

**Mosscare Developments Limited**

Report of the directors and financial statements

For the year ended 31 December 2009



## **Report of the directors and financial statements**

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**Board, Executive Directors, Advisors and Bankers**

**Board**

Paul Shannon (Chair)  
Ian Pownall  
Richard Hildred  
Jan Tasker

**Secretary**

Pamela Schwarz

**Registered office:**

101 Great Western Street  
Moss Side  
Manchester M14 4AA

**External auditors:**

BDO LLP  
3 Hardman Street  
Spinningfields  
Manchester  
M3 3AT

**Principal solicitors:**

Trowers & Hamblins  
Heron House  
Albert Square  
Manchester M2 5HD

**Principal bankers:**

Barclays PLC  
51 Mosley Street  
Manchester M60 3DQ

## **Report of the directors**

The directors present their annual report and the audited financial statements of the company for the year ended 31 December 2009.

## **Activities**

The principal activity of the company has continued to be housing management and the development and management of sites for construction.

## **Results**

The results for the year are set out in the financial statements on pages 6 to 11.

## **Directors Statement of responsibilities**

The directors are responsible for preparing the directors' 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). 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 accounting estimates that are reasonable and prudent;
- 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 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.

## **Directors' interests in the shares of the company**

The company is limited by guarantee as disclosed in note 7. No shares were therefore held by the directors who have served during the year.

## **Close company status**

The company is a "close" company within the meaning of Section 414 of the Income and Corporation Taxes Act 1988.

## Report of the directors (continued)

### Going concern

After making enquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future, being a period of twelve months after the date on which the report and the financial statements are signed. For this reason, it continues to adopt the going concern basis in the financial statements.

### Auditors

All of the current directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The directors are not aware of any relevant audit information of which the auditors are unaware.

BDO LLP have expressed their willingness to continue as auditors. A resolution to reappoint them will be proposed at the forthcoming Annual General Meeting.

In preparing this directors' report advantage has been taken of the small companies' exemption.

By order of the Board of Directors

**Pamela Schwarz**

**Secretary**

101 Great Western Street  
Moss Side  
Manchester  
M14 4AA

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MOSSCARE DEVELOPMENTS LIMITED**

We have audited the financial statements of Mosscare Developments Limited for the year ended 31 December 2009 which comprise the profit and loss account, the balance sheet and the related notes. 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 sections 495 and 496 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 statement of directors' responsibilities, 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 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*

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.

### *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 30 June 2009 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.

### *Opinion on other matters prescribed by 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.

### **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 not entitled to prepare the financial statements and the directors' report in accordance with the small companies' regime.

### **Julien Rye**

*Julien Rye (senior statutory auditor)  
For and on behalf of BDO LLP, statutory auditor  
Manchester  
United Kingdom*

Date 23rd April 2010

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

**Profit and loss account  
for the year ended 31 December 2009**

	Note	Year to 31 December 2009	Year to 31 December 2008
		£	£
<b>Turnover: continuing activities</b>		<b>21,416</b>	41,464
Administrative expenses		<b>(21,490)</b>	(26,823)
Donations		<b>(37)</b>	(14,600)
<b>Operating (loss) / profit - continuing activities</b>	2	<b>(111)</b>	41
Interest receivable and similar income		<b>111</b>	14
<b>Profit on ordinary activities before taxation</b>		<b>-</b>	55
Tax on profit on ordinary activities	3	<b>-</b>	(11)
<b>Retained profit transferred to reserves</b>	8	<b>-</b>	44

The company has no recognised gains or losses other than those included in the profits above, and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the profit on ordinary activities before taxation and the retained profit for the year stated above and their historical cost equivalent.

The notes on pages 8 to 11 form an integral part of these financial statements.

**Balance sheet**  
**at 31 December 2009**

	Note	31 December 2009	31 December 2008
		£	£
<b>Current assets</b>			
Debtors	4	65,431	82,615
Cash at bank and in hand		1,095	512
		<b>66,526</b>	83,127
<b>Creditors</b> : amounts falling due within one year	5	<b>(15,437)</b>	(35,003)
		<b>51,089</b>	48,124
<b>Net current assets and total assets less current liabilities</b>			
		<b>51,089</b>	48,124
<b>Creditors</b> : amounts falling due after one year	6	<b>2,965</b>	-
<b>Capital and reserves</b>			
Called up share capital	7	-	-
Profit and loss account	8	<b>48,124</b>	48,124
<b>Shareholders' funds</b>	9	<b>48,124</b>	48,124
		<b>51,089</b>	41,824
		<b>51,089</b>	41,824

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The notes on pages 8 to 11 form an integral part of these financial statements.

The financial statements were approved by the directors on 21 April 2010 and were signed on its behalf by:

*Director*                    **Paul Shannon**

*Director*                    **Richard Hildred**

## Notes to the financial statements

### 1 Legal status and accounting policies

#### **Legal status**

The company is registered under the Companies Act 2006.

#### **Basis of accounting**

The accounts are prepared on the historical cost basis of accounting.

#### **Cash flow statement**

The company qualifies as a small company under the Companies Act 2006. The Board have elected to take advantage of the exemption under Financial Reporting Standard 1 not to prepare a cash flow statement.

#### **Turnover**

Turnover is the amount derived from the provision of goods and services falling within the company's ordinary activities after deduction of trade discounts and Value Added Tax and revenue grants where applicable.

#### **Government grants**

Grants in respect of revenue expenditure are credited to the profit and loss account in the same period as the expenditure to which they relate.

#### **Debtors**

Debtors represent the amounts of income still due to be received at the balance sheet date.

#### **Deferred taxation**

Deferred taxation is provided at the anticipated tax rates on differences arising from the inclusion of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements to the extent that it is probable that a liability will crystallise in the future.

### 2 Operating (loss) / profit

	Year to 31 December 2009 £	Year to 31 December 2008 £
Operating (loss) / profit is stated after charging		
Auditors' remuneration		
Audit related services	3,125	3,648
Tax	3,185	1,175
	<u>6,310</u>	<u>4,823</u>

**Notes** (continued)

**3 Tax on profit on ordinary activities**

	Year to 31 December 2009	Year to 31 December 2008
	£	£
<b>United Kingdom Corporation Tax</b>	<b>£</b>	<b>£</b>
Current tax on income for the year	-	11
	<u>          </u>	<u>          </u>

The Corporation Tax rate applied is that for small companies in the United Kingdom of 20% (2008 : 20%)

**4 Debtors**

	31 December 2009	31 December 2008
	£	£
<b><i>Due within one year</i></b>		
Amounts owed by group undertaking	64,846	81,641
Other debtors	585	974
	<u>          </u>	<u>          </u>
	<b>65,431</b>	<b>82,615</b>
	<u>          </u>	<u>          </u>

**5 Creditors: amounts falling due within one year**

	31 December 2009	31 December 2008
	£	£
Trade creditors	437	3,220
Corporation tax	-	11
Other creditors	4,057	14,600
Accruals and deferred income	10,943	17,172
	<u>          </u>	<u>          </u>
	<b>15,437</b>	<b>35,003</b>
	<u>          </u>	<u>          </u>

**Notes** (continued)

**6 Creditors: amounts falling due after one year**

	<b>31 December 2009</b>	31 December 2008
	£	£
Retentions	2,965	-
	<u>2,965</u>	<u>-</u>
	<u><u>2,965</u></u>	<u><u>-</u></u>

**7 Called up share capital**

Mosscafe Developments Limited is a company limited by guarantee.

Every member of the company undertakes to contribute to the assets of the company in the event of the same being wound up while he is a member, such amount as may be required not exceeding £1.

**8 Profit and loss account**

	<b>31 December 2009</b>	31 December 2008
	£	£
Retained profit brought forward	48,124	48,080
Retained profit for the year	-	44
	<u>48,124</u>	<u>48,124</u>
<b>Retained profit carried forward</b>	<u><u>48,124</u></u>	<u><u>48,124</u></u>

**9 Reconciliation of movement in shareholders' funds**

	<b>31 December 2009</b>	31 December 2008
	£	£
Opening shareholders' funds	48,124	48,080
Profit for the year	-	44
	<u>48,124</u>	<u>48,124</u>
<b>Closing shareholders' funds</b>	<u><u>48,124</u></u>	<u><u>48,124</u></u>

**10 Capital commitments**

	<b>31 December 2009</b>	31 December 2008
	£	£
Contracted for but not included in the financial statements	34,871	-
	<u>34,871</u>	<u>-</u>
	<u><u>34,871</u></u>	<u><u>-</u></u>

The group expects to finance the above expenditure from grants drawn down from Mosscafe Housing Limited, its parent undertaking.

**Notes** (continued)

**11 Contingent liabilities**

There were no known contingent liabilities at the balance sheet date (2008: Nil).

**12 Group undertakings**

The ultimate holding company of Mosscare Developments Limited is Mosscare Housing Limited by virtue of its power to appoint Board members. Mosscare Housing Limited is a housing association registered in England under the Industrial and Provident Societies Act 1965.

Recharges from Mosscare Housing Limited to Mosscare Developments Limited during the year in respect of management services amounted to £15,000 (2008: £20,562). The company made donations to Mosscare Housing Limited totalling £ 37 (2008 : £14,600).