

Thornton Management Services Limited

Annual Report and Unaudited Abridged Financial Statements
for the Year Ended 31 December 2017

R A Lister
Chartered Accountants
14 Rishworth Street
Wakefield
West Yorkshire
WF1 3BY

Thornton Management Services Limited

Contents

Company Information	<u>1</u>
Abridged Balance Sheet	<u>2</u> to <u>3</u>
Notes to the Abridged Financial Statements	<u>4</u> to <u>8</u>

Thornton Management Services Limited

Company Information

Directors Mr J M Thornton
Mr R Thornton
Mrs R L Suter

Company secretary Mrs R L Suter

Registered office 77 Wood Lane
Chapmanslade
West Wiltshire
BA13 4AT

Bankers Lloyds TSB
Westgate Wakefield
17 Westgate
Wakefield
West Yorkshire
WF1 1JZ

Accountants R A Lister
Chartered Accountants
14 Rishworth Street
Wakefield
West Yorkshire
WF1 3BY

Thornton Management Services Limited
(Registration number: 06015919)
Abridged Balance Sheet as at 31 December 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>5</u>	2,404	2,529
Current assets			
Debtors		315,520	324,565
Cash at bank and in hand		246,640	344,941
		562,160	669,506
Prepayments and accrued income		-	2,948
Creditors: Amounts falling due within one year		(68,657)	(94,865)
Net current assets		493,503	577,589
Total assets less current liabilities		495,907	580,118
Creditors: Amounts falling due after more than one year		(6,434)	(6,434)
Accruals and deferred income		(2,400)	(2,250)
Net assets		487,073	571,434
Capital and reserves			
Called up share capital		99	99
Profit and loss account		486,974	571,335
Total equity		487,073	571,434

For the financial year ending 31 December 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

All of the company's members have consented to the preparation of an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

The notes on pages 4 to 8 form an integral part of these abridged financial statements.

Thornton Management Services Limited
(Registration number: 06015919)
Abridged Balance Sheet as at 31 December 2017

Approved and authorised by the Board on 18 June 2018 and signed on its behalf by:

Mr R Thornton

Director

The notes on pages 4 to 8 form an integral part of these abridged financial statements.

Page 3

Thornton Management Services Limited

Notes to the Abridged Financial Statements for the Year Ended 31 December 2017

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

77 Wood Lane
Chapmanslade
West Wiltshire
BA13 4AT

These financial statements were authorised for issue by the Board on 18 June 2018.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These abridged financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These abridged financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Thornton Management Services Limited

Notes to the Abridged Financial Statements for the Year Ended 31 December 2017

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Fixtures and fittings	15% reducing value
Office equipment	33% reducing balance

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	10% straight line

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Thornton Management Services Limited

Notes to the Abridged Financial Statements for the Year Ended 31 December 2017

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 3 (2016 - 3).

Thornton Management Services Limited

Notes to the Abridged Financial Statements for the Year Ended 31 December 2017

4 Intangible assets

	Total £
Cost or valuation	
At 1 January 2017	805,000
At 31 December 2017	805,000
Amortisation	
At 1 January 2017	805,000
At 31 December 2017	805,000
Carrying amount	
At 31 December 2017	-

5 Tangible assets

	Fixtures and fittings £	Office equipment £	Total £
Cost or valuation			
At 1 January 2017	1,926	12,179	14,105
Additions	976	-	976
At 31 December 2017	2,902	12,179	15,081
Depreciation			
At 1 January 2017	1,560	10,016	11,576
Charge for the year	380	721	1,101
At 31 December 2017	1,940	10,737	12,677
Carrying amount			
At 31 December 2017	962	1,442	2,404
At 31 December 2016	366	2,163	2,529

6 Share capital

Allotted, called up and fully paid shares

Thornton Management Services Limited

Notes to the Abridged Financial Statements for the Year Ended 31 December 2017

	2017		2016	
	No.	£	No.	£
Ordinary A of £1 each	33	33	33	33
Ordinary B of £1 each	33	33	33	33
Ordinary C of £1 each	33	33	33	33
	<u>99</u>	<u>99</u>	<u>99</u>	<u>99</u>

7 Dividends

Interim dividends paid

	2017 £	2016 £
Interim dividend of £1,938.18 (2016 - £2,127.27) per each Ordinary B share	63,960	70,200
Interim dividend of £1,012.12 (2016 - £1,473.94) per each Ordinary C share	33,400	48,640
	<u>97,360</u>	<u>118,840</u>

8 Related party transactions

Directors' remuneration

The directors' remuneration for the year was as follows:

	2017 £	2016 £
Remuneration	12,300	12,300
Contributions paid to money purchase schemes	134,400	112,000
	<u>146,700</u>	<u>124,300</u>

Dividends paid to directors

	2017 £	2016 £
Mr J M Thornton	63,960	70,200
	<u> </u>	<u> </u>
Mrs R L Suter	33,400	48,640
	<u> </u>	<u> </u>

