

REGISTERED NUMBER: 08214231 (England and Wales)

Unaudited Financial Statements for the Year Ended 31 December 2018

for

MD Affinity Schemes Ltd

Haines Watts
3rd Floor Pacific Chambers
11-13 Victoria Street
Liverpool
Merseyside
L2 5QQ

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for the Year Ended 31 December 2018

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DIRECTORS:

G J Devaney
I M Turnick

SECRETARY:

Ms J A Goodman

REGISTERED OFFICE:

2 Shore Lines Building
Shore Road
Birkenhead
Merseyside
CH41 1AU

REGISTERED NUMBER:

08214231 (England and Wales)

ACCOUNTANTS:

Haines Watts
3rd Floor Pacific Chambers
11-13 Victoria Street
Liverpool
Merseyside
L2 5QQ

Balance Sheet
31 December 2018

	Notes	31.12.18 £	31.12.17 £
CURRENT ASSETS			
Debtors	4	1,290,860	1,140,730
Cash at bank		<u>982,270</u>	<u>814,553</u>
		2,273,130	1,955,283
CREDITORS			
Amounts falling due within one year	5	<u>2,139,383</u>	<u>1,839,590</u>
NET CURRENT ASSETS		<u>133,747</u>	<u>115,693</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		133,747	115,693
CREDITORS			
Amounts falling due after more than one year	6	<u>100,000</u>	<u>100,000</u>
NET ASSETS		<u>33,747</u>	<u>15,693</u>
CAPITAL AND RESERVES			
Called up share capital		80	80
Retained earnings		<u>33,667</u>	<u>15,613</u>
SHAREHOLDERS' FUNDS		<u>33,747</u>	<u>15,693</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2018 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 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
- (b) and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

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 25 September 2019 and were signed on its behalf by:

G J Devaney - Director

Notes to the Financial Statements
for the Year Ended 31 December 2018

1. **STATUTORY INFORMATION**

MD Affinity Schemes Ltd 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.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

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

Critical accounting judgements and key sources of estimation uncertainty

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are not considered to be any critical judgements in applying the company's accounting policies.

Turnover

Turnover represents amounts receivable for services net of VAT and trade discounts.

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.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2018

2. **ACCOUNTING POLICIES - continued**

Debtors

Short term debtors are measured at transaction price, less any impairment.

Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty or notice of not more than 24 hours.

Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and loans to related parties.

Debt instruments (other than those wholly repayable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received.

Financial assets that are measured at cost and amortised are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the income statement and retained earnings.

Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 2 (2017 - 4) .

4. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.18	31.12.17
	£	£
Trade debtors	1,284,209	1,136,170
Other debtors	6,651	4,560
	<u>1,290,860</u>	<u>1,140,730</u>

5. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.18	31.12.17
	£	£
Trade creditors	964,034	884,795
Taxation and social security	12,916	8,959
Other creditors	1,162,433	945,836
	<u>2,139,383</u>	<u>1,839,590</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2018

6. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.12.18	31.12.17
	£	£
Other creditors	<u>100,000</u>	<u>100,000</u>

7. **RELATED PARTY DISCLOSURES**

In 2014, the company took on a subordinated loan from MD Insurance Services Ltd in the sum of £100,000. At 31 December 2018 the amount was still outstanding. The director and shareholder of the company Mr G Devaney, is also a director and shareholder of MD Insurance Services Limited.

During the year, MD Insurance Services Limited traded with MD Affinity Schemes Ltd. At 31 December 2018, the company owed MD Insurance Services Ltd £1,059,632 (2017 - £789,640).

The director and shareholder of the company Mr G Devaney, is also a director of MD Warranty Inspection Services Ltd. At 31 December 2018, the company owed MD Warranty Inspection Services Ltd £1,080 (2017 - £nil).

8. **ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is Mr G Devaney on the basis of his majority shareholding in the company.

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.