

**BABINGTON APPRENTICESHIPS LIMITED**

**FINANCIAL STATEMENTS**

**INFORMATION FOR FILING WITH THE REGISTRAR**

**FOR THE YEAR ENDED 31 JULY 2017**

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COMPANIES HOUSE

**BABINGTON APPRENTICESHIPS LIMITED**  
**REGISTERED NUMBER:03402686**

**BALANCE SHEET**  
**AS AT 31 JULY 2017**

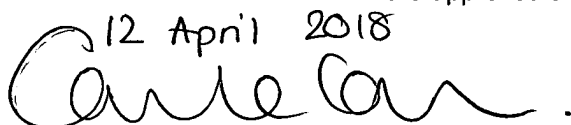
	Note	2017 £	2016 £
<b>Current assets</b>			
Debtors: amounts falling due within one year	4	194,008	100
		<u>194,008</u>	<u>100</u>
Creditors: amounts falling due within one year	5	(203,715)	-
		<u>(203,715)</u>	<u>-</u>
<b>Net current (liabilities)/assets</b>		<b>(9,707)</b>	<b>100</b>
<b>Total assets less current liabilities</b>		<b>(9,707)</b>	<b>100</b>
<b>Net (liabilities)/assets</b>		<b>(9,707)</b>	<b>100</b>
<b>Capital and reserves</b>			
Called up share capital	6	100	100
Profit and loss account		(9,807)	-
		<u>(9,807)</u>	<u>-</u>
		<b>(9,707)</b>	<b>100</b>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

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

12 April 2018  


**Carole Carson**  
 Director

The notes on pages 2 to 5 form part of these financial statements.

## **BABINGTON APPRENTICESHIPS LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2017**

#### **1. General information**

The Company is a limited company and is incorporated in England and Wales and details of its registered office are set out in the company information page

#### **2. Accounting policies**

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

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The Company's functional and presentational currency is GBP.

Estimates and judgments 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. There are no key areas of judgment or key sources of estimation uncertainty.

The following principal accounting policies have been applied:

##### **2.2 Going concern**

At 31 July 2017, the company had net liabilities of £9,707 and is reliant on the support of the parent undertaking to provide adequate resources to enable the company to continue trading and to meet its liabilities as they fall due.

As noted in the accounts of the ultimate parent undertaking, the Group had net liabilities of £4,249,075 and net current liabilities of £917,908 at 31 July 2017. After reviewing the Group's budgets and funding available to them, the directors consider that they have a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future and to meet its current liabilities as they fall due.

Subsequent to the year end, the net senior leverage covenant with the bank has been breached which has been noted by the bank. The forecasts for the Group through to 31 July 2018 show that all covenants should be met as at 31 July 2018 and the bank has indicated that they are in agreement with the proposals to ensure that all year end covenants are met. The directors remain confident that bank funding will remain in place as all capital repayment for loans were met during the year and have continued to be met post year end,

The holders of all the loan notes have confirmed to the directors that they will continue to provide support to the business by not seeking repayment of any interest due on the loan notes as at 31 July 2017 or charged subsequent to that date until such time that all other liabilities of the Group can be repaid in full as they fall due.

The Group therefore continues to adopt the going concern basis in preparing its financial statements.

The directors therefore have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future and therefore continues to adopt the going concern basis in preparing its financial statements.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2017**

**2. Accounting policies (continued)**

**2.3 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:

**Sale of goods**

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

**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.

**2.4 Debtors**

Short term debtors are measured at transaction price,

**2.5 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 debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

**2.6 Creditors**

Short term creditors are measured at the transaction price.

**2.7 Exceptional items**

Exceptional items are transactions that fall within the ordinary activities of the Company but are presented separately due to their size or incidence.

**3. Employees**

The average monthly number of employees, including directors, during the year was 2 (2016 - 2).

## BABINGTON APPRENTICESHIPS LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2017

#### 4. Debtors

	2017 £	2016 £
Amounts owed by group undertakings	190,931	-
Other debtors	100	100
Prepayments and accrued income	2,977	-
	<u>194,008</u>	<u>100</u>

#### 5. Creditors: Amounts falling due within one year

	2017 £	2016 £
Amounts owed to group undertakings	203,264	-
Other taxation and social security	451	-
	<u>203,715</u>	<u>-</u>

## BABINGTON APPRENTICESHIPS LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2017

#### 6. Share capital

	2017 £	2016 £
<b>Shares classified as equity</b>		
<b>Allotted, called up and fully paid</b>		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

#### 7. Related party transactions

The Company has taken advantage of the exemption available within the FRS102 not to disclose details of any transactions between itself and its fellow group undertakings on the basis that it is a subsidiary undertaking where 100% of the voting rights are controlled within the group whose consolidated financial statements are publicly available.

#### 8. Controlling party

The immediate parent undertaking is Babington Business Limited, a company incorporated in England and Wales. The parent undertaking of the largest and smallest group for which consolidated accounts are prepared is Project Sinatra Topco Limited, a company incorporated in England & Wales. Consolidated accounts are available from Companies House, Crown Way, Cardiff, CF14 3UZ.

Project Sinatra Topco Limited is considered to be under the control of funds managed by RJD Partners Limited which is authorised and regulated by the Financial Conduct Authority.

The directors consider that there is no one ultimate controlling party by virtue of there being no majority shareholder within the ultimate parent entity.

#### 9. Auditors' information

The auditor report was signed by Janet Morgan Senior Statutory Auditor on behalf of Smith Cooper Limited.

The auditors' report on the financial statements for the year ended 31 July 2017 was unqualified