted to £19,283 (2016 - £17,716).

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.10.17	31.10.16
	£	£
Bank loans and overdrafts	53,360	47,151
Other loans	10,773	2,724
Hire purchase contracts (see note 9)	25,226	18,191
Trade creditors	272,589	233,897
Tax	22,869	32,508
Social security and other taxes	329,577	290,091
VAT	468,739	443,407
Other creditors	690,612	605,281
Amounts owed to discounters	1,263,558	1,242,959
Accruals and deferred income	40,052	61,384
	<u>3,177,355</u>	<u>2,977,593</u>

8. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.10.17	31.10.16
	£	£
Bank loans - 1-2 years	7,222	17,333
Bank loans - 2-5 years	-	7,222
Hire purchase contracts (see note 9)	65,861	45,867
	<u>73,083</u>	<u>70,422</u>

Notes to the Financial Statements - continued
for the Year Ended 31 October 2017

9. **LEASING AGREEMENTS**

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	31.10.17	31.10.16
	£	£
Gross obligations repayable:		
Within one year	29,718	22,313
Between one and five years	73,936	49,038
	<u>103,654</u>	<u>71,351</u>
Finance charges repayable:		
Within one year	4,492	4,122
Between one and five years	8,075	3,171
	<u>12,567</u>	<u>7,293</u>
Net obligations repayable:		
Within one year	25,226	18,191
Between one and five years	65,861	45,867
	<u>91,087</u>	<u>64,058</u>
	Non-cancellable operating leases	
	31.10.17	31.10.16
	£	£
Within one year	55,752	37,896
Between one and five years	67,227	60,810
	<u>122,979</u>	<u>98,706</u>

Notes to the Financial Statements - continued
for the Year Ended 31 October 2017

10. SECURED DEBTS

The following secured debts are included within creditors:

	31.10.17	31.10.16
	£	£
Bank overdrafts	36,027	29,818
Bank loans	24,555	41,888
Other loans	10,773	-
Hire purchase contracts	91,087	64,058
Invoice discounting	1,263,558	1,242,959
	<u>1,426,000</u>	<u>1,378,723</u>

The other loans and hire purchase liabilities are secured on the assets concerned.

The bank overdraft is secured via an unscheduled Mortgage Debenture dated 20th January 1993 incorporating a fixed and floating charge over all current and future assets of the company.

The amounts owed to invoice discounting is secured by way of a fixed and floating charge dated 6 May 2003 and 20 October 2005.

25% of the bank loan is personally secured by A W Harper, a director. The remaining 75% is secured by the Department of Trade and Industry.

There is a cross company guarantee between Anchor Group Services Ltd, Anchor Security Services Ltd and Anchor Cleaning Services Ltd dated 17th September 2010.

11. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Alastair Gould FCA (Senior Statutory Auditor)
for and on behalf of McEwan Wallace Limited

12. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 October 2017 and 31 October 2016:

	31.10.17	31.10.16
	£	£
A W Harper		
Balance outstanding at start of year	79,511	39,968
Amounts advanced	76,859	78,398
Amounts repaid	(87,703)	(38,855)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>68,667</u>	<u>79,511</u>
 L Hiles		
Balance outstanding at start of year	3,343	3,343
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>3,343</u>	<u>3,343</u>

Anchor Security Services Limited (Registered number: 02548101)

Notes to the Financial Statements - continued
for the Year Ended 31 October 2017

12. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES - continued

All advances are interest free, unsecured and have no formal repayment schedule.