

CONNOR FINANCE CORPORATION LIMITED

UNAUDITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

For the year ended 31 MARCH 2017

PM+M Solutions for Business LLP
Chartered Accountants
Greenbank Technology Park
Challenge Way
Blackburn
Lancashire
BB1 5QB

CONNOR FINANCE CORPORATION LIMITED
Registered number:01068350

BALANCE SHEET
As at 31 March 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	5	4,328	1,833
Investments	6	1,785,822	2,048,041
Investment property		158,088	-
		1,948,238	2,049,874
Current assets			
Debtors: amounts falling due within one year	8	124,581	12,770
Cash at bank and in hand	9	76,058	25,524
		200,639	38,294
Creditors: amounts falling due within one year	10	(29,572)	(4,841)
Net current assets		171,067	33,453
Total assets less current liabilities		2,119,305	2,083,327
Net assets		2,119,305	2,083,327
Capital and reserves			
Called up share capital		371,100	371,100
Capital redemption reserve		264,000	264,000
Profit and loss account		1,484,205	1,448,227
		2,119,305	2,083,327

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 year 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 have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 26 August 2017.

CONNOR FINANCE CORPORATION LIMITED

Registered number:01068350

BALANCE SHEET (CONTINUED)

As at 31 March 2017

L J Connor

Director

The notes on pages 3 to 10 form part of these financial statements.

CONNOR FINANCE CORPORATION LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
For the Year Ended 31 March 2017

1. General information

Connor Finance Corporation Limited is a private company limited by shares and incorporated in England and Wales. The company registered office is Bowkers Green Court, Prescot Road, Aughton, Ormskirk, L39 6TA.

The company's functional and presentational currency is GBP.

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 FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

2.2 Going concern

The accounts have been prepared on a going concern basis. The directors are confident that the company has sufficient resources to meet its liabilities as they fall due for at least one year from the date of approval of the accounts.

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

2.4 Tangible fixed assets

Tangible fixed assets under the cost model, other than investment properties, are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

CONNOR FINANCE CORPORATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2017

2. Accounting policies (continued)
2.4 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line and reducing balance method.

Depreciation is provided on the following basis:

Plant and machinery	-
	20% straight line and 25% reducing balance

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of comprehensive income.

2.5 Investment property

Investment property is carried at fair value determined annually by external valuers and derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided. Changes in fair value are recognised in the Statement of comprehensive income.

2.6 Valuation of investments

Investments in listed company shares are remeasured to market value at each Balance sheet date. Gains and losses on remeasurement are recognised in profit or loss for the period.

2.7 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.

2.8 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.

2.9 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 other third parties, loans to related parties and investments in non-puttable ordinary shares.

2.10 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.

CONNOR FINANCE CORPORATION LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
For the Year Ended 31 March 2017

2. Accounting policies (continued)**2.11 Finance costs**

Finance costs are charged to the Statement of comprehensive income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.12 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Statement of comprehensive income on a straight line basis over the lease term.

2.13 Pensions**Defined contribution pension plan**

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of comprehensive income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.14 Holiday pay accrual

A liability is recognised to the extent of any unused holiday pay entitlement which is accrued at the Balance sheet date and carried forward to future periods. This is measured at the undiscounted salary cost of the future holiday entitlement so accrued at the Balance sheet date.

2.15 Interest income

Interest income is recognised in the Statement of comprehensive income using the effective interest method.

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

In the process of applying the Company's accounting policies, which are described above, management has made some judgements that have an effect on the amounts recognised in the financial statements. These also include assumptions concerning the future, and other sources of estimation uncertainty at the statement of financial position date, that have a risk of causing adjustments to the carrying amounts of assets and liabilities within the next financial year.

4. Employees

The average monthly number of employees, including directors, during the year was 8 (2016 -9).

CONNOR FINANCE CORPORATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2017

5. Tangible fixed assets

	Plant and machinery £
Cost or valuation	
At 1 April 2016	129,632
Additions	3,605
At 31 March 2017	133,237
Depreciation	
At 1 April 2016	127,799
Charge owned for the period	1,110
At 31 March 2017	128,909
Net book value	
At 31 March 2017	4,328
At 31 March 2016	1,833

6. Fixed asset investments

	Listed investments £	Cash and settlements pending £	Unlisted investments £	Loans to related parties £	Total £
Fair Value					
At 1 April 2016	1,281,054	1,801	656,186	109,000	2,048,041
Additions	317,575	-	-	-	317,575
Disposals	(656,331)	(533)	-	-	(656,864)
Revaluations	186,070	-	-	-	186,070
Transfer to short term debtor	-	-	-	(109,000)	(109,000)
At 31 March 2017	1,128,368	1,268	656,186	-	1,785,822
Net book value					
At 31 March 2017	1,128,368	1,268	656,186	-	1,785,822
At 31 March 2016	1,281,054	1,801	656,186	109,000	2,048,041

CONNOR FINANCE CORPORATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2017
7. Investment property

	Freehold investment property £
Valuation	
Additions at cost	158,088
At 31 March 2017	158,088

The 2017 valuations were made by Matthew Butterworth Associates Limited, on an open market value for existing use basis.

8. Debtors

	2017 £	2016 £
Other debtors	119,627	7,621
Prepayments and accrued income	4,954	5,149
	124,581	12,770

9. Cash and cash equivalents

	2017 £	2016 £
Cash at bank and in hand	76,058	25,524
	76,058	25,524

10. Creditors: Amounts falling due within one year

	2017 £	2016 £
Trade creditors	391	358
Other taxation and social security	23,521	1,575
Other creditors	1,853	-
Accruals and deferred income	3,807	2,908
	29,572	4,841

CONNOR FINANCE CORPORATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2017

11. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £397 (2016 - £Nil). Contributions totalling £139 (2016 - £Nil) were payable to the fund at the balance sheet date.

12. Related party transactions

During the period the company made the following related party transactions:

The Trustees of The Jean and Leslie Connor Charitable Foundation, who include L Connor, the director of the company, paid interest to the company amounting to £4,081 (2016: £4,360) on an outstanding loan. At the balance sheet date the amount due from the Trustees of the Connor Charitable Foundation on this loan was £ 218,000 (2016: £218,000), and a provision has been made against this loan. The amount included in debtors is £109,000 (2016: £109,000).

Rent amounting to £17,500 has been paid by the company in the year to The Connor Family Pension Fund, in which L Connor is one of the members. At the balance sheet date the amount due to the Connor Family Pension Fund was £ Nil (2016: £Nil).

Expenses amounting to £Nil (2016: £6,577) were paid on behalf of The W J Connor 1967 Settlement Trust, the controlling party of the company. An amount of £6,577 (2016: £6,577).

13. Controlling party

The company is controlled by the trustees of the W J Connor 1967 Settlement.

First time adoption of FRS 102

The Company transitioned to FRS 102 from previously extant UK GAAP as at 1 April 2015. The impact of the transition to FRS 102 is as follows.

	As previously stated 1 April 2015	Effect of transition 1 April 2015	FRS 102 (as restated) 1 April 2015	As previously stated 31 March 2016	Effect of transition 31 March 2016	FRS 102 (as restated) 31 March 2016
Note	£	£	£	£	£	£
Fixed assets	1,793,648	440,975	2,234,623	1,777,774	332,100	2,049,874
Current assets	51,922	-	51,922	38,294	-	38,294
Creditors: amounts falling due within one year	(6,756)	-	(6,756)	(4,841)	-	(4,841)
Net current assets	45,166	-	45,166	33,453	-	33,453
Total assets less current liabilities	1,838,814	440,975	2,279,789	1,751,227	332,100	2,083,327
Net assets	1,838,814	440,975	2,279,789	1,751,227	332,100	2,083,327
Capital and reserves	1,838,814	440,975	2,279,789	1,751,227	332,100	2,083,327

CONNOR FINANCE CORPORATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2017

14. First time adoption of FRS 102 (continued)

	Note	As previously stated 31 March 2016 £	Effect of transition 31 March 2016 £	FRS 102 (as restated) 31 March 2016 £
Turnover		1,669	-	1,669
		<hr/>	<hr/>	<hr/>
		1,669	-	1,669
Administrative expenses		(161,715)	-	(161,715)
		<hr/>	<hr/>	<hr/>
Operating profit		(160,046)	-	(160,046)
		<hr/>	<hr/>	<hr/>
		24,540	-	24,540
Income from investments		43,430	(108,874)	(65,444)
Amounts written off investments		4,488	-	4,488
Interest receivable and similar income		<hr/>	<hr/>	<hr/>
		(87,588)	(108,874)	(196,462)
Loss on ordinary activities after taxation and for the financial year		<hr/>	<hr/>	<hr/>

Explanation of changes to previously reported profit and equity:

1 Under FRS 102, Investments have been recognised at fair value on the balance sheet at the date of transition, 1 April 2015.

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.