REGISTERED NUMBER: 06904209 (England and Wales)

# UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

# FOR

# ALPHA UNDERWRITING LIMITED

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# FOR THE YEAR ENDED 31 DECEMBER 2017


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**ALPHA UNDERWRITING LIMITED**

**COMPANY INFORMATION**
**FOR THE YEAR ENDED 31 DECEMBER 2017**

| | |
|---|---|
| **DIRECTORS:** | P E Byrne<br>Mrs D S Sweetman<br>N Woods |
| **REGISTERED OFFICE:** | 13 Harforde Court<br>John Tate Road<br>Hertford<br>Hertfordshire<br>SG13 7NW |
| **REGISTERED NUMBER:** | 06904209 (England and Wales) |
| **ACCOUNTANTS:** | OBK Limited trading as O'Byrne & Kennedy<br>East Wing<br>Goffs Oak House<br>Goffs Lane<br>Goffs Oak<br>Hertfordshire<br>EN7 5BW |

## BALANCE SHEET
## 31 DECEMBER 2017

| | Notes | 2017 £ | £ | 2016 £ | £ |
|---|---|---|---|---|---|
| **FIXED ASSETS** | | | | | |
| Tangible assets | 4 | | 81,733 | | 78,661 |
| **CURRENT ASSETS** | | | | | |
| Debtors | 5 | 1,280,002 | | 1,156,610 | |
| Cash at bank | | 431,745 | | 448,000 | |
| | | 1,711,747 | | 1,604,610 | |
| **CREDITORS** | | | | | |
| Amounts falling due within one year | 6 | 977,847 | | 953,429 | |
| **NET CURRENT ASSETS** | | | 733,900 | | 651,181 |
| **TOTAL ASSETS LESS CURRENT LIABILITIES** | | | 815,633 | | 729,842 |
| **CREDITORS** | | | | | |
| Amounts falling due after more than one year | 7 | | (163,663) | | (76,817) |
| **PROVISIONS FOR LIABILITIES** | | | (13,859) | | (12,778) |
| **NET ASSETS** | | | 638,111 | | 640,247 |
| **CAPITAL AND RESERVES** | | | | | |
| Called up share capital | 9 | | 10,000 | | 10,000 |
| Retained earnings | | | 628,111 | | 630,247 |
| **SHAREHOLDERS' FUNDS** | | | 638,111 | | 640,247 |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

(a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements



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**BALANCE SHEET - continued**
**31 DECEMBER 2017**

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 19 September 2018 and were signed on its behalf by:

P E Byrne - Director

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

### 1. STATUTORY INFORMATION

Alpha Underwriting Limited is a private company, limited by shares , registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

The financial statements have been rounded to the nearest £.

### 2. ACCOUNTING POLICIES

**Basis of preparing the financial statements**
These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Turnover**
Turnover represents brokerage and commissions on insurance policy sales, less cancellations in the period.

**Tangible fixed assets**
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

| | |
|---|---|
| Land and buildings | - Straight line over 5 years |
| Plant and machinery etc | - 50% on cost and 33.33% on cost |

**Taxation**
Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**
Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Pension costs and other post-retirement benefits**
The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**Insurance transactions**
The company records on its balance sheet amounts due to and from clients and insurers in relation to the insurance transactions that the company handles on behalf of those parties. Insurer money is held in accordance with the agreements in place between the insurer and the company.



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## 3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 15 (2016 - 16 ) .

## 4. TANGIBLE FIXED ASSETS

| | Land and buildings £ | Plant and machinery etc £ | Totals £ |
|---|---|---|---|
| **COST** | | | |
| At 1 January 2017 | 17,527 | 150,576 | 168,103 |
| Additions | - | 33,396 | 33,396 |
| At 31 December 2017 | 17,527 | 183,972 | 201,499 |
| **DEPRECIATION** | | | |
| At 1 January 2017 | 6,348 | 83,094 | 89,442 |
| Charge for year | 4,385 | 25,939 | 30,324 |
| At 31 December 2017 | 10,733 | 109,033 | 119,766 |
| **NET BOOK VALUE** | | | |
| At 31 December 2017 | 6,794 | 74,939 | 81,733 |
| At 31 December 2016 | 11,179 | 67,482 | 78,661 |

## 5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2017 £ | 2016 £ |
|---|---|---|
| Trade debtors | 609,582 | 472,261 |
| Amounts owed by group undertakings | 348,182 | 396,395 |
| Other debtors | 322,238 | 287,954 |
| | 1,280,002 | 1,156,610 |

## 6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2017 £ | 2016 £ |
|---|---|---|
| Bank loans and overdrafts | 32,859 | 23,183 |
| Trade creditors | 700,569 | 794,211 |
| Taxation and social security | 113,225 | 108,186 |
| Other creditors | 131,194 | 27,849 |
| | 977,847 | 953,429 |

## 7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

| | 2017 £ | 2016 £ |
|---|---|---|
| Bank loans | 43,609 | 76,817 |
| Other creditors | 120,054 | - |
| | 163,663 | 76,817 |



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## 8. SECURED DEBTS

The following secured debts are included within creditors:

| | 2017 | 2016 |
|---|---|---|
| | £ | £ |
| Bank loans | 76,468 | 100,000 |

On 2 November 2015 National Westminster Bank PLC registered a debenture which contains a fixed and floating charge covering all the property or undertakings of the company in respect of the bank loan.

The loan has a personal guarantee of £100,000 from the director, P E Byrne.

## 9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

| Number: | Class: | Nominal value: | Year Ended 31.12.16 £ | Year Ended 31.12.15 £ |
|---|---|---|---|---|
| 10,000 | Ordinary Shares | £1 | 10,000 | 10,000 |
| | | | 10,000 | 10,000 |

## 10. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 31 December 2017 and 31 December 2016:

| | 2017 | 2016 |
|---|---|---|
| | £ | £ |
| **M E Allen** | | |
| Balance outstanding at start of year | 10,305 | 9,709 |
| Amounts advanced | 1,060 | 596 |
| Amounts repaid | (1,488) | - |
| Amounts written off | (9,877) | - |
| Amounts waived | - | - |
| Balance outstanding at end of year | - | 10,305 |

P E Byrne is a director of the company, during the year he gave a personal guarantee of £100,000 in respect of the National Westminster bank loan.



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## 11. RELATED PARTY DISCLOSURES

P E Byrne is a director of the company and is a director of Tedaisy Limited, CYTI Limited, CYTI Digital Limited, Perfect Insurance Management Limited, and Bright Blue Recruit Limited.

The company made purchases from TedaisyLimited totalling £20,444 (2016: £Nil). The company made sales to Tedaisy Limited totalling £248 (2016: £325).

Tedaisy Limited and Alpha Underwriting Limited share the business premises at 13 Harforde Court. Alpha Underwriting Limited made a contribution towards the rent deposit. At the balance sheet date £10,000 (2016: £10,000) was being held by Tedaisy Limited in respect of the rent deposit.

The company made purchases from CYTI Limited totalling £13,183 (2016: £7,539). The amount due to CYTI Limited at the end of the year was £730 (2016: £1,077). The company made sales to CYTI Limited totalling £14,718 (2016: £34,239) and received a rent contribution of £34,875 (2016: £54,000). The amount due from CYTI Limited at the end of the year was £Nil (2016: £2,150).

The company made purchases from CYTI Digital Limited totalling £164 (2016: £Nil).

The balance owed from Perfect Insurance Management Limited for the interest free loan at the end of the year was £19,047 (2016: £154,190). The balance owed from Perfect Insurance Management Limited for the interest bearing loan at the end of the year was £264,026 (2016: £Nil), this includes interest charged of £14,026 (2016: £Nil). The company provided services to Perfect Insurance Management Limited totalling £22,000 (2016: £Nil) and received a rent and office contribution of £7,825 (2016: £Nil). The amount due from Perfect Insurance Management Limited at the end of the year was £2,500 (2016: £Nil).

The company received a rent contribution of £2,250 (2016: £Nil) from Bright Blue Recruit Limited.

Turning Holdings Limited is the parent company of Alpha Underwriting Limited. At the end of the year an amount was due from Turning Holdings Limited of £348,182 (2016: £380,049). Alpha Underwriting Limited paid dividends of £Nil (2016: £95,000) to Turning Holdings Limited during the year.

Arrow Underwriting Services Limited was a subsidiary of Turning Holdings Limited, the parent company of Alpha Underwriting Limited during the year. At the end of the year an amount was due to Arrow Underwriting Services Limited of £4,280 (owed to the company 2016: £16,346). The company provided management services to Arrow Underwriting Services Limited totalling £42,200 (2016: £50,400). The company provided directors services to Arrow Underwriting Limited totalling £Nil (2016: £72,000). The company made sales to Arrow Underwriting Services Limited totalling £261,344 (2016: £343,921). The amount due from Arrow Underwriting Services Limited at the year end was £267,319.

## 12. ULTIMATE PARENT COMPANY AND CONTROLLING PARTY

The parent company is Turning Holdings Limited, a company incorporated in England and Wales. Turning Holdings Limited is under the control of the majority shareholder P E Byrne.

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF ALPHA UNDERWRITING LIMITED**

**The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Alpha Underwriting Limited for the year ended 31 December 2017 which comprise the Income Statement, Balance Sheet, Statement of Changes in Equity and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at http://www.icaew.com/en/membership/regulations-standards-and-guidance.

This report is made solely to the Board of Directors of Alpha Underwriting Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Alpha Underwriting Limited and state those matters that we have agreed to state to the Board of Directors of Alpha Underwriting Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Alpha Underwriting Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Alpha Underwriting Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Alpha Underwriting Limited. You consider that Alpha Underwriting Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Alpha Underwriting Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

OBK Limited trading as O'Byrne & Kennedy
East Wing
Goffs Oak House
Goffs Lane
Goffs Oak
Hertfordshire
EN7 5BW

19 September 2018

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.