

Crossco (281) Limited
Company Number 3422151

Report and Financial Statements
Year ended 1 October 2017

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Company Number 3422151

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Crossco (281) Limited
Company number 3422151

Corporate Information

Directors	H J Banks S Fisher G A Styles
Secretary	D J Martin
Registered office	Inkerman House St John's Road Meadowfield DH7 8XL
Independent Auditors	Ernst & Young LLP Citygate St James' Boulevard Newcastle upon Tyne NE1 4JD

Crossco (281) Limited
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Strategic Report

The directors present the Strategic Report for the year ended 1 October 2017.

Results, trading and dividend

The results for the year and the financial position of the company are as shown in the financial statements set out from page 9. The state of the company's affairs at 1 October 2017 was satisfactory and no significant changes in the company's business were envisaged. No dividend has been paid (2016: £nil).

Revenue remains primarily derived from royalty on gas generation income. Income is reliant upon utilisation of the site by a third party operator. Profits before tax reduced by 7% as a result of lower turnover with reduced gas outputs.

The company's key financial performance indicators for the year were:

	2017 £'000	2016 £'000
Turnover	125	143
Loss after tax for the financial year	66	70

Future developments

The directors aim to maintain the management policies that have resulted in the company's continued success in recent years.

Going concern

Under Company Law, the directors are required to consider whether it is appropriate to prepare financial statements on the basis that the company is a going concern. As part of its normal business practice, cash flow forecasts, longer term financial projections and sensitivity analysis are prepared. In reviewing this information the Board has a reasonable expectation that, both in its own right and as part of the Banks Group Limited, the company and Group has adequate resources to continue in operational existence for the foreseeable future and for this reason the going concern basis continues to be adopted in preparing the financial statements. See accounting policies for further details.

By order of the Board


D J Martin
Company Secretary

27 March 2018

Crossco (281) Limited
Company number 3422151

Directors' report

The directors present their report together with the audited financial statements for the year ended 1 October 2017.

Principal Activity

The principal activity of the company throughout the year was leasing sites to a landfill operator.

Directors

The directors of the company during the year and up to the date of approval of the financial statements were:

- H J Banks
- S Fisher
- G Styles

Directors' responsibilities statement

The directors are responsible for preparing the Strategic Report, 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 period. 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), including FRS 102 "The Financial Reporting standard applicable in the UK and the Republic of Ireland". The financial statements are required by law to 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 those financial statements, the directors are required to:

- (a) select suitable accounting policies and then apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- (d) prepare the financial statements on the going concern basis unless inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to 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.

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Directors' report (continued)

Disclosure of information to the auditor

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information, being information needed by the auditor in connection with preparing its report, of which the auditor is unaware. Having made enquiries of fellow directors and the company's auditor, each director has taken all the steps that he is obliged to take as a director in order to make himself aware of any relevant audit information and to establish that the auditor is aware of that information

Auditor

Ernst & Young LLP were auditors of the company during the year and they have expressed their willingness to continue in office.

By order of the Board


D J Martin
Company Secretary

27 March 2018

Crossco (281) Limited
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Independent auditor's report to the members of Crossco (281) Limited

Opinion

We have audited the financial statements of Crossco (281) Limited for the year ended 1 October 2017 which comprise the Income Statement, the Statement of Changes in Equity, the Statement of Financial Position and the related notes 1 to 11, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the company's affairs as at 1 October 2017 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report below. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Use of our report

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.

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Independent auditor's report to the members of Crossco (281) Limited (Continued)

Conclusion relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the annual report, other than the Report and Financial Statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the Report and Financial Statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the Report and Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Report and Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the Report and Financial Statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and Directors' Report for the financial year for which financial statements are prepared is consistent with the financial statements and,
- the Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirements.

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Independent auditor's report to the members of Crossco (281) Limited (Continued)

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or directors' report.

We have nothing to report in respect of the following matters in relation to which 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.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

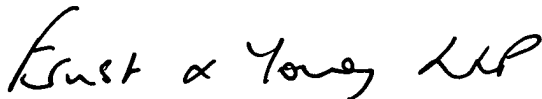
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Independent auditor's report to the members of Crossco (281) Limited (Continued)

Auditor's responsibilities for the audit of the report and financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.



Sandra Thompson (Senior statutory auditor)
for and on behalf of Ernst & Young LLP, Statutory Auditor
Newcastle upon Tyne
Date: 27 March 2018.

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Income Statement for the year ended 1 October 2017

		2017	2016
	Notes	£'000	£'000
Turnover	2	125	143
Cost of sales		(43)	(55)
Profit before taxation	3	82	88
Tax on profit	5	(16)	(18)
Profit for the financial year		66	70

The company had no other comprehensive income in the year other than those included in the income statement set out above.

All operations are continuing.

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Statement of Changes in Equity for the year ended 1 October 2017

	Called up share capital	Profit and loss reserve	Total Share- holder's equity
	£'000	£'000	£'000
4 October 2015	-	1,322	1,322
Profit for the year	-	70	70
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	70	70
Dividends	-	-	-
2 October 2016	-	1,392	1,392
Profit for the year	-	66	66
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	66	66
Dividends	-	-	-
1 October 2017	-	1,458	1,458

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Statement of Financial Position as at 1 October 2017

	Notes	2017 £'000	2016 £'000
Fixed assets			
Tangible fixed assets	6	-	-
Current assets			
Debtors	7	1,489	1,437
Creditors: amounts falling due within one year	8	(31)	(45)
Net current assets		1,458	1,392
Net assets		1,458	1,392
Capital and reserves			
Called up share capital	9	-	-
Profit and loss reserve		1,458	1,392
Equity shareholder's funds		1,458	1,392

The financial statements were approved and authorised for issue by the directors on 27 March 2018



S Fisher
Director

Crossco (281) Limited

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Notes to the financial statements for the year ended 1 October 2017

1 Accounting policies

(a) Statement of compliance

Crossco (281) Limited is a limited company incorporated in England. The Registered Office is Inkerman House, St. John's Road, Meadowfield Industrial Estate, Durham, DH7 8XL.

The company's financial statements have been prepared in compliance with FRS 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', as it applies to the financial statements of the company for the year ended 1 October 2017.

In these financial statements, the company has applied the exemptions available under FRS 102 in respect of the following disclosures:

- The requirements of Section 4 Statement of Financial Provision paragraph 4.12(a)(iv)
- The requirements of Section 7 Statement of Cash Flows
- The requirements of Section 11 Basic Financial Instruments paragraphs 11.39 to 11.48A
- The requirements of Section 33.7 and 33.1A Related Party Disclosures.

The group in which the results of the company are consolidated is The Banks Group Limited. Copies of The Banks Group accounts can be obtained from its registered office, Inkerman House, St. John's Road, Meadowfield Industrial Estate, Durham, DH7 8XL.

(b) Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards in the United Kingdom. The financial statements are prepared in GBP sterling which is the functional currency of the company.

(c) Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the statement of financial position date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that the actual outcomes could differ from those estimates. It is considered that there are no areas of judgement or uncertainty that would have a significant effect on the accounts.

(d) Cash flow statement

The company is a wholly owned subsidiary of H J Banks and Company Limited and is included in the consolidated financial statements of that company, which are publically available. Consequently, the company has taken advantage of the exemption from preparing a Statement of Cash Flows under the terms of FRS 102, section 7.

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Notes to the financial statements for the year ended 1 October 2017

1 Accounting policies (continued)

(e) Tangible fixed assets

Depreciation is provided on a straight line basis at rates which will write off the cost of leasehold property over the period of the leases, which is between 8 and 10 years.

(f) Leasing contracts

Rentals payable under operating leases are charged to the income statement on a straight line basis over the lease term.

(g) Deferred tax

Deferred tax is recognised in respect of all material timing differences that have originated but not reversed at the statement of financial position date where transactions or events have occurred at that date that will result in an obligation to pay more or a right to pay less tax. Deferred taxation assets are recognised only to the extent that the directors consider that it is 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 taxation is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantially enacted at the statement of financial position.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

(h) Short-term debtors and creditors

Debtors and creditors with no stated interest rate and receivable and payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the income statement in other operating expenses.

(i) Revenue recognition

Revenue is recognised to the extent that the group obtains the right to consideration in exchange for its performance. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, VAT and other sales taxes or duty. The following criteria must also be recognised:

Rendering of services

Rental income from waste management assets is recognised on a straight-line basis over the period of the contract.

Interest income

Revenue is recognised as interest accrues using the effective interest method.

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Notes to the financial statements for the year ended 1 October 2017 (continued)

2 Turnover

	2017	2016
	£'000	£'000
Property sales	125	143

All sales arise entirely in the United Kingdom

3 Profit before taxation

Profit before taxation is arrived at after charging/(crediting):

	2017	2016
	£'000	£'000
Operating lease charges	43	55
Operating lease income	(125)	(143)

The audit fee of £1,060 (2016: £1,000) was borne by the ultimate parent company. Other fees to the auditor in respect of taxation compliance services of £1,000 were also borne by the ultimate parent company.

4 Staff costs

The company has no employees.

The directors of the company are also directors of the immediate parent company and/or fellow subsidiaries. The directors received total remuneration for the year as shown below. The directors do not believe that it is practicable to apportion this amount between their services as directors of the immediate parent company and their services as directors of the company and/or fellow subsidiary companies.

	2017	2016
	£'000	£'000
Directors' emoluments	517	1,242
Pension contributions to money purchase schemes	24	24
	541	1,266
	Number	Number
Number of directors accruing retirement benefits under the defined contribution scheme	2	2

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Notes to the financial statements for the year ended 1 October 2017 (continued)

4 Staff costs (continued)

Information regarding the highest paid director is as follows:	2017	2016
	£'000	£'000
Director's emoluments	188	870
Pension contributions to money purchase schemes	-	12
	188	882

5 Taxation

5a. Analysis of the tax charge

The tax charge on the profit for the year was as follows:

	2017	2016
	£'000	£'000
UK Corporation Tax	16	18
Current Taxation	16	18

5b. Factors affecting the tax charge

The tax assessed for the year is the same as the standard rate of corporation tax in the UK applied to the profit before tax at 19.5% (2016: 20%).

	2017	2016
	£'000	£'000
Profit before taxation	66	70
Profit at 19.5% (2016:20%)	16	18
Losses carried forward	-	-
Adjustments in respect of prior periods	-	-
Total credit for the year	16	18

5c. Factors affecting future tax charges:

A reduction in the UK corporation tax rate to 17% (effective from 1 April 2020) was substantially enacted on 15 September 2016. A rate of 17% has therefore applied to the deferred tax liability at the statement of financial position date.

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Notes to the financial statements for the year ended 1 October 2017 (continued)

6 Tangible fixed assets

	Short leasehold property £'000
Cost	
2 October 2016	280
Disposals	-
1 October 2017	280
Depreciation	
2 October 2016	280
Charge for year	-
1 October 2017	280
Net book value	
1 October 2017	-
2 October 2016	-

The short leasehold property is held for rental under operating leases.

7 Debtors

	2017 £'000	2016 £'000
Amounts owed by Group undertakings	1,477	1,420
Prepayments and accrued income	12	17
	1,489	1,437

8 Creditors: amounts falling due within one year

	2017 £'000	2016 £'000
Other taxes and social security costs	11	22
Accruals and deferred income	20	23
	31	45

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Notes to the financial statements for the year ended 1 October 2017 (continued)

9 Called up share capital

	Allotted, issued and fully paid 2017 £000's	Allotted, issued and fully paid 2016 £000's
Ordinary shares of £1 each	-	-
	Number	Number
Ordinary shares of £1 each	1	1

10 Ultimate parent company

The company is a wholly owned subsidiary of H J Banks and Company Limited, which is itself a wholly owned subsidiary of The Banks Group Limited, the ultimate holding company. Both of these companies are incorporated in England. The Banks Group Limited is the only group of undertakings for which Group financial statements are drawn up. The Group financial statements can be obtained from Companies House, Cardiff. Mr H J Banks is the controlling party by virtue of his controlling interest in the equity share capital of The Banks Group Limited.

11 Contingent liabilities

HSBC plc holds fixed and floating charges over all the assets of the Banks Group Limited and its subsidiary companies. At the statement of financial position date, liabilities subject to these charges totalled £nil (2016: £nil).

For VAT purposes a Group registration scheme is in operation. Under these arrangements there is a joint and several liability among the companies in the Group for amounts owed to HM Revenue and Customs.

12 Related party transactions

The company has not disclosed transactions with other Group companies, as it has taken advantage of the exemption contained within FRS 102.33.1A on the grounds that subsidiaries of The Banks Group Limited are wholly owned.