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**Workington (Furness) Limited**  
31 December 2010  
No 6538359



## Company information

<b>Company registration number :</b>	6538359
<b>Registered office :</b>	Plodder Lane Edge Fold Bolton Lancashire BL4 0NN
<b>Directors :</b>	Alison J Brooks Sarah J Cook
<b>Secretary :</b>	Sarah J Cook
<b>Bankers :</b>	Barclays Bank plc 3 Hardman Street Manchester M3 3HF
<b>Auditors :</b>	Grant Thornton UK LLP Registered Auditors Chartered Accountants 4 Hardman Square Spinningfields Manchester M3 3EB

## Index to the financial statements

<b>Report of the directors</b>	3 – 4
<b>Report of the independent auditors</b>	5 – 6
<b>Profit and loss account</b>	7
<b>Balance sheet</b>	8
<b>Notes to the financial statements</b>	9 – 11

## Report of the directors

The directors submit their report and audited financial statements of the company for the year ended 31 December 2010

### **Principal activity**

The principal activity of the company is that of a development company

### **Results and dividends**

The directors have conducted a review of the net realisable value of its land and development carrying values during the year. As the estimated future net present realisable value of the development was less than its carrying value within the balance sheet, the directors have impaired the land and development value. This has resulted in an impairment charge of £100,000 (2009 £50,000)

The loss of the company for the year after taxation amounted to £72,097 (2009 £35,698) and has been transferred to reserves. The directors did not recommend the payment of a dividend (2009 £Nil)

### **Directors**

The directors who served during the year, were as follows

A J Brooks

S J Cook

### **Financial risk management objectives and policies**

The entity is exempt from disclosing financial risk management objectives and policies on the basis it meets the size criteria for a small company

### **Statement of directors' responsibilities**

The directors are responsible for preparing the Report of the directors 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 to prepare financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently
- make judgments and 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
- 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 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


In so far as each of the directors is aware

- there is no relevant audit information of which the company's auditors are unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information

**Auditors**

Grant Thornton UK LLP offer themselves for reappointment as auditors in accordance with Section 485(4) of the Companies Act 2006

By order of the board



Mrs S J Cook  
Secretary

5 April 2011

## Report of the independent auditors to the members of Workington (Furness) Limited

We have audited the financial statements of Workington (Furness) Limited for the year ended 31 December 2010 which comprise the profit and loss account, the balance sheet and the related notes 1 to 11. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 auditors**

As explained more fully in the Report of the directors, 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**

A description of the scope of an audit of financial statements is provided on the APB's website at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm).

### **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 December 2010 and of its loss 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.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Report of the directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

## Report of the independent auditors to the members of Workington (Furness) 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

Grant Thornton - UK LLP

**Joanne Kearns**

Senior Statutory Auditor

for and on behalf of Grant Thornton UK LLP

Statutory Auditor, Chartered Accountants

**Manchester**

5 April 2011

## Profit and loss account

	Note	2010 £	2009 £
<b>Turnover - continuing operations</b>		-	-
Cost of sales		<u>(100,000)</u>	<u>(50,000)</u>
<b>Gross loss</b>		(100,000)	(50,000)
Administrative expenses		<u>(189)</u>	<u>(139)</u>
<b>Operating loss - continuing operations</b>		(100,189)	(50,139)
Interest payable		<u>-</u>	<u>-</u>
<b>Loss on ordinary activities before taxation</b>	2	(100,189)	(50,139)
Tax on loss on ordinary activities	4	28,092	14,441
<b>Retained loss for the financial year</b>	8	<u><u>(72,097)</u></u>	<u><u>(35,698)</u></u>

There are no recognised gains or losses other than those included in the profit and loss account above

**The accompanying notes form part of these financial statements.**



## Balance sheet

	Note	2010 £	2009 £
<b>Current assets</b>			
Commercial developments		225,567	324,756
Debtors	5	42,093	14,001
		<u>267,660</u>	<u>338,757</u>
 <b>Creditors - amounts falling due in less than one year</b>	6	<b>(429,685)</b>	<b>(428,685)</b>
 <b>Net liabilities</b>		<u><b>(162,025)</b></u>	<u><b>(89,928)</b></u>
 <b>Capital and reserves</b>			
Called up share capital	7	1	1
Profit and loss account	8	(162,026)	(89,929)
<b>Shareholders' deficit</b>	9	<u><b>(162,025)</b></u>	<u><b>(89,928)</b></u>

The financial statements were approved by the Board of Directors on 5 April 2011

Signed on behalf of the board of directors



Alison J Brooks, Director

**Workington (Furness) Limited**  
**Company no. 6538359**

**The accompanying notes form part of these financial statements.**

## Notes to the Financial Statements

### 1 Principal accounting policies

The financial statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards

The directors have reviewed the accounting policies in accordance with FRS 18 and consider them to be the most appropriate to the company's circumstances

#### Going concern basis

These financial statements have been prepared on a going concern basis, notwithstanding the deficiency on net assets, because of an undertaking from the parent company to provide or procure sufficient funds to ensure the company remains in operational existence for the foreseeable future

#### Turnover

Turnover represents the net amount receivable, excluding value added tax, for goods and services supplied to external customers. Sales of commercial developments are included in turnover on legal completion

#### Commercial developments

Development stocks and work in progress are stated at the lower of cost and net realisable value

### 2 Loss on ordinary activities before taxation

The loss on ordinary activities before taxation of the company is attributable to the company's principal activity

Loss on ordinary activities before taxation is arrived at after charging

	2010	2009
	£	£
Impairment of commercial developments	100,000	50,000
Auditors' remuneration	<u>189</u>	<u>126</u>

The directors have conducted a review of the net realisable value of its land and development carrying values during the year. As the estimated future net present realisable value of the development was less than its carrying value within the balance sheet, the directors have impaired the land and development value. This has resulted in an impairment charge of £100,000 (2009 £50,000)

Fees paid to the company's auditors for services other than the statutory audit of the company are not disclosed since the consolidated accounts of the company's ultimate parent, Seddon Group Limited, are required to disclose non-audit fees on a consolidated basis

### 3 Information regarding directors and employees

The company had no employees during the year (2009 Nil) and none of the directors received any remuneration from the company during the year (2009 £Nil)

**4 Tax on loss on ordinary activities**

Taxation is based on the loss for the year and comprises

	2010 £	2009 £
UK corporation tax at a rate of 28% (2009 28%) of taxable loss		
– Current year	(28,053)	(14,000)
– Adjustment in respect of prior year	(39)	(441)
	<u>(28,092)</u>	<u>(14,441)</u>

**Factors affecting the tax credit for the year**

The tax credit for the year differs from the standard rate of corporation tax in the United Kingdom of 28% (2009 28%) The differences are explained as follows

	2010 £	2009 £
Loss on ordinary activities before tax	<u>(100,189)</u>	<u>(50,139)</u>
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 28% (2009 28%)	(28,053)	(14,039)
Effect of		
Adjustment in respect of prior year	(39)	(441)
Other short term timing differences	-	39
	<u>(28,092)</u>	<u>(14,441)</u>

**5 Debtors**

	2010 £	2009 £
Amounts owed by group companies	1	1
Corporation tax recoverable	42,092	14,000
	<u>42,093</u>	<u>14,001</u>

**6 Creditors : amounts falling due in less than one year**

	2010 £	2009 £
Amounts due to group companies	429,535	428,577
Accrued expenses and deferred income	150	108
	<u>429,685</u>	<u>428,685</u>

**7 Share Capital**

	2010 £	2009 £
<b>Authorised</b>		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
<b>Allotted and fully paid</b>		
1 Ordinary share of £1	<u>1</u>	<u>1</u>

**8 Profit and loss account**

	£
At 1 January 2010	(89,929)
Loss for the financial year	<u>(72,097)</u>
At 31 December 2010	<u><u>(162,026)</u></u>

**9 Reconciliation of movements in shareholders' deficit**

	2010 £	2009 £
Loss for the financial year	(72,097)	(35,698)
Opening shareholders' deficit	<u>(89,928)</u>	<u>(54,230)</u>
Closing shareholders' deficit	<u><u>(162,025)</u></u>	<u><u>(89,928)</u></u>

**10 Related party transactions**

As a wholly owned subsidiary of Seddon Group Limited, the company is exempt from the requirements of FRS 8 to disclose transactions with other members of the group

**11 Ultimate and immediate parent companies**

The ultimate parent company is Seddon Group Limited and the immediate holding company is G & J Projects Limited, which are both registered in England and Wales

The smallest group in which the company is consolidated is Seddon Construction Limited, which is registered in England and Wales. The largest group in which the company is consolidated is Seddon Group Limited, which is also registered in England and Wales

Copies of the parent companies' financial statements are available from Companies House