

Mosscafe Developments Limited

Report of the directors and financial statements

For the year ended 31 December 2008

Report of the directors and financial statements

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Board, Executive Directors, Advisors and Bankers

Board	Appointed	Resigned
Paul Shannon (Chair)	2005	
Ian Pownall	25/06/08	
Richard Hildred	25/06/08	
Jan Tasker	25/06/08	
Frank Jones	2000	25/06/08
Leszek Pawlik	1989	25/06/08
George Morton	1984	25/06/08
Margaret Heeney	1993	25/06/08
Roy Walters	2003	25/06/08
Paulette Martin	2006	25/06/08
Sarah Evans	2006	25/06/08

Secretary Pamela Schwarz

Registered office: 101 Great Western Street
Moss Side
Manchester M14 4AA

External auditors: BDO Stoy Hayward LLP
Commercial Buildings
11-15 Cross Street
Manchester M2 1WE

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 2008.

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.

Statement of directors' responsibilities

Company law requires the directors to prepare the financial statements for each financial year, which give a true and fair view of the state of affairs of the company for that period and of the result of the company for that period.

In preparing these financial statements, the directors are required to:

- (i) select suitable accounting policies and then apply them consistently;
- (ii) make judgements and estimates that are reasonable and prudent;
- (iii) follow applicable United Kingdom accounting standards; and
- (iv) 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 proper accounting records which 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 1985. 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.

The directors are responsible for preparing the report and Financial Statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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.

Disclosure of information to auditors

At the date of making this report each of the company's directors, as set out on page 1, confirm the following:

- so far as each director is aware, there is no relevant information needed by the company's auditors in connection with preparing their report of which the company's auditors are unaware, and
- 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.

Auditors

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

This directors' report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the Board of Directors

Ms PM Schwarz
Secretary

101 Great Western Street
Moss Side
Manchester
M14 4AA

Independent auditors' report to the shareholders of Mosscare Developments Limited

We have audited the financial statements of Mosscare Developments Limited for the year ended 31 December 2008 which comprise of the profit and loss account, the balance sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and have been properly prepared in accordance with the Companies Act 1985 and whether the information given in the Directors' Report is consistent with those financial statements. We also report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Our report has been prepared pursuant to the requirements of the Companies Act 1985 and for no other purpose. No person is entitled to rely on this report unless such a person is a person entitled to rely upon this report by virtue of and for the purpose of the Companies Act 1985 or has been expressly authorised to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Independent auditors' report
to the shareholders of Mosscare Developments Limited (*continued*)**

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2008 and of its result for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the financial statements.

BDO STOY HAYWARD LLP
Chartered Accountants
and Registered Auditors
Manchester

Date 19 March 2009

Profit and loss account
for the year ended 31 December 2008

	Note	Year to 31 December 2008	Year to 31 December 2007
		£	£
Turnover: continuing activities		41,464	65,654
Administrative expenses		(26,823)	(25,221)
Donations		(14,600)	(40,400)
Operating profit - continuing activities	2	<u>41</u>	<u>33</u>
Interest receivable and similar income		14	1,009
Interest payable and similar charges		-	(755)
Profit on ordinary activities before taxation		<u>55</u>	<u>287</u>
Tax on profit on ordinary activities	3	(11)	(57)
Retained profit transferred to reserves	8	<u>44</u>	<u>230</u>

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 2008

	Note	31 December 2008	31 December 2007
		£	£
Current assets			
Debtors	4	82,615	63,900
Cash at bank and in hand		512	1,617
		<u>83,127</u>	<u>65,517</u>
Creditors : amounts falling due within one year	5	(35,003)	(14,188)
		<u> </u>	<u> </u>
Total assets less current liabilities		48,124	51,329
		<u> </u>	<u> </u>
Creditors : amounts falling due after one year	6	-	3,249
		<u> </u>	<u> </u>
Capital and reserves			
Called up share capital	7	-	-
Profit and loss account	8	48,124	48,080
		<u> </u>	<u> </u>
Shareholders' funds	9	48,124	48,080
		<u> </u>	<u> </u>
		<u>48,124</u>	<u>51,329</u>
		<u> </u>	<u> </u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

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

The financial statements on pages 6 to 11 were approved by the directors on 12 March 2009 and were signed on its behalf by:

Director

Director

Notes to the financial statements

1 Legal status and accounting policies

Legal status

The company is registered under the Companies Act 1985.

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 1985. 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 profit

	Year to 31 December 2008 £	Year to 31 December 2007 £
Operating profit is stated		
After charging		
Auditors' remuneration		
Audit related services	3,648	3,525
Tax	1,175	1,175
	<u>4,823</u>	<u>4,700</u>
	<u><u>4,823</u></u>	<u><u>4,700</u></u>

Notes (continued)

3 Tax on profit on ordinary activities

	Year to 31 December 2008	Year to 31 December 2007
	£	£
United Kingdom Corporation Tax	11	57
Current tax on income for the year	<u>11</u>	<u>57</u>

The Corporation Tax rate applied is that for small companies in the United Kingdom of 20% (2007 : 20%)

4 Debtors

Due within one year

	31 December 2008	31 December 2007
	£	£
Amounts owed by group undertaking	81,641	63,506
Other debtors	974	394
	<u>82,615</u>	<u>63,900</u>

5 Creditors: amounts falling due within one year

	31 December 2008	31 December 2007
	£	£
Trade creditors	3,220	596
Corporation tax	11	57
Other creditors	14,600	-
Accruals and deferred income	17,172	13,535
	<u>35,003</u>	<u>14,188</u>

Notes (continued)

6 Creditors: amounts falling due after one year

	31 December 2008	31 December 2007
	£	£
Retentions	-	3,249
	-	3,249
	-	3,249

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

	31 December 2008	31 December 2007
	£	£
Retained profit brought forward	48,080	47,850
Retained profit for the period	44	230
	48,124	48,080
	48,124	48,080

9 Reconciliation of movement in shareholders' funds

	31 December 2008	31 December 2007
	£	£
Opening shareholders' funds	48,080	47,850
Profit for the financial period	44	230
	48,124	48,080
	48,124	48,080

10 Capital commitments

	31 December 2008	31 December 2007
	£	£
Contracted for but not included in the financial statements	-	98,268
	-	98,268
	-	98,268

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 (2007: Nil).

12 Group undertakings

The ultimate holding company of Mosscare Developments Limited is Mosscare Housing Limited which 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 £20,526 (2007: £20,562). The company made donations to Mosscare Housing Limited totalling £14,600 (2007 : £40,400).