

Registration number: 03949538

Efar Limited

Annual Report and Financial Statements

for the Year Ended 31 March 2015

HMT LLP
The Hub
Station Road
Henley on Thames
Oxfordshire
RG9 1AY

THURSDAY



A4JIUMG9

A10

05/11/2015

#38

COMPANIES HOUSE

Efar Limited
Contents

Company Information	1
Directors' Report	2
Statement of Directors' Responsibilities	3
Independent Auditor's Report	4 to 5
Profit and Loss Account	6
Balance Sheet	7
Notes to the Financial Statements	8 to 14

Efar Limited
Company Information

Directors	PJ Bradford MO Kirk DC Phillips AJ Moody JN Wilson MA Wring
Company secretary	JN Wilson
Registered office	Glebe Farm Down Street Dummer Hampshire RG25 2AD
Auditors	HMT LLP The Hub Station Road Henley on Thames Oxfordshire RG9 1AY

Efar Limited
Directors' Report for the Year Ended 31 March 2015

The directors present their report and the financial statements for the year ended 31 March 2015.

Directors of the company

The directors who held office during the year were as follows:

PJ Bradford (appointed 30 June 2014)

MO Kirk (appointed 30 June 2014)

DC Phillips (appointed 30 June 2014)

MD Thompson (resigned 30 June 2014)

AJ Moody (appointed 30 June 2014)

JN Wilson (appointed 30 June 2014)

MA Wring

Disclosure of information to the auditor

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and which they know the auditor is unaware of.

Reappointment of auditors

The auditors HMT LLP were appointed during the period, and are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Small company provisions

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Approved by the Board on 15/01/15 and signed on its behalf by:

Directors' report signatories



Efar Limited

Statement of Directors' Responsibilities

The directors are responsible for preparing the Annual 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 apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; 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.

Independent Auditor's Report to the Members of Efar Limited

We have audited the financial statements of Efar Limited for the year ended 31 March 2015, set out on pages 6 to 14. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 Statement of Directors' Responsibilities (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. 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 (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report and Financial Statements to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the 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 2015 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities; 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
Efar 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 prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemption in preparing the Directors' Report and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report.

Other matters

The company did not require an audit in the prior year, consequently the comparative balances are unaudited.

HMT LLP
.....
Mark Lucas FCA (Senior Statutory Auditor)
For and on behalf of HMT LLP, Statutory Auditor

The Hub
Station Road
Henley on Thames
Oxfordshire
RG9 1AY

Date: **27 October 2015**

Efar Limited
Profit and Loss Account for the Year Ended 31 March 2015

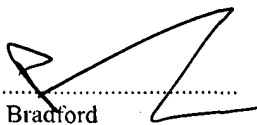
	Note	2015 £	2014 £
Turnover		1,785,823	1,672,377
Cost of sales		<u>(1,589,608)</u>	<u>(1,060,916)</u>
Gross profit		196,215	611,461
Administrative expenses		<u>(267,910)</u>	<u>(246,738)</u>
Operating (loss)/profit	2	(71,695)	364,723
Interest payable and similar charges		<u>(3,192)</u>	<u>(1,284)</u>
(Loss)/profit on ordinary activities before taxation		(74,887)	363,439
Tax on (loss)/profit on ordinary activities	4	<u>-</u>	<u>(24,364)</u>
(Loss)/profit for the financial year	11	<u><u>(74,887)</u></u>	<u><u>339,075</u></u>

Efar Limited
(Registration number: 03949538)
Balance Sheet at 31 March 2015

	Note	2015 £	2014 £
Fixed assets			
Tangible fixed assets	5	246,118	199,879
Current-assets			
Stocks		3,324	57,800
Debtors	6	242,421	98,843
Cash at bank and in hand		168,275	-
		414,020	156,643
Creditors: Amounts falling due within one year	7	(626,997)	(202,040)
Net current liabilities		(212,977)	(45,397)
Total assets less current liabilities		33,141	154,482
Creditors: Amounts falling due after more than one year	8	(14,079)	(30,658)
Net assets		19,062	123,824
Capital and reserves			
Called up share capital	9	320	320
Share premium account	11	32,400	32,400
Capital redemption reserve	11	112,500	112,500
Profit and loss account	11	(126,158)	(21,396)
Shareholders' funds		19,062	123,824

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective 2008).

Approved and authorised for issue by the Board on 15/04/15 and signed on its behalf by:



 PJ Bradford
 Director

Efar Limited

Notes to the Financial Statements for the Year Ended 31 March 2015

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Long leasehold land and buildings	20 - 33% straight line
Computer equipment	33% straight line
Office equipment	20% straight line

Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

Hire purchase and leasing

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet as tangible fixed assets and are depreciated over the shorter of the lease term and their useful lives. The capital elements of future obligations under the leases are included as liabilities in the balance sheet. The interest element of the rental obligation is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding. Assets held under hire purchase agreements are capitalised as tangible fixed assets and are depreciated over the shorter of the lease term and their useful lives. The capital element of future finance payments is included within creditors. Finance charges are allocated to accounting periods over the length of the contract and represent a constant proportion of the balance of capital repayments outstanding.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

Efar Limited

Notes to the Financial Statements for the Year Ended 31 March 2015

Pensions

The company operates a defined contribution pension scheme. Contributions are recognised in the profit and loss account in the period in which they become payable in accordance with the rules of the scheme.

2 Operating (loss)/profit

Operating (loss)/profit is stated after charging:

	2015 £	2014 £
Auditor's remuneration - The audit of the company's annual accounts	8,000	-
Depreciation of tangible fixed assets	<u>110,393</u>	<u>52,817</u>

3 Directors' remuneration

The directors' remuneration for the year was as follows:

	2015 £	2014 £
Remuneration (including money purchase pension scheme contributions)	<u>100,602</u>	<u>64,148</u>

During the year the number of directors who were receiving benefits and share incentives was as follows:

	2015 No.	2014 No.
Accruing benefits under money purchase pension scheme	<u>1</u>	<u>1</u>

4 Taxation

Tax on (loss)/profit on ordinary activities

	2015 £	2014 £
Current tax		
Corporation tax charge	<u>-</u>	<u>24,364</u>

Efar Limited

Notes to the Financial Statements for the Year Ended 31 March 2015

5 Tangible fixed assets

	Long leasehold land and buildings £	Computer Equipment £	Office equipment £	Total £
Cost or valuation				
At 1 April 2014	15,000	508,235	58,304	581,539
Additions	24,849	131,783	-	156,632
At 31 March 2015	39,849	640,018	58,304	738,171
Depreciation				
At 1 April 2014	15,000	316,255	50,405	381,660
Charge for the year	3,332	104,072	2,989	110,393
At 31 March 2015	18,332	420,327	53,394	492,053
Net book value				
At 31 March 2015	21,517	219,691	4,910	246,118
At 31 March 2014	-	191,980	7,899	199,879

Leased assets

Included within the net book value of tangible fixed assets is £30,795 (2014 - £46,862) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the year on these assets was £16,067 (2014 - £1,339).

6 Debtors

	2015 £	2014 £
Trade debtors	163,557	35,449
Other debtors	78,864	63,394
	242,421	98,843

Efar Limited
Notes to the Financial Statements for the Year Ended 31 March 2015

7 Creditors: Amounts falling due within one year

	2015 £	2014 £
Trade creditors	204,201	62,804
Bank loans and overdrafts	-	30,226
Obligations under finance lease and hire purchase contracts	14,079	14,079
Amounts owed to group undertakings and undertakings in which the company has a participating interest	85,000	-
Corporation tax	-	24,364
Other taxes and social security	56,267	12,926
Other creditors	267,450	57,641
	<u>626,997</u>	<u>202,040</u>

Creditors amounts falling due within one year includes the following liabilities, on which security has been given by the company:

	2015 £	2014 £
Obligations under finance lease and hire purchase contracts	<u>14,079</u>	<u>14,079</u>

8 Creditors: Amounts falling due after more than one year

	2015 £	2014 £
Obligations under finance lease and hire purchase contracts	14,079	28,158
Other creditors	-	2,500
	<u>14,079</u>	<u>30,658</u>

Efar Limited

Notes to the Financial Statements for the Year Ended 31 March 2015

Creditors amounts falling due after more than one year includes the following liabilities, on which security has been given by the company:

	2015 £	2014 £
Obligations under finance lease and hire purchase contracts	<u>14,079</u>	<u>28,158</u>

Amounts owed under finance leases and hire purchase contracts are secured against the assets to which they relate.

9 Share capital

Allotted, called up and fully paid shares

	2015		2014	
	No.	£	No.	£
Ordinary shares of £1 each	<u>320</u>	<u>320</u>	<u>320</u>	<u>320</u>

10 Dividends

	2015 £	2014 £
Dividends paid		
Current year interim dividend paid	<u>29,875</u>	<u>73,333</u>

11 Reserves

	Share premium account £	Capital redemption reserve £	Profit and loss account £	Total £
At 1 April 2014	32,400	112,500	(21,396)	123,504
Loss for the year	-	-	(74,887)	(74,887)
Dividends	-	-	(29,875)	(29,875)
At 31 March 2015	<u>32,400</u>	<u>112,500</u>	<u>(126,158)</u>	<u>18,742</u>

Efar Limited

Notes to the Financial Statements for the Year Ended 31 March 2015

12 Pension schemes

Defined contribution pension scheme

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £6,000 (2014 - £31,648).

13 Contingent liabilities

The company has entered into a cross guarantee arrangement to secure the bank loans of its ultimate parent company, Southern Communications Holdings Limited. The value of the total outstanding facilities was £5,947,124 at 31 March 2015.

14 Commitments

Operating lease commitments

As at 31 March 2015 the company had annual commitments under non-cancellable operating leases as follows:

Operating leases which expire:

	2015	2014
	£	£
Within two and five years	<u>58,319</u>	<u>24,541</u>

15 Related party transactions

Other related party transactions

During the year the company made the following related party transactions:

Orange Interactive Limited

(Common shareholder and director)

During the year, Orange Interactive Limited purchased goods and services to the value of £1,327 (2014 - £9,371). At the balance sheet date the amount due to Orange Interactive Limited was £nil (2014 - £nil).

MA Wring

(Director)

During the year the company declared £17,938 (2014 - £46,667) of dividends, payable to M Wring. At the balance sheet date the amount due to MA Wring was £5,296 (2014 - £nil).

MD Thompson

(Director)

During the year the company declared £11,938 (2014 - £26,666) of dividends, payable to MD Thompson. Also during the year the company repaid MD Thompsons director's loan account balance of £16,627. At the balance sheet date the amount due (to)/from MD Thompson was £nil (2014 - £16,627).

Efar Limited

Notes to the Financial Statements for the Year Ended 31 March 2015

16 Control

During the year, 100% of the share capital was acquired by Southern Communications Holdings Limited; a company registered in England and Wales. The ultimate controlling party is PJ Bradford by virtue of his majority shareholding in Southern Communications Holdings Limited. Consolidated accounts are prepared by Southern Communications Holdings Limited, which may be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ.
