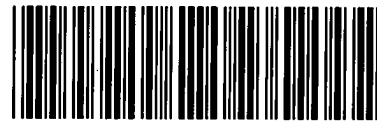


**REGISTERED NUMBER: 09352102 (England and Wales)**

**Inreach (Birmingham) Limited**

**Financial Statements for the Year Ended 31 March 2018**

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COMPANIES HOUSE

**Inreach (Birmingham) Limited**

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for the Year Ended 31 March 2018**

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**Inreach (Birmingham) Limited**

**Company Information  
for the Year Ended 31 March 2018**

**DIRECTOR:**

C J Skidmore

**REGISTERED OFFICE:**

Legal Services  
10 Woodcock Street  
Birmingham  
West Midlands  
B7 4BL

**REGISTERED NUMBER:**

09352102 (England and Wales)

**AUDITORS:**

UHY Hacker Young (Birmingham) LLP,  
Statutory Auditor  
9-11 Vittoria Street  
Birmingham  
B1 3ND

**Inreach (Birmingham) Limited (Registered number: 09352102)**

**Balance Sheet  
31 March 2018**

	Notes	31.3.18 £	31.3.17 £
<b>FIXED ASSETS</b>			
Tangible assets	4	13,747,986	4,624,606
<b>CURRENT ASSETS</b>			
Debtors	5	358,618	376,159
Cash at bank		12,348	36,335
		<u>370,966</u>	<u>412,494</u>
<b>CREDITORS</b>			
Amounts falling due within one year	6	(992,434)	(998,728)
<b>NET CURRENT LIABILITIES</b>		<u>(621,468)</u>	<u>(586,234)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		13,126,518	4,038,372
<b>CREDITORS</b>			
Amounts falling due after more than one year	7	(11,482,476)	(2,218,681)
<b>NET ASSETS</b>		<u>1,644,042</u>	<u>1,819,691</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital		2,000,100	2,000,100
Retained earnings		(356,058)	(180,409)
<b>SHAREHOLDERS' FUNDS</b>		<u>1,644,042</u>	<u>1,819,691</u>

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Profit and Loss account has not been delivered.

The financial statements were approved by the director on 2 July 2018 and were signed by:



C J Skidmore - Director

## **Inreach (Birmingham) Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2018**

#### **1. STATUTORY INFORMATION**

InReach (Birmingham) Limited is a private company, limited by shares and registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

#### **2. ACCOUNTING POLICIES**

##### **Basis of preparing the 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 Republic of Ireland ("FRS 102") and the Companies Act 2006. The presentational and functional currency of these financial statements is sterling. All amounts in the financial statements have been rounded to the nearest £1.

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. The directors are of the opinion that due to the nature of the business, there are no critical accounting estimates or judgments used in the preparation of these financial statements.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

##### **Going concern**

The directors believe that notwithstanding current year losses of £175,649, the company's financial statements should be prepared on a going concern basis on the grounds that current and future sources of funding or support from Birmingham City Council will be adequate to meet the company's needs for a period of at least 12 months from the date of approval of these financial statements.

##### **Tangible fixed assets**

No depreciation is provided in respect of freehold land. Assets under construction consists of expenditure directly relating to construction of apartments. The apartments are held at cost and will not be depreciated until the construction of the apartments is completed. InReach has capitalised borrowing costs during the financial year of £374,855 (2017: £19,705).

## **Inreach (Birmingham) Limited**

### **Notes to the Financial Statements - continued for the Year Ended 31 March 2018**

#### **2. ACCOUNTING POLICIES - continued**

##### **Basic financial instruments**

##### **Trade and other debtors / creditors**

Trade and other debtors are recognised initially at transaction price less attributable transaction costs. Trade and other creditors are recognised initially at transaction price plus attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of interest for a similar debt instrument.

##### **Cash and cash equivalents**

Cash and cash equivalents comprise cash balances and call deposits.

##### **Impairment of financial assets**

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found an impairment loss is recognised within profit or loss.

For financial assets that are measured at amortised cost, the impairment loss is measured as the difference between the asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between the asset's carrying amount and the best estimate of the amount that the company would receive for the asset if it were to be sold at the balance sheet date.

##### **Current and deferred taxation**

Tax on the profit or loss for the year comprises current and deferred tax. Tax is recognised in profit or loss except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date.

Deferred tax is provided on timing differences which arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements. Deferred tax is not recognised on permanent differences arising because certain types of income or expense are non-taxable or are disallowable for tax or because certain tax charges or allowances are greater or smaller than the corresponding income or expense.

Deferred tax is measured at the tax rate that is expected to apply to the reversal of the related difference, using tax rates enacted or substantively enacted at the balance sheet date.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

#### **3. STAFF NUMBERS**

The average number of employees during the year was 1 (2017 - 1).

**Inreach (Birmingham) Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2018**

**4. TANGIBLE FIXED ASSETS**

	<b>Freehold property £</b>	<b>Assets under construction £</b>	<b>Totals £</b>
<b>COST</b>			
At 1 April 2017	<b>1,250,000</b>	<b>3,374,606</b>	<b>4,624,606</b>
Additions	<b>-</b>	<b>9,123,380</b>	<b>9,123,380</b>
At 31 March 2018	<b>1,250,000</b>	<b>12,497,986</b>	<b>13,747,986</b>
<b>NET BOOK VALUE</b>			
At 31 March 2018	<b>1,250,000</b>	<b>12,497,986</b>	<b>13,747,986</b>
At 31 March 2017	<b>1,250,000</b>	<b>3,374,606</b>	<b>4,624,606</b>

**5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31.3.18</b>	<b>31.3.17</b>
	<b>£</b>	<b>£</b>
Other debtors	<b>358,618</b>	<b>376,159</b>

**6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31.3.18</b>	<b>31.3.17</b>
	<b>£</b>	<b>£</b>
Trade creditors	<b>9,341</b>	<b>692,088</b>
Other creditors	<b>983,093</b>	<b>306,640</b>
	<b>992,434</b>	<b>998,728</b>

**7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<b>31.3.18</b>	<b>31.3.17</b>
	<b>£</b>	<b>£</b>
Loan due to parent undertaking	<b>11,482,476</b>	<b>2,218,681</b>

The loan due to parent undertaking of £11,482,476 (2017: £2,218,681) is secured by way of first legal mortgage on the freehold property held by Inreach (Birmingham) Limited.

**8. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

Malcolm Winston (Senior Statutory Auditor)

for and on behalf of UHY Hacker Young (Birmingham) LLP, Statutory Auditor

## **Inreach (Birmingham) Limited**

### **Notes to the Financial Statements - continued for the Year Ended 31 March 2018**

#### **9. RELATED PARTY DISCLOSURES**

As at 31 March 2018, the company owed £11,482,476 (2017: £2,218,681) to Birmingham City Council, the sole shareholder. Interest of £374,855 (2017: £19,705) has been charged for the period.

As at 31 March 2018, Birmingham City Council held funds on behalf of the company £357,651 (2017: £376,159). Interest of £1,493 (2017: £1,559) has been earned for this period.

The company also purchased services of £82,385 (2017: £65,528) from Birmingham City Council during the period, the balance of £5,340 (2017: £3,354) was outstanding as at 31 March 2018.

On 31 March 2015, the company purchased freehold land from Birmingham City Council for £1,250,000. The asset is held at cost and the valuation was carried out by Birmingham Property Services, a department within Birmingham City Council.

The company is wholly owned by Birmingham City Council whose registered office is The Council House, Victoria Square, Birmingham, West Midlands, B1 1BB. Birmingham City Council draws up consolidated accounts, of which, Inreach (Birmingham) Limited are included.

#### **10. ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is Birmingham City Council by virtue of being the sole shareholder.