

Company Registration No. 07559072

Dorrington Southwark Limited

Report and Financial Statements

31 December 2015

WEDNESDAY



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Dorrington Southwark Limited

Report and financial statements 2015

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Dorrington Southwark Limited

Report and financial statements 2015

Officers and professional advisers

Directors

A Giblin
A J Leibowitz
T Moross
R Harris
J P Kennedy
B Thompson

Secretary

Hanover Management Services Limited

Registered Office

16 Hans Road
London
SW3 1RT

Auditor

Deloitte LLP
Chartered Accountants and Statutory Auditor
London
United Kingdom

Dorrington Southwark Limited

Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 December 2015.

This Directors' Report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption.

Business review and principal activities

The company's principal activity is property investment. The financial statements have been prepared on a basis other than that of going concern. After due consideration of the recent economic climate, and the continued challenges within the real estate sector, the directors have the intention to make this company dormant in the next year and have ceased to trade in the current year.

The results for the year are shown in the profit and loss account on page 6. The retained profit for the year is £nil (2014: £15,222). The position of the company at the year end is set out on page 7 of the financial statements.

Directors' responsibilities statement

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) including FRS102 "the Financial Reporting Standard applicable in the UK and Republic of Ireland". 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 then apply them consistently;
- make judgements 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; 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 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.

Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Dividends

An interim dividend of £704,558 (2014: £nil) was declared and paid during the year. The directors do not recommend the payment of a final dividend in respect of the year ended 31 December 2015 (2014: £nil).

Directors

The present directors are shown on page 1. All directors served throughout the year and subsequently.

Directors' indemnities

The company has made qualifying third party indemnity provisions for the benefit of its directors which were made during the year and remain in force at the date of this report.

Dorrington Southwark Limited

Directors' report (continued)

Disclosure of information to auditor

Each of the persons who is a director at the date of approval of this report confirms that:

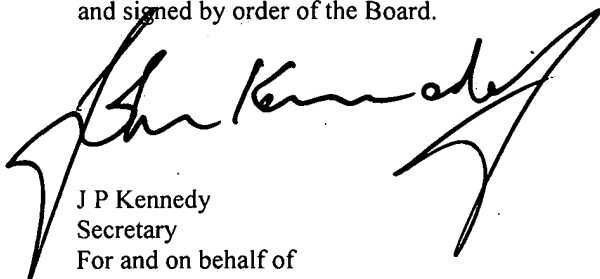
- so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- the director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Auditor

Deloitte LLP have expressed their willingness to continue in office as auditor and a resolution to reappoint them will be proposed at the forthcoming Annual General Meeting.

Approved by the Board of Directors
and signed by order of the Board.



J P Kennedy
Secretary
For and on behalf of
Hanover Management Services Limited

28th June 2016

Independent auditor's report to the members of Dorrington Southwark Limited

We have audited the financial statements of Dorrington Southwark Limited for the year ended 31 December 2015 which comprise the profit and loss account, the statement of comprehensive income, the balance sheet, the statement of changes in equity and the related notes 1 to 13. 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), including FRS102 "the Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 Directors' Responsibilities Statement, 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 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 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 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 2015 and of its result 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.

Emphasis of Matter – Financial Statements prepared on a basis other than going concern

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in note 1 to the financial statements, which explains that the financial statements have been prepared on a basis other than that of going concern.

Opinion on other matters prescribed in 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 Dorrington Southwark Limited (continued)

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 entitled to take advantage of the small companies exemption in preparing the Strategic report and the Directors' Report.



Sara Tubridy (Senior Statutory Auditor)
for and on behalf of Deloitte LLP
Chartered Accountants and Statutory Auditor
London, United Kingdom

28th June 2016

Dorrington Southwark Limited

Profit and loss account Year ended 31 December 2015

	Notes	2015 £	2014 £
Turnover		-	-
Direct property expenses		-	(21,436)
Gross profit		-	(21,436)
Administrative expenses		-	(4,995)
Operating profit	4	-	(26,431)
Finance costs (net)	5	-	20,062
Profit on ordinary activities before taxation		-	(6,369)
Tax on profit on ordinary activities	7	-	21,591
Profit for the financial year		-	15,222

All activities derive from discontinued operations in the current and preceding year.

Statement of comprehensive income Year ended 31 December 2015

	2015 £	2014 £
Profit for the financial year	-	15,222
Total comprehensive income for the financial year	-	15,222

Dorrington Southwark Limited

Balance sheet 31 December 2015

	Notes	2015 £	2014 £
Current assets			
Debtors: amounts falling due within one year	8	-	413
Debtors: amounts falling due after one year	8	1	707,146
		<u>1</u>	<u>707,559</u>
Creditors: amounts falling due within one year	9	-	(3,000)
Net assets		<u>1</u>	<u>704,559</u>
Capital and reserves			
Called up share capital	10	1	1
Profit and loss account	10	-	704,558
Shareholders' funds		<u>1</u>	<u>704,559</u>

The financial statements of Dorington Southwark Limited Company Registration No. 07559072 were approved by the Board of Directors on 28th June 2016.



A J Leibowitz
Director



T Moross
Director

Dorrington Southwark Limited

Statement of changes in equity Year ended 31 December 2015

	Called up Share Capital £	Profit and loss account £	Total £
At 1 January 2014	1	689,336	689,337
Profit for the financial year	-	15,222	15,222
At 31 December 2014	1	704,558	704,559
Dividend paid	-	(704,558)	(704,558)
At 31 December 2015	1	-	1

Dorrington Southwark Limited

Notes to the financial statements Year ended 31 December 2015

1. Accounting policies

The principal accounting policies are summarised below. They have all been applied consistently throughout the year and to the preceding year.

Statutory information

Dorrington Southwark Limited is a company incorporated in the United Kingdom under the Companies Act. The address of the registered office is given on page 1.

Accounting convention

The financial statements have been prepared under the historical cost convention, modified to include certain items at fair value and in accordance with Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council.

These financial statements for the year ended 31 December 2015 are the first financial statements that comply with FRS102. The date of transition is 1 January 2014. There were no adjustments to the prior year financial statements on transition to FRS102 in the current year.

The functional currency of the company is considered to be pounds sterling because that is the currency of the primary economic environment in which the company operates. The financial statements are also presented in pounds sterling.

The company is exempt from preparing consolidated accounts under the Companies Act 2006 because it is a wholly owned subsidiary of an EC parent, as disclosed in note 11 of the financial statements. These financial statements present information as an individual undertaking and not as a group. Exemptions have been taken in relation to financial instruments, presentation of a cash flow statement, related party transactions and remuneration of key management personnel.

Going concern

The financial statements have been prepared on a basis other than that of going concern. After due consideration of the recent economic climate, and the continued challenges within the real estate sector, the directors have the intention to make this company dormant in the next year and have ceased to trade in the current year.

Turnover

Turnover excludes value added tax (where applicable), represents rents receivable and arises wholly within the United Kingdom. Where a rent free period is offered as an incentive to sign a lease, the rent is recognised over the entire lease and hence is accrued for.

Rental income from operating leases is recognized on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized on a straight-line basis over the lease term.

Taxation

Current tax is provided at amounts expected to be paid (or recovered) using tax rates and laws that have been enacted or substantially enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Dorrington Southwark Limited

Notes to the financial statements Year ended 31 December 2015

1. Accounting policies (continued)

Taxation (continued)

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that, on the basis of all available evidence, it can be regarded as 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 tax is measured using the tax rates and laws that have been enacted or substantially enacted by the balance sheet date that are expected to apply to the reversal of the timing difference. Deferred tax relating to property and investment property, measured using the revaluation model is measured using the tax rates and allowances that apply to sale of the asset.

Where items recognised in other comprehensive income or statement of changes in equity are chargeable to or deductible for tax purposes, the resulting current or deferred tax expense or income is presented in the same component of comprehensive income or equity as the transaction or other event that resulted in the tax expense or income.

Current tax assets and liabilities are offset only when there is a legally enforceable right to set off the amounts and the company intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

2. Critical accounting judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, which are described in note 1, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the accounting period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

3. Information regarding directors and employees

None of the directors received any emoluments for services to the company during the year (2014: £nil). There were no other employees (2014: none).

4. Operating profit

	2015	2014
	£	£
Operating profit is stated after charging:		
Auditor's remuneration : fees paid to the company's auditor for the audit of the company's annual accounts	-	3000

There are no non audit fees included within operating profit for the year (2014: £nil).

Dorrington Southwark Limited

Notes to the financial statements Year ended 31 December 2015

5. Finance costs (net)

	2015 £	2014 £
Investment income		
Loans to group undertakings	-	20,062

6. Dividend paid

	2015 £	2014 £
Interim dividend of £704,558 per ordinary share paid		
During the year (2014: £nil)	704,558	-

7. Tax credit on loss on ordinary activities

	2015 £	2014 £
UK corporation tax at 21 % and 20 % (2014: 23% and 21%)	-	(1,369)
Adjustments in respect of prior years	-	(20,222)
Total tax credit for the year	-	(21,591)

Finance Act 2013 provided for a reduction in the main rate of corporation tax to 20% effective from 1 April 2015.

For the financial year beginning the 1 April 2017, the rate is set to fall to 19%. The corporation tax rate will be reduced by a further 1% to 18% for the financial year beginning 1 April 2020.

There is no difference between the effective rate of corporation tax for the period and the actual effective tax rate. There is no provided or unprovided deferred tax (2014: £nil)

	2015 £	2014 £
Loss on ordinary activities before tax	-	(6,369)
Loss on ordinary activities multiplied by the standard rate of Corporation tax in the UK	-	(1,369)
Adjustments in respect of prior years	-	(20,222)
Total tax charge for the year	-	(21,591)

8. Debtors

	2015 £	2014 £
Amounts falling due within one year:		
Other debtors	-	413
Amounts falling due after one year:		
Amounts owed by immediate parent undertaking	-	707,146

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Notes to the financial statements Year ended 31 December 2015

9. Creditors: amounts falling due within one year

	2015 £	2014 £
Other creditors	-	3000

10. Called up share capital

	2015 £	2014 £
Authorised, allotted, called up and fully paid:		
1 ordinary shares of £1 each	1	1

The profit and loss reserve represents cumulative profits, net of dividends paid and other adjustments.

11. Ultimate parent undertaking

The company's ultimate parent undertaking and controlling party is Quadriga International Limited, a company incorporated in the British Virgin Islands.

The company is a subsidiary of its immediate parent undertaking Dorrington Properties PLC and its intermediate parent undertakings, Dorrington PLC and Hanover Acceptances Limited, all companies being incorporated in Great Britain and registered in England and Wales. Hanover Acceptances Limited is the largest group for which consolidated financial statements are prepared and Dorrington Properties PLC is the smallest group for which consolidated financial statements are prepared.

Copies of the financial statements of Dorrington Properties PLC and of Hanover Acceptances Limited are available from the Company Secretary, 16 Hans Road, London SW3 1RS.

12. Related party transactions

The company has taken advantage of the exemption from related party disclosures in accordance with Paragraph 33.1A of Financial Reporting Standard No. 102.

13. Cash flow statement

The company is a wholly-owned subsidiary of Hanover Acceptances Limited and the cash flows of the company are included in the consolidated cash flow statement of Hanover Acceptances Limited. Consequently the company is exempt under financial Reporting Standard 102 from the requirement to prepare a cash flow statement.