

**Company Registration Number  
10438384**

**New Living Homes Limited  
Report and Financial Statements  
for the year ended 31st March 2020**

**NEW LIVING HOMES LIMITED**  
**For the year ended 31st March 2020**

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## Company Information

### Directors

G. F. Lucas - appointed 1 February 2017  
C. Z. Doyle - appointed 1 February 2017  
J. Carleton (Chair of NLH Board) - appointed 12 December 2017  
H. Thompson - appointed 15 July 2019  
C. Christian - appointed 30 April 2018 and resigned 27 April 2020  
A. Ewart – appointed 27 April 2020  
D. Woods - resigned 19 April 2019

### Company Secretary

S. Rudd - appointed 1 February 2019  
resigned 17 April 2020  
J. Craven – appointed 17 April 2020

### Registered office

First Place  
22 Union Street Oldham  
Greater Manchester  
OL1 1BE

### Website

<https://www.fcho.co.uk/>

### Registered Number

Companies House No. 10438384

### External Auditors

BDO LLP  
3 Hardman Street  
Spinningfields  
Manchester  
M3 3AT

### Internal Auditors

Mazars LLP  
1 St Peters Square  
Manchester  
M2 3DE

### Bankers

Barclays Bank Limited  
11th Floor  
20 Chapel Street  
Liverpool  
L3 9AG

## **NEW LIVING HOMES LIMITED**

**For the year ended 31 March 2020**

### **STRATEGIC REPORT**

#### **Principal activities**

The company was incorporated on 20th October 2016. The principal activity of the Company during the year was the undertaking of design and build construction contracts primarily for the development of residential property including the rehabilitation and conversion of existing properties.

The company is registered under the Companies Act 2006.

#### **Business Review**

New Living Homes is a 100% owned subsidiary of First Choice Homes Oldham Limited.

All costs incurred by New Living Homes Limited are recharged to First Choice Homes Limited. As at March 2020, New Living Homes Limited had a turnover of £12.857m and recorded a profit after interest and taxation of £0.241m. Having gift aided £0.352m (2019: £0.011m) to First Choice Homes Oldham Limited, the charitable parent.

#### **Key performance and risks and uncertainties**

Turnover and gross profit are the principal KPI's used by the directors to assess the performance of the business. The Company carries out its trading activity within the wider First Choice Homes Oldham Group Limited. Therefore the principal risk is that this trading will cease.

The directors do not have any concerns and are in regular communication with the Group to assess this. Further details of the principal risks and uncertainties impacting Group. These are provided in the financial statements of First Choice Homes Oldham Limited.

**NEW LIVING HOMES LIMITED**  
**For the year ended 31 March 2020**

**REPORT OF THE DIRECTORS**

The directors present their report and the financial statements for the year ended 31 March 2020. The Company's principal activities, business review and risks and uncertainties are included in the Strategic Report on page 4.

**Directors**

Details of the directors are set out on page 3. The Board of New Living Homes Ltd Limited are appointed by the First Choice Homes Oldham Limited Board. All served throughout the year and to the date of this report unless otherwise stated.

**Employees**

The company has no employees.

**Political donations**

The directors have made no political donations.

**Share Capital**

There is 1 ordinary share capital, this is wholly owned by First Choice Homes Oldham Limited.

**Dividends**

There are no dividends to be paid to directors.

**Statement of responsibilities of the directors**

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

**REPORT OF THE DIRECTORS (continued)**  
**Statement of responsibilities of the directors (continued)**

safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Financial statements are published on the company's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements, which may vary from legislation in other jurisdictions.

The maintenance and integrity of the company's website is the responsibility of the directors. The directors' responsibility also extends to the ongoing integrity of the financial statements contained therein.

**Going concern**

The directors have prepared these accounts on the going concern basis, which they believe is appropriate. This is because the approved business plan forecasts that surpluses will continue to be made in 2020/21 and beyond.

**Auditors**

The directors confirm that:

- So far as each of the directors is aware there is no relevant audit information of which the company's auditors are unaware; and
- The directors have taken all steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

In 2017/18 BDO LLP were re-appointed auditors of the group. 2019/20 is the third year of a three year contract which was agreed at the Board in December 2017.

The report of the Board was approved on 24 September 2020 and signed on its behalf by:



John Carlton  
Chair of the NLH Board



Juliet Craven  
Company Secretary

## **INDEPENDENT AUDITOR'S REPORT TO MEMBERS OF NEW LIVING HOMES LIMITED**

### **Opinion**

We have audited the financial statements of New Living Homes Limited ("the Company") for the year ended 31 March 2020 which comprise the Statement of Comprehensive Income, the Statement of Financial Position and the Statement of Changes in Reserves, and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 March 2020 and of its profit 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.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### **Other information**

The Directors are responsible for the other information. The other information comprises the information included in the Strategic Report and Report of the Directors, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic report and Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic report and Directors' report have been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic report and Directors' report.

We have nothing to report in respect of the following matters in relation to which 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.

### **Responsibilities of Directors**

As explained more fully in the Statement of responsibilities of the directors, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.



## **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at:

<https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

## **Use of our report**

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 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.

BDO LLP

Helen Knowles (Senior Statutory Auditor)  
For and on behalf of BDO LLP, Statutory Auditor  
Manchester, UK

Date: 24 September 2020

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

## New Living Homes statement of comprehensive income

For the year ended 31 March 2020

	Note:	2020 £'000	2019 £'000
Turnover		12,857	18,246
Cost of sales		(12,605)	(17,888)
<b>Gross Profit</b>		<u>252</u>	<u>358</u>
Administrative expenses		(11)	(6)
<b>Operating profit</b>		<u>241</u>	<u>352</u>
Interest receivable and similar income	5	-	-
Interest payable and similar charges	4	-	-
<b>Profit before taxation</b>		<u>241</u>	<u>352</u>
Taxation on profit	6	-	-
<b>Profit after taxation</b>		<u>241</u>	<u>352</u>
<b>Total comprehensive income for the period</b>		<u><u>241</u></u>	<u><u>352</u></u>

All activities relate to continuing operations.

There are no recognised gains and losses other than the results for the period.

The notes on pages 13 to 17 form part of these financial statements.

## New Living Homes statement of financial position

For the year ended 31 March 2020

	Note:	2020 £'000	2019 £'000
<b>Current Assets</b>			
Debtors	8	1,427	2,248
Cash and cash equivalents		262	602
		<hr/>	<hr/>
		1,689	2,850
<b>Creditors: amounts falling due within one year</b>	9	(1,448)	(2,498)
		<hr/>	<hr/>
<b>Net current assets</b>		241	352
		<hr/>	<hr/>
<b>Total net assets</b>		<u>241</u>	<u>352</u>
<b>Capital and reserves</b>			
Income and expenditure reserve		241	352
Non-equity share capital		-	-
		<hr/>	<hr/>
<b>Total reserves</b>		<u>241</u>	<u>352</u>

The financial statements were issued and approved by the Board of Directors on 24 September 2020 and were signed on its behalf by:



John Carleton  
Chair of the NLH Board



Juliet Craven  
Company Secretary

The notes on pages 13 to 17 form part of these financial statements.

## New Living Homes statement of changes in reserves

For the year ended 31 March 2020

	Note:	Share Capital £'000	Income and expenditure reserve £'000	Total £'000
Balance as 1 April 2019		-	352	352
Profit for the period		-	241	241
Other Comprehensive Income for the year		-	-	-
Gift Aid payment to parent charity	7	-	(352)	(352)
<b>Balance as 31 March 2020</b>		<b>-</b>	<b>241</b>	<b>241</b>

The notes on pages 13 to 17 form part of these financial statements.

## Notes to the financial statements for the year ended year ended 31st March 2020

### Legal status

The Company is registered under the companies Act 2006, is a Company limited by share capital and is incorporated in the United Kingdom.

### Accounting policies

- **Basis of preparation**

The preparation of financial statements in compliance with FRS102, the Financial Reporting Standard applicable in the United Kingdom & Republic of Ireland.

The following principal accounting policies have been applied:

- **Going concern**

The directors have prepared these accounts on the going concern basis, which they believe is appropriate. This is because the approved business plan forecasts that surpluses will continue to be made in 2020/21 and beyond.

- **Disclosure exemptions**

The Company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The financial reporting standard applicable in the UK and Republic of Ireland;

- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 11 Financial Instruments paragraphs 11.39 to 11.48A; and
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of First Choice Homes Oldham Limited as at 31 March 2020 and these financial statements may be obtained from their registered office at First Place, 22 Union Street, Oldham OL1 1BE.

- **Turnover**

Turnover represents design and build contract income, and other income which is recognised in relation to the period when the goods or services have been supplied.

Design & Build income is recognised when an instruction letter is received from the customer.

- **Short-term debtors and creditors**

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the Income Statement in other operating expenses.

- **Judgements in applying accounting policies and key sources of estimation uncertainty**

Management do not consider there to be any significant judgements or estimation uncertainty due to straightforward nature of the company's operations.

**Notes to the financial statements for the year ended  
31st March 2020**

**Note 2: Operating profit**

	<b>2020</b>	<b>2019</b>
	<b>£'000</b>	<b>£'000</b>
The operating profit is stated after charging:		
Auditor's remuneration:		
Amounts paid to BDO LLP (excluding VAT):		
In their capacity as auditor's	6	6
Fees for other non-audit services	5	-

**Note 3: Directors remuneration**

	<b>2020</b>	<b>2019</b>
	<b>£'000</b>	<b>£'000</b>
Directors remuneration	-	-

**Note 4: Interest payable and similar charges**

	<b>2020</b>	<b>2019</b>
	<b>£'000</b>	<b>£'000</b>
Interest payable and similar charges	-	-

**Note 5: Interest receivable and other income**

	<b>2020</b>	<b>2019</b>
	<b>£'000</b>	<b>£'000</b>
Interest receivable and similar income	-	-

**Notes to the financial statements for the year ended  
31st March 2020**

**Note 6: Corporation Tax**

	<b>2020</b>	<b>2019</b>
	<b>£'000</b>	<b>£'000</b>
<b>Analysis of the charge in the period</b>		
UK Corporation tax charge for the period	-	-
Adjustments in respect of prior years	-	-
<b>Total current tax charge for the period</b>	<u>-</u>	<u>-</u>
<b>Tax Reconciliation</b>	<b>2020</b>	<b>2019</b>
	<b>£'000</b>	<b>£'000</b>
Profit on ordinary activities before tax	241	352
Tax at UK corporation tax rate 19%	46	67
Qualifying charitable donation to parent of taxable profits	(46)	(67)
<b>Actual Taxation Charge</b>	<u>-</u>	<u>-</u>

New Living Homes Limited operating profit consists of inter-group recharges at third party rates. Any profits will be gifted aided to First Choice Homes Oldham Limited within 9 months of the year-end.

**Note 7: Gift Aid**

	<b>2020</b>	<b>2019</b>
	<b>£'000</b>	<b>£'000</b>
Proposed Gift Aid to be paid in accordance with s339 7AA) of the Income and Corporation Taxes Act 1988	<u>352</u>	<u>11</u>

A gift aid payment of £351,494 (2019: £11,107) to First Choice Homes Oldham Limited was paid on 27 August in respect of the year ended 31 March 2019. This payment was approved by the Board on 26 July 2019. Gift aid has been shown as a movement in the Statement of Changes in Reserves.

**Notes to the financial statements for the year ended  
31st March 2020**

**Note 8: Debtors**

	<b>2020</b>	<b>2019</b>
	<b>£'000</b>	<b>£'000</b>
<b>Due within one year</b>		
Amounts owed by group undertaking	1,412	2,198
Prepayments & accrued income	-	-
Other taxes and social security	15	50
Other debtors	-	-
Total due within one year	<u>1,427</u>	<u>2,248</u>
<b>Due after more than one year</b>	-	-
<b>Total debtors</b>	<u><u>1,427</u></u>	<u><u>2,248</u></u>

**Note 9: Creditors - Amounts falling due within one year**

	<b>2020</b>	<b>2019</b>
	<b>£'000</b>	<b>£'000</b>
Trade creditors	383	1,296
Amounts owed to group undertaking	-	-
Corporation tax	-	-
Accruals and deferred income	396	617
Other creditors	669	584
	<u>1,448</u>	<u>2,497</u>
<b>Due after more than one year</b>	-	-
<b>Total creditors</b>	<u><u>1,448</u></u>	<u><u>2,497</u></u>



**Notes to the financial statements for the year ended  
31st March 2020**

**Note 10: Share capital**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Authorised Share Capital</b>		
1 ordinary share of £1	1	1
<b>Allotted, Called Up and fully paid shares</b>	<b>No.</b>	<b>No.</b>
Ordinary shares	1	1

This share is held by the parent company First Choice Homes Oldham Limited.

**Note 11: Ultimate controlling party**

The ultimate controlling party of the company is First Choice Homes Oldham Limited, which is a registered provider of social housing registered under the Co-operative and Community Benefit Societies Act 2014.

The immediate parent company of New Living Homes Limited is First Choice Homes Oldham Limited.

No loans or guarantees were entered into by New Living Homes Limited with any member of the group.

The consolidated accounts of First Choice Homes Oldham Limited can be obtained from First place, 22 Union Street, Oldham OL1 1BE, or available on its website at <https://www.fcho.co.uk/>