

FBE MANAGEMENT LIMITED

**FINANCIAL STATEMENTS
FOR THE YEAR**

1 APRIL 2013 - 31 MARCH 2014

Company Registration Number: 03538600

FBE MANAGEMENT LIMITED

FINANCIAL STATEMENTS

For the year 1 April 2013 - 31 March 2014

Registered office: Bucknalls Lane
Garston
Watford
Herts
WD25 9XX

Bankers: Barclays Bank PLC
1 Churchill Place
London
E14 5HP

Solicitors: Sherrards
45 Grosvenor Road
St Albans
Herts
AL1 3AW

Auditors: KPMG LLP
58 Clarendon Road
Watford
Herts
WD17 1DE

FBE MANAGEMENT LIMITED

FINANCIAL STATEMENTS

For the year 1 April 2013 - 31 March 2014

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FBE MANAGEMENT LIMITED

REPORT OF THE DIRECTORS

For the year 1 April 2013 - 31 March 2014

FBE Management Limited (the company) is a wholly owned subsidiary of BRE Group Limited and the ultimate parent undertaking and controlling party is BRE Trust.

Principal activity

The company has been established to manage research work. Building Research Establishment Limited (BRE) makes a charge to FBE Management for any seconded staff and also for the use of accommodation and services.

Review of the business

The business comprises the European Unit which carried out consultancy and research for the European Commission. These contracts lapsed at the end of December 2013 and since 31 March 2014 the company has been dormant.

During the year under review the company has made an operating profit before Gift Aid and taxation of £2k (2013: £43k) which is a level which the Directors consider satisfactory.

Political and charitable donations

The company made no political donations or charitable donations during the year (2013: £nil).

Directors and their interests

The details of Directors are set out below. The Directors of the company who have held office during the financial year have no beneficial interests in the called up share capital of the company.


Russell Heusch
David Penn

Disclosure of information to auditors

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditors are unaware and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Auditors

Pursuant to Section 487 of the Companies Act 2006, the auditors will be deemed to be reappointed and KPMG LLP will therefore continue in office.



BY ORDER OF THE BOARD
Russell Heusch
Director

Bucknalls Lane
Garston
Watford
WD25 9XX

Company Registration Number: 03538600

29 August 2014

FBE MANAGEMENT LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE STRATEGIC REPORT, DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS

For the year 1 April 2013 - 31 March 2014

The Directors are responsible for preparing the Strategic Report, 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 they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

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 judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 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 its financial statements comply with the Companies Act 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.



KPMG LLP

58 Clarendon Road
Watford
WD17 1DE
United Kingdom

Independent auditor's report to the members of FBE Management Limited

We have audited the financial statements of FBE Management Limited for the year ended 31 March 2014, set out on pages 5 to 10. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

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.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 2, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2014 and of the company's profit for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Independent Auditor's Report to the members of FBE Management Limited
(continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, 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.

Mark Matthewman

Mark Matthewman (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants

11/9/14

FBE MANAGEMENT LIMITED

PRINCIPAL ACCOUNTING POLICIES

For the year 1 April 2013 – 31 March 2014

ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

BASIS OF PREPARATION

The financial statements have been prepared in accordance with applicable accounting standards and are prepared under the historical cost and going concern conventions. The principal accounting policies are as set out below.

Under FRS 1 'Cash Flow Statements' the company is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the company in its own published consolidated financial statements.

As the company is a wholly owned subsidiary of BRE Trust, the company has taken advantage of the exemption contained in FRS 8 'Related Party Disclosures' and has, therefore, not disclosed transactions or balances with entities which are wholly owned subsidiaries of the group (or investees of the group qualifying as related parties). The consolidated financial statements of BRE Trust, within which this company is included, can be obtained from the address at the front of the financial statements.

TURNOVER

Turnover represents the invoiced amount of research and technical consultancy and amounts recoverable on contracts. Turnover is stated net of value added tax.

Profit is recognised on long term contracts, if the final outcome can be assessed with reasonable certainty, by including in the profit and loss account turnover reflecting the proportion of work completed to date on the project.

LONG TERM CONTRACTS

Amounts recoverable on long term contracts, which are included in debtors, are stated at the net sales value of the work done after making provision for contingencies and anticipated future losses on contracts and deducting amounts received as payments on account, which are included under creditors.

TAXATION

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

Deferred taxation is recognised without discounting, in respect of all timing differences between treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date except as otherwise required by FRS 19 'Deferred Tax'.

FOREIGN CURRENCIES

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Any exchange differences are dealt with through the profit and loss account.

FBE MANAGEMENT LIMITED**PROFIT AND LOSS ACCOUNT**

For the year 1 April 2013 – 31 March 2014

	Note	2014 £'000	2013 £'000
Turnover	1	204	305
Operating expenses		(202)	(262)
		<hr/>	<hr/>
Operating profit/(loss)		2	43
		<hr/>	<hr/>
Profit/(loss) before taxation for the financial year	1	2	43
Taxation	3	-	-
		<hr/>	<hr/>
Profit for the financial year		2	43
		<hr/>	<hr/>

There were no recognised gains or losses in the current or preceding year other than those passing through the profit and loss account.

The accompanying accounting policies and notes on pages 8 to 10 form an integral part of these financial statements.

FBE MANAGEMENT LIMITED

BALANCE SHEET
As at 31 March 2014

	Note	2014 £'000	2013 £'000
Current assets			
Debtors	4	326	325
Creditors: amounts falling due within one year	5	(1)	(2)
		<hr/>	<hr/>
Net current assets		325	323
		<hr/>	<hr/>
Capital and reserves			
Profit and loss account	7	325	323
		<hr/>	<hr/>
Shareholder's funds		325	323
		<hr/>	<hr/>

These financial statements were approved by the Board of Directors on 29 August 2014.



Russell Heusch
Director

Company Registration Number: 03538600

The accompanying accounting policies and notes on pages 8 to 10 form an integral part of these financial statements.

FBE MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year 1 April 2013 – 31 March 2014

1 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Turnover and profit before taxation are attributable to the company's principal activity in the UK.

The auditors' remuneration is borne by BRE, another subsidiary of BRE Group Ltd.

2 DIRECTORS' REMUNERATION AND STAFF COSTS

The remuneration of all the Directors who were the only employees of the company was £nil (2013: £nil). Staff costs relating to the operations of FBE Management Ltd are paid by BRE. A management charge which includes these costs is included in operating expenses.

3 TAXATION

It is company policy that taxable profits made by the company are donated to BRE Trust under "Gift Aid" arrangements, or group relieved to other Group companies. The Directors consider this arrangement will remain in place for the foreseeable future.

The current tax charge for the period is lower (2014: in line with) than the standard rate of corporation tax in the UK, 23% (2013: 24%). The differences are explained below.

	2014 £'000	2013 £'000
<i>Current tax reconciliation</i>		
Profit / (loss) on ordinary activities before tax	2	43
Current tax at 23% (2013: 24%)	1	10
<i>Effects of:</i>		
Group relief surrendered for nil consideration	(1)	(10)
Total current tax charge	-	-

Reductions in the UK corporation tax rate from 26% to 24% (effective from 1 April 2012) and to 23% (effective 1 April 2013) were substantively enacted on 26 March 2012 and 3 July 2012 respectively. Further reductions to 21% (effective from 1 April 2014) and 20% (effective from 1 April 2015) were substantively enacted on 2 July 2013. This will reduce the company's future current tax charge accordingly.

FBE MANAGEMENT LIMITED**NOTES TO THE FINANCIAL STATEMENTS**

For the year 1 April 2013 – 31 March 2014

4 DEBTORS

	2014 £'000	2013 £'000
Trade debtors	66	1
Amounts recoverable on contracts	(2)	62
Amounts due from group undertakings	262	242
	<u>326</u>	<u>325</u>

5 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2014 £'000	2013 £'000
Accruals	-	(2)
Payments in advance	(1)	-
	<u>(1)</u>	<u>(2)</u>

6 SHARE CAPITAL

	2014 £	2013 £
Authorised:		
Ordinary shares of £1 each	1,000	1,000
	<u>1,000</u>	<u>1,000</u>
Allotted:		
Issued and fully paid 2 ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>

FBE MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year 1 April 2013 – 31 March 2014

7 MOVEMENT IN SHAREHOLDER'S FUNDS

	Profit and Loss Account £'000
At 1 April 2013	323
Retained profit for the period	2
	<hr/>
At 31 March 2014	325
	<hr/>

8 CAPITAL COMMITMENTS

At 31 March 2014 the company had no commitments for capital expenditure (2013: £nil).

9 CONTINGENT LIABILITIES

There were no contingent liabilities at 31 March 2014 or 31 March 2013.

10 ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The ultimate parent undertaking and controlling related party is BRE Trust, a registered charity incorporated in England and Wales. It is situated at the address shown at the front of the financial statements. The consolidated financial statements of BRE Trust can be obtained from the address at the front of the financial statements.

The largest and smallest group of undertakings for which group accounts have been prepared is that headed by BRE Trust.