

BACKHOUSE INSURANCE BROKERS LIMITED

UNAUDITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2016



BACKHOUSE INSURANCE BROKERS LIMITED

COMPANY INFORMATION

Directors	S R Backhouse P T Barnes D Hannah C J Bardsley
Company secretary	D Hannah
Registered number	00304106
Registered office	Oakmount House 9 Carrside Lomeshaye Business Park Nelson BB9 6RX
Accountants	BDO LLP 3 Hardman Street Manchester M3 3AT

BACKHOUSE INSURANCE BROKERS LIMITED

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BACKHOUSE INSURANCE BROKERS LIMITED

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE
UNAUDITED ABBREVIATED ACCOUNTS OF BACKHOUSE INSURANCE BROKERS LIMITED FOR THE
YEAR ENDED 30 JUNE 2016**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the abbreviated accounts of Backhouse Insurance Brokers Limited for the year ended 30 June 2016 which comprise the abbreviated balance sheet 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 Backhouse Insurance Brokers Limited, as a body, in accordance with the terms of our engagement letter dated 23 October 2014. Our work has been undertaken solely to prepare for your approval the abbreviated accounts of Backhouse Insurance Brokers Limited and state those matters that we have agreed to state to the board of directors of Backhouse Insurance Brokers 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 Backhouse Insurance Brokers Limited and its board of directors as a body for our work or for this report.

It is your duty to ensure that Backhouse Insurance Brokers Limited has kept adequate accounting records and to prepare abbreviated accounts that give a true and fair view of the assets, liabilities and financial position of Backhouse Insurance Brokers Limited. You consider that Backhouse Insurance Brokers 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 abbreviated accounts of Backhouse Insurance Brokers 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 abbreviated accounts.

BDO LLP

BDO LLP
Chartered Accountants
Manchester
United Kingdom

05 January 2017

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

BACKHOUSE INSURANCE BROKERS LIMITED
REGISTERED NUMBER: 00304106

ABBREVIATED BALANCE SHEET
AS AT 30 JUNE 2016

	Note	£	2016 £	£	2015 £
FIXED ASSETS					
Intangible assets	2		136,875		-
Tangible assets	3		94,853		97,700
Investments	4		10,000		10,000
			<u>241,728</u>		<u>107,700</u>
CURRENT ASSETS					
Debtors		1,121,509		989,418	
Cash at bank and in hand		1,191,674		1,142,834	
		<u>2,313,183</u>		<u>2,132,252</u>	
CREDITORS: amounts falling due within one year	5	<u>(1,826,494)</u>		<u>(1,550,158)</u>	
NET CURRENT ASSETS			<u>486,689</u>		<u>582,094</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>728,417</u>		<u>689,794</u>
CREDITORS: amounts falling due after more than one year	6		<u>(43,338)</u>		<u>(8,311)</u>
NET ASSETS			<u><u>685,079</u></u>		<u><u>681,483</u></u>
CAPITAL AND RESERVES					
Called up share capital	7		75,000		75,000
Profit and loss account			610,079		606,483
SHAREHOLDER'S FUNDS			<u><u>685,079</u></u>		<u><u>681,483</u></u>


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

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 30 June 2016 and of its profit for the year in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

BACKHOUSE INSURANCE BROKERS LIMITED

**ABBREVIATED BALANCE SHEET (continued)
AS AT 30 JUNE 2016**

The abbreviated accounts, which have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006, were approved and authorised for issue by the board and were signed on its behalf on 20 December 2016.


S R Backhouse
Director

The notes on pages 4 to 8 form part of these financial statements.

BACKHOUSE INSURANCE BROKERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2016

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The company is the parent undertaking of a small group and as such is not required by the Companies Act 2006 to prepare group accounts. These financial statements therefore present information about the company as an individual undertaking and not about its group.

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of services supplied during the year, exclusive of Value Added Tax and trade discounts.

Commission income forms the revenue of the company and is recognised at the date of policy confirmation.

1.3 Intangible fixed assets and amortisation

Goodwill is the amount payable on the acquisition of a business operation. It is amortised to the Profit and Loss account over its estimated economic life which the company have deemed to be eight years.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Motor vehicles	-	25% straight line
Fixtures and fittings	-	5-10% straight line
Office equipment	-	20% straight line
Computer equipment	-	25% straight line

1.5 Investments

Investments held as fixed assets are shown at valuation less provision for impairment.

1.6 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account on a straight line basis so as to reduce the net obligation outstanding by an equal charge in each period.

BACKHOUSE INSURANCE BROKERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2016

1. ACCOUNTING POLICIES (continued)

1.7 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.8 Pensions

The company contributes to personal pension plans and the pension charge represents the amounts paid by the company to the plans in respect of the year.

1.9 Insurance broking debtors and creditors

In common with other insurance brokers, the company acts as agent in placing the insurable risks of its clients with insurers and, as such, is not liable as principal for amounts arising from such transactions. Notwithstanding these legal relationships, debtors and creditors arising from insurance broking transactions are shown as assets and liabilities. This recognises that insurance brokers are entitled to retain the investment income on any cash flows arising from these transactions.

In presenting this gross position, the financial statements are presented in accordance with the guidelines of Financial Reporting Standard 5, 'Reporting the substance of transactions'.

2. INTANGIBLE FIXED ASSETS

	£
Cost	
At 1 July 2015	-
Additions	146,000
At 30 June 2016	146,000
Amortisation	
At 1 July 2015	-
Charge for the year	9,125
At 30 June 2016	9,125
Net book value	
At 30 June 2016	136,875
At 30 June 2015	-

BACKHOUSE INSURANCE BROKERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2016

3. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 July 2015	355,287
Additions	43,400
Disposals	(31,648)
At 30 June 2016	367,039
Depreciation	
At 1 July 2015	257,587
Charge for the year	46,247
On disposals	(31,648)
At 30 June 2016	272,186
Net book value	
At 30 June 2016	94,853
At 30 June 2015	97,700

4. FIXED ASSET INVESTMENTS

	£
Valuation	
At 1 July 2015 and 30 June 2016	10,000
Net book value	
At 30 June 2016	10,000
At 30 June 2015	10,000

Subsidiary undertakings

The following were subsidiary undertakings of the company:

Name	Class of shares	Holding
Backhouse Construction Insurance Brokers Limited	Ordinary	100%

5. CREDITORS:

Amounts falling due within one year

Finance lease liabilities of £4,238 are secured on the assets concerned.

6. CREDITORS:

Amounts falling due after more than one year

Finance lease liabilities of £8,311 are secured on the assets concerned.

BACKHOUSE INSURANCE BROKERS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2016**

7. SHARE CAPITAL

	2016	2015
	£	£
Allotted, called up and fully paid		
75,000 Ordinary shares of £1 each	75,000	75,000

BACKHOUSE INSURANCE BROKERS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2016**

8. RELATED PARTY TRANSACTIONS

Included within debtors is an amount outstanding of £462,313 (2015: £467,606) due from The Steven Backhouse Group of Companies Limited, the parent company. During the year, there were management charges payable of £515,658 (2015: £134,064) and monies paid of £510,365 (2015: £439,000).

Included within creditors is an amount outstanding of £170,959 (2015: £201,879) due to Backhouse Independent Financial Services Limited, a fellow subsidiary. During the year, there were management charges receivable of £30,290 (2015: £25,572).

9. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company is controlled by The Steven Backhouse Group of Companies Limited. In the opinion of the directors this is the company's ultimate parent company.

The Steven Backhouse Group of Companies Limited is ultimately controlled by S R Backhouse.