

Carrwood New Cross Limited

Directors' Report and Unaudited

Financial Statements

Year Ended

31 December 2017

Company Number 10120878



Carrwood New Cross Limited

Company Information

Directors	S Horne J Horn
Registered number	10120878
Registered office	44 Welbeck Street London W1G 8DY
Accountant	BDO LLP 2 City Place Beehive Ring Road Gatwick West Sussex RH6 0PA

Carrwood New Cross Limited

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Carrwood New Cross Limited

Directors' Report For the Year Ended 31 December 2017

The director presents his report together with the unaudited financial statements for the year ended 31 December 2017. The comparatives cover the period from incorporation on 13 April 2016 to 31 December 2016.

Principal activity

The principal activity of the company is the holding of investments.

Directors

The directors who served during the year were:

S Horne

J Horn (appointed 24 November 2017)

N Yellowlees (resigned 1 March 2017)

D Cooke (resigned 25 September 2017)

In preparing this report, the director has taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 27 September 2018 and signed on its behalf.



S Horne
Director

Carrwood New Cross Limited

Chartered Accountant's Report to the Board of Directors on the Unaudited Financial Statements of Carrwood New Cross Limited For the Year Ended 31 December 2017

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Carrwood New Cross Limited for the year ended 31 December 2017 which comprise the statement of comprehensive income, the statement of financial position, the 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 at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the board of directors of Carrwood New Cross Limited, as a body, in accordance with the terms of our engagement letter dated 19 April 2018. Our work has been undertaken solely to prepare for your approval the accounts of Carrwood New Cross Limited and state those matters that we have agreed to state to the board of directors of Carrwood New Cross Limited, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Carrwood New Cross Limited and its board of directors as a body for our work or for this report.

It is your duty to ensure that Carrwood New Cross Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Carrwood New Cross Limited. You consider that Carrwood New Cross 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 Carrwood New Cross 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 accounts.



BDO LLP
Chartered Accountants
Gatwick
United Kingdom

27 September 2018

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

Carrwood New Cross Limited

Statement of Comprehensive Income For the Year Ended 31 December 2017

		Year ended 31 December 2017 £	Period from 13 April to 31 December 2016 £
	Note		
Administrative expenses		(66)	(30)
Operating loss		(66)	(30)
Tax on loss	5	-	-
Loss for the financial year/period		(66)	(30)
Other comprehensive income		-	-
Total comprehensive loss for the year/period		(66)	(30)

The notes on pages 6 to 11 form part of these financial statements.

Carrwood New Cross Limited

Registered number: 10120878

Statement of Financial Position As at 31 December 2017

	Note	2017 £	2017 £	2016 £	2016 £
Fixed assets					
Investments	6		2		2
Current assets					
Debtors	7	198		198	
Cash at bank and in hand		4		70	
		<u>202</u>		<u>268</u>	
Creditors: amounts falling due within one year	8	(299)		(299)	
Net current liabilities			<u>(97)</u>		<u>(31)</u>
Net liabilities			<u>(95)</u>		<u>(29)</u>
Capital and reserves					
Called up share capital	9		1		1
Profit and loss account	10		(96)		(30)
Total equity			<u>(95)</u>		<u>(29)</u>

The directors consider that the company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the company to obtain an audit for the period in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on



S Horne
Director

The notes on pages 6 to 11 form part of these financial statements.

Carrwood New Cross Limited

Statement of Changes in Equity For the Year Ended 31 December 2017

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 January 2017	1	(30)	(29)
Comprehensive income for the year			
Loss for the year	-	(66)	(66)
Total comprehensive income for the year	-	(66)	(66)
Total transactions with owners	-	-	-
At 31 December 2017	1	(96)	(95)

Statement of Changes in Equity For the Period Ended 31 December 2016

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 13 April 2016	-	-	-
Comprehensive income for the period			
Loss for the period	-	(30)	(30)
Total comprehensive income for the period	-	(30)	(30)
Shares issued during the period	1	-	1
Total transactions with owners	1	-	1
At 31 December 2016	1	(30)	(29)

The notes on pages 6 to 11 form part of these financial statements.

Carrwood New Cross Limited

Notes to the Financial Statements For the Year Ended 31 December 2017

1. General information

Carrwood New Cross Limited is a private company limited by shares and incorporated in England and Wales under the Companies Act 2006. The address of the registered office is given on the company information page and the nature of the company's operations and its principal activities are set out in the directors' report.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with Section 1A of FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the company's accounting policies (see note 3).

The following accounting policies have been applied:

2.2 Exemption from preparing consolidated financial statements

The company is a parent company that is also a subsidiary included in the consolidated financial statements of its immediate parent undertaking established under the law of an EEA state and is therefore exempt from the requirement to prepare consolidated financial statements under section 400 of the Companies Act 2006.

2.3 Going concern

The group, of which the company is a subsidiary, is expected to continue to generate positive cash flows on its own account for the foreseeable future and the shareholders have confirmed that they will continue to financially support the group during this period. As a consequence, the directors believe that the group is well placed to manage its business risks successfully.

The directors have a reasonable expectation that the group has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

2.4 Valuation of investments

Investments held as fixed assets are stated at cost less any provision for impairment. Investments held as current assets are stated at the lower of cost and net realisable value.

2.5 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Carrwood New Cross Limited

Notes to the Financial Statements For the Year Ended 31 December 2017

2. Accounting policies (continued)

2.6 Financial assets

Financial assets are initially measured at transaction price (including transaction costs) and subsequently held at cost, less any impairment.

2.7 Financial liability and equity

Financial liabilities and equity are classified according to the substance of the financial instrument's contractual obligations, rather than the financial instrument's legal form. Financial liabilities are initially measured at transaction price (including transaction costs) and subsequently held at amortised cost.

2.8 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.9 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.

2.10 Current and deferred taxation

The charge for taxation is based on the profit for the year and takes into account taxation deferred.

Current tax is measured at amounts expected to be paid using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

Deferred tax balances are recognised in respect of certain timing differences that have originated but not reversed by the statement of financial position date except that:

- deferred tax is not recognised on timing differences arising on revalued properties unless the group has entered into a binding sale agreement and is not proposing to take advantage of rollover relief; and
- the recognition of deferred tax assets is limited to the extent that the group anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances are not discounted.

3. Judgements in applying accounting policies and key sources of estimation uncertainty

The directors have made no material judgements or key estimates in preparing these financial statements.

4. Employees

There were no employees during the year (period ended 31 December 2016 - Nil).

Carrwood New Cross Limited

Notes to the Financial Statements For the Year Ended 31 December 2017

5. Taxation

	Year ended 31 December 2017 £	Period from 13 April to 31 December 2016 £
Current tax on profits for the year	-	-

Factors affecting tax charge for the year/period

The tax assessed for the year/period is higher than (2016 - higher than) the standard rate of corporation tax in the UK of 19.25% (2016 - 20.00%). The differences are explained below:

	Year ended 31 December 2017 £	Period from 13 April to 31 December 2016 £
Loss on ordinary activities before tax	(66)	(30)
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 19.25% (2016 - 20.00%)	(13)	(6)
Effects of:		
Group relief surrendered	13	6
Total tax charge for the year/period	-	-

Factors that may affect future tax charges

Reductions in the UK Corporation tax rate from 20.00% to 17.00% (19.00% effective from 1 April 2017 and 17.00% effective from 1 April 2020) have been substantively enacted. This will impact the company's future tax charge accordingly.

Carrwood New Cross Limited

Notes to the Financial Statements For the Year Ended 31 December 2017

6. Fixed asset investments

	Investments in subsidiary companies £
Cost or valuation	
At 1 January 2017	2
At 31 December 2017	<u>2</u>
Net book value	
At 31 December 2017	<u>2</u>
At 31 December 2016	<u>2</u>

Subsidiary undertakings

The following were subsidiary undertakings of the company:

Name	Class of shares	Holding	Principal activity
Carrwood New Cross Developments Limited	Ordinary	100 %	Purchase of property for development & investment purposes
Carrwood New Cross Investments Limited	Ordinary	100 %	Purchase of property for development & investment purposes

The aggregate of the share capital and reserves as at 31 December 2017 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

	Aggregate of share capital and reserves £	Profit £
Carrwood New Cross Developments Limited	94,544	115,371
Carrwood New Cross Investments Limited	<u>108,453</u>	<u>123,834</u>

The registered address of the above named companies is 44 Welbeck Street, London, W1G 8DY.

Carrwood New Cross Limited

Notes to the Financial Statements For the Year Ended 31 December 2017

7. Debtors

	2017 £	2016 £
Amounts owed by group undertakings	198	198

8. Creditors: Amounts falling due within one year

	2017 £	2016 £
Amounts owed to group undertakings	299	299

9. Share capital

	2017 £	2016 £
Allotted, called up and fully paid		
1 ordinary share of £1	1	1

10. Reserves

The company's capital and reserves are as follows:

Called up share capital

Called up share capital represents the nominal value of the shares issued.

Profit and loss account

The profit and loss account represents cumulative profits or losses, net of dividends paid and other adjustments.

11. Related party transactions

The company has taken advantage of the exemption available in Section 33.1A of FRS 102 whereby it has not disclosed transactions with the ultimate parent company or any wholly owned subsidiary undertaking of the group.

Carrwood New Cross Limited

Notes to the Financial Statements For the Year Ended 31 December 2017

12. Ultimate parent undertaking and controlling party

The company is a wholly owned subsidiary of Horn & Horne Limited (formerly Carrwood Securities Limited), a company incorporated in the United Kingdom. Horn & Horne Limited is the ultimate parent company.

The company's results are consolidated in the accounts of Horn & Horne Limited. This is the smallest and largest group for which consolidated accounts including Horn & Horne Limited (formerly Carrwood Securities Limited) are prepared and publicly available. Copies of the Horn & Horne Limited accounts are available from Horn & Horne Limited, 44 Welbeck Street, London, W1G 8DY.