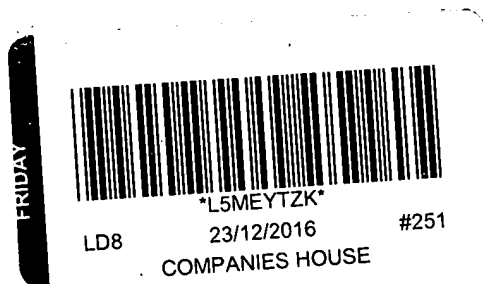


**CHEVIOT FINANCIAL PLANNING LIMITED**

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2016**



# **CHEVIOT FINANCIAL PLANNING LIMITED**

## **COMPANY INFORMATION**

<b>DIRECTORS</b>	M W H Clapson J A King C W Olley
<b>COMPANY SECRETARY</b>	C W Olley
<b>REGISTERED NUMBER</b>	02670496
<b>REGISTERED OFFICE</b>	Causeway House 1 Dane Street Bishop's Stortford Hertfordshire CM23 3BT
<b>INDEPENDENT AUDITOR</b>	Crowe Clark Whitehill LLP St Bride's House 10 Salisbury Square London EC4Y 8EH

# **CHEVIOT FINANCIAL PLANNING LIMITED**

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## **CHEVIOT FINANCIAL PLANNING LIMITED**

### **DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2016**

The directors present their report and the financial statements for the year ended 31 March 2016.

#### **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 applicable law and Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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**

The directors who served during the year were:

M W H Clapson  
J A King  
C W Olley

The directors have no direct interests in the company's share capital.

M W H Clapson, J A King and C W Olley each have interests of approximately 6% of the share capital of Price Bailey Group Ltd, the company's ultimate holding entity.

#### **DISCLOSURE 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 relevant audit information and to establish that the Company's auditor is aware of that information.

**CHEVIOT FINANCIAL PLANNING LIMITED**

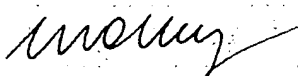
**DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 MARCH 2016**

**AUDITOR**

The auditor, Crowe Clark Whitehill LLP, has indicated its willingness to be reappointed as statutory auditor.

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 414B of the Companies Act 2006.

This report was approved by the board on 29 November 2016 and signed on its behalf.



**C W Olley**  
Director

## **CHEVIOT FINANCIAL PLANNING LIMITED**

### **INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF CHEVIOT FINANCIAL PLANNING LIMITED**

We have audited the financial statements of Cheviot Financial Planning Limited for the year ended 31 March 2016, set out on pages 5 to 11. The financial reporting framework that has been applied in their preparation is applicable law and Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 Financial Reporting Council'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 Financial Reporting Council's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

#### **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 31 March 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with FRS102, The Financial Reporting Standard applicable in the UK and Republic of Ireland; 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 based on the work undertaken in the course of our audit the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**CHEVIOT FINANCIAL PLANNING LIMITED**

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF CHEVIOT FINANCIAL PLANNING 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; or
- the directors were not entitled to take advantage of the small companies' exemption from the requirement from preparing a Strategic Report or in preparing the directors report.

*Steve Gale*

Steve Gale FCA (Senior Statutory Auditor)

for and on behalf of

**Crowe Clark Whitehill LLP**

Statutory Auditor

St Bride's House  
10 Salisbury Square  
London  
EC4Y 8EH

29 November 2016

**CHEVIOT FINANCIAL PLANNING LIMITED**

**STATEMENT OF INCOME AND RETAINED EARNINGS  
FOR THE YEAR ENDED 31 MARCH 2016**

	Note	2016 £	2015 £
Turnover	3	23,371 ✓	23,648
<b>GROSS PROFIT</b>		<u>23,371</u>	<u>23,648</u>
Other operating expenses		(4,232)	(5,249)
<b>OPERATING PROFIT</b>	4	<u>19,139</u>	<u>18,399</u>
Income from interests in associated undertakings		33,093 ✓	48,163
<b>PROFIT BEFORE TAX</b>		<u>52,232</u>	<u>66,562</u>
Tax on profit	7	-	-
<b>PROFIT AFTER TAX</b>		<u>52,232 ✓</u>	<u>66,562</u>
Retained earnings at the beginning of the year		69,550	232,988
		<u>69,550</u>	<u>232,988</u>
Profit for the year		52,232	66,562
Dividends declared and paid		(65,000)	(230,000)
<b>RETAINED EARNINGS AT THE END OF THE YEAR</b>		<u>56,782</u>	<u>69,550</u>

The notes on pages 7 to 11 form part of these financial statements.

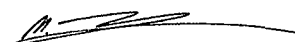


**CHEVIOT FINANCIAL PLANNING LIMITED**  
**REGISTERED NUMBER: 02670496**


**BALANCE SHEET**  
**AS AT 31 MARCH 2016**

	Note	2016 £	2015 £
<b>FIXED ASSETS</b>			
Investments	9	50,003	76,403
<b>CURRENT ASSETS</b>			
Debtors	10	8,678	9,200
Cash at bank and in hand	11	11,898	9,948
		<u>20,576</u>	<u>19,148</u>
Creditors: amounts falling due within one year	12	(3,797)	(16,001)
<b>NET CURRENT ASSETS</b>		16,779	3,147
<b>NET ASSETS</b>		<u>66,782</u>	<u>79,550</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	13	10,000	10,000
Profit and loss account	14	56,782	69,550
		<u>66,782</u>	<u>79,550</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 29 November 2016.



**M W H Clapson**  
Director



**C W Olley**  
Director

The notes on pages 7 to 11 form part of these financial statements.

## **CHEVIOT FINANCIAL PLANNING LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016**

#### **1. GENERAL INFORMATION**

Cheviot Financial Planning Limited is a private company limited by shares and is incorporated in England and Wales, company number 02670496. The address of its registered office is Causeway House, 1 Dane Street, Bishop's Stortford, Hertfordshire CM23 3BT. These financial statements are the individual financial statements of the company.

For many years the company was an independent financial adviser. This business is in run off, with shrinking but continuing trail income. More recently the company has been a member of a financial adviser, receiving profit shares based on work introduced from its former clients. Income from that activity has now ceased as the company ceased to be a member of Price Bailey Private Client LLP on 1 April 2016.

#### **2. ACCOUNTING POLICIES**

##### **2.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and the Companies Act 2006.

The policies applied under the entity's previous account framework are not materially different from FRS 102 and have not impacted on equity or profit or loss.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. At the present time the company's transactions are simple and the formal accounting policies deal unequivocally with most matters without any material requirement for management judgement or override. Management considers that, at the present time and in the present circumstances, judgement is required to assess only the impact of counterparty risk associated with intra group investments and debtors and the consequential level of any impairment provision.

##### **2.2 Financial reporting standard 102 - reduced disclosure exemptions**

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.39 to 11.48A;
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.29;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of Price Bailey Group Limited as at 31 March 2016 and these financial statements may be obtained from Causeway House, 1 Dane Street, Bishop's Stortford, Hertfordshire CM23 3BT.

##### **2.3 Going concern**

The long term financing of the company is provided by profits retained in the business. The company produces annual budgets and forecasts which take account of expected changes in the company's trading performance and these demonstrate that the company will be able to operate within its current level of facilities. On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis.

## **CHEVIOT FINANCIAL PLANNING LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016**

#### **2. ACCOUNTING POLICIES (continued)**

##### **2.4 Revenue**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

##### **Rendering of services**

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably, and;
- the costs incurred and the costs to complete the contract can be measured reliably.

##### **2.5 Cash**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

##### **2.6 Financial instruments**

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties and loans to and from related parties.

##### **2.7 Dividends**

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

##### **2.8 Investments in LLPs**

The company accounts for its investments in LLPs at cost, recognising its share of profit or loss as it accrues by addition to or deduction from the carrying value of the investment. Receipts from the LLP, whether on account of allocated profit or capital, are accounted for as partial disposals of the investment.

#### **3. ANALYSIS OF TURNOVER**

The whole of the turnover is attributable to the provision of services relating to the company's principal activity of independent financial advisors.

All turnover arose within the United Kingdom.

# CHEVIOT FINANCIAL PLANNING LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016

### 4. OPERATING PROFIT

During the year, no director received any emoluments (2015 - £NIL).

### 5. AUDITOR'S REMUNERATION

	2016 £	2015 £
Fees payable to the Company's auditor for the audit of the Company's annual accounts	1,000	1,000

### 6. EMPLOYEES

The average monthly number of employees, including the directors, during the year was as follows:

	2016 No.	2015 No.
Directors	3	3

### 7. TAXATION

	2016 £	2015 £
TOTAL CURRENT TAX	-	-

### FACTORS AFFECTING TAX CHARGE FOR THE YEAR

The tax assessed for the year is lower than (2015 - lower than) the standard rate of corporation tax in the UK of 20% (2015 - 20%). The differences are explained below:

	2016 £	2015 £
Profit on ordinary activities before tax	52,232	66,562
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2015 - 20%)	10,446	13,312
<b>EFFECTS OF:</b>		
Expenses not deductible for tax purposes	-	143
Utilisation of tax losses	(10,446)	(13,455)
<b>TOTAL TAX CHARGE FOR THE YEAR</b>	-	-

### FACTORS THAT MAY AFFECT FUTURE TAX CHARGES

The company has tax losses of approximately £362,000 available to carry forward to relieve any future profits of the current business.

**CHEVIOT FINANCIAL PLANNING LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016**

**8. DIVIDENDS**

	2016 £	2015 £
Dividends paid on equity capital	65,000	230,000

**9. FIXED ASSET INVESTMENTS**

	Investments in associates £
<b>COST OR VALUATION</b>	
At 1 April 2015	76,403
Disposals	(59,493)
Share of profit/(loss)	33,093
At 31 March 2016	50,003

**NET BOOK VALUE**

At 31 March 2016	50,003
At 31 March 2015	76,403

**PARTICIPATING INTERESTS**

As at the balance sheet date Cheviot Financial Planning Limited had a 5.5% stake in Price Bailey Private Client LLP.

The company ceased to be a member of Price Bailey Private Client LLP on 1 April 2016 and since that date the investment has been realised.

**10. DEBTORS**

	2016 £	2015 £
Amounts owed by group undertakings	8,678	4,207
Other debtors	-	4,993
	8,678	9,200

# CHEVIOT FINANCIAL PLANNING LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016

### 11. CASH

	2016 £	2015 £
Cash at bank and in hand	11,898	9,948

### 12. CREDITORS: Amounts falling due within one year

	2016 £	2015 £
Amounts owed to group undertakings	3,797	6,592
Other creditors	-	4,409
Accruals and deferred income	-	5,000
	3,797	16,001

The company is party to a cross guarantee in favour of Lloyds Bank plc which is secured by a debenture and fixed charges on the company's assets. At 31 March 2016 the total amount owed to Lloyds Bank plc and secured against the company's assets was approximately £3.3m.

### 13. SHARE CAPITAL

	2016 £	2015 £
Allotted, called up and fully paid		
10,000 Ordinary shares of £1 each	10,000	10,000

### 14. RESERVES

The income statement includes all current and prior year retained profits and losses.

### 15. POST BALANCE SHEET EVENTS

On 3 August 2016 the company reduced capital, recognising the reduction as a distributable profit and paid a dividend of £66,682 leaving aggregate capital and reserves of £100.

Following the dividend there was a change in the immediate ownership of the company, PBFP Acquisitions Limited transferred the company to PB Financial Planning Limited, a fellow group company, for consideration of £100.

### 16. CONTROLLING PARTY

The company's immediate parent undertaking is PB Financial Planning Limited and its ultimate parent undertaking is Price Bailey Group Limited. Consolidated accounts which include the company are produced by Price Bailey Group Limited which makes them available to the public from their registered office, Causeway House, 1 Dane Street, Bishops Stortford, Herts, CM23 3BT.

**CHEVIOT FINANCIAL PLANNING LIMITED**

**DETAILED ACCOUNTS**

**FOR THE YEAR ENDED 31 MARCH 2016**

**CHEVIOT FINANCIAL PLANNING LIMITED**

**DETAILED PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 MARCH 2016**

		2016 £	2015 £
Turnover		23,371	23,648
<b>GROSS PROFIT</b>		<u>23,371</u>	<u>23,648</u>
		23,371	23,648
<b>LESS: OVERHEADS</b>			
Administration expenses		(4,232)	(5,249)
<b>OPERATING PROFIT</b>	4	<u>19,139</u>	<u>18,399</u>
Investment income		33,093	48,163
<b>PROFIT FOR THE YEAR</b>		<u><u>52,232</u></u>	<u><u>66,562</u></u>



**CHEVIOT FINANCIAL PLANNING LIMITED**

**SCHEDULE TO THE DETAILED ACCOUNTS  
FOR THE YEAR ENDED 31 MARCH 2016**

**TURNOVER**

	2016 £	2015 £
Fees	23,371	23,648
	<u>23,371</u>	<u>23,648</u>

**ADMINISTRATION EXPENSES**

	2016 £	2015 £
Professional indemnity insurance	-	77
Legal and professional	-	1,000
Bank charges	435	483
Sundry expenses	-	2,290
Management charges	3,797	1,399
	<u>4,232</u>	<u>5,249</u>

**INTEREST RECEIVABLE**

**INVESTMENT INCOME**

	2016 £	2015 £
Income from interests in associated undertakings	33,093	48,163
	<u>33,093</u>	<u>48,163</u>

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