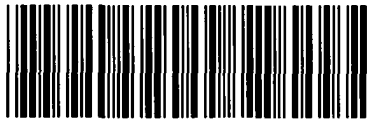


COMPANY REGISTRATION NUMBER 00697641

TU FUND MANAGERS LIMITED
CONSOLIDATED FINANCIAL STATEMENTS
31 MARCH 2017

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TU FUND MANAGERS LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

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TU FUND MANAGERS LIMITED
OFFICERS AND PROFESSIONAL ADVISERS

The Board of Directors

D Sachon - Chairman
The Baroness Prosser, OBE
P Noon, OBE
J Hannett
M Lawson
L Harrison
G Nichols
C Carberry

Company secretary

M Colverd

Registered Office

Congress House
Great Russell Street
London
England
WC1B 3LQ

Auditor

Shipleys LLP
Chartered Accountants
& Statutory Auditor
10 Orange Street
Haymarket
London
WC2H 7DQ

Bankers

Lloyds TSB Plc
PO Box 72
Bailey Drive
Gillingham Business Park
Kent
ME8 0LS

TU FUND MANAGERS LIMITED

STRATEGIC REPORT

YEAR ENDED 31 MARCH 2017

The directors have pleasure in presenting their strategic report and the audited financial statements of the Group for the year ended 31 March 2017.

PRINCIPAL ACTIVITY AND BUSINESS REVIEW

The principal activity of the Group during the year was the promotion of new business opportunities via TU Financial Management Services Limited. TU Financial Management Services Limited is authorised and regulated by the Financial Conduct Authority.

PERFORMANCE REVIEW

The Group's profit before tax and gift aid payment for the financial year was £36,312 (2016: profit £66,581). A gift aid payment of £25,000 was approved for payment by TU Financial Management Services Limited to its ultimate parent company, the TUUT Charitable Trust (2016 : £20,000 approved by TU Fund Managers Limited).

The directors consider the key performance indicators are those that communicate the financial performance and strength of the company as a whole, these being turnover, profitability and funds under management. The results and the change in funds under management have been reported above.

FINANCIAL INSTRUMENTS

The Group's principal financial instruments comprise authorised unit trust investments, bank balances, trade creditors and trade debtors. The main purpose of these instruments is to raise funds for and to finance the group's operations.

In respect of the authorised unit trust investments the group ensures that there is a ready market for the sale of units and actively monitors their price.

Transactions in financial instruments result in the company assuming or transferring to another party one or more of the financial risks described below.

INTEREST RATE RISK

The company does not have any significant exposure to interest rate risk.

CREDIT RISK

The Group monitors credit risk closely and considers that its current policies of credit checks meets its objectives of managing exposure to credit risk.

The Group has no significant concentrations of credit risk. Amounts shown in the balance sheet best represent the maximum credit risk exposure in the event other parties fail to perform their obligations under financial instruments.

LIQUIDITY RISK

Liquidity risk is managed by maintaining a balance sufficient to meet the funds required for the company's operations. The Group makes use of money market facilities where funds are available.

CURRENCY RISK

Due to the nature of the financial instruments used by the company there is no exposure to price or currency risk.

TU FUND MANAGERS LIMITED

STRATEGIC REPORT *(continued)*

YEAR ENDED 31 MARCH 2017

The Group's Risk & Compliance Committee consider the wider business risk facing the group as well as the financial risks arising in the normal course of business and sets policies for managing each of these risks to minimise potential adverse effects on the group's performance.

FUTURE DEVELOPMENTS

Whilst TU Fund Managers Limited retains responsibility as Sponsor of the unit trust, greater focus will be given to developing the activities of the Company's subsidiary, TU Financial Management Services Limited. However, unit holders will continue to receive the same standard of administrative support and there will be no visible change to the service they receive.

This report was approved by the board of directors on 19 July 2017 and signed on behalf of the board by:



M COLVERD
Company Secretary

TU FUND MANAGERS LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 MARCH 2017

The Directors present their report and the audited financial statements of the Group for the year ended 31 March 2017.

DIRECTORS

The directors who served the company during the year were as follows:

D Sachon - Chairman
The Baroness Prosser, OBE
P Noon, OBE
J Hannett
M Lawson
L Harrison
G Nichols
C Carberry

The members of board committees were as follows:

Executive Committee: The Baroness Prosser OBE, D Sachon, P Noon, M Colverd, M Lawson and L Harrison.

Investment Committee: L Harrison & M Colverd.

RESULTS AND DIVIDENDS

The Group profit for the year after tax and gift aid payment amounted to £11,312 (2016: loss of £104,016). The directors have not recommended a dividend.

RETIREMENT OF DIRECTORS

The following directors are to retire from the board in accordance with the Articles of Association and, being eligible, offer themselves for re-appointment:

C Carberry
G Nichols
D Sachon

POLICY ON THE PAYMENT OF CREDITORS

The company's policy is to agree terms with individual suppliers and to abide by those terms.

DIRECTORS' RESPONSIBILITIES

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 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 the group and of the profit or loss of the group for that year. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements 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;

TU FUND MANAGERS LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2017

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the group's and company's transactions and disclose with reasonable accuracy at any time the financial position of the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the directors are aware:

- there is no relevant audit information of which the group's auditor is unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

This report was approved by the board of directors on 19 July 2017 and signed on behalf of the board by:



M COLVERD
Company Secretary

TU FUND MANAGERS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF TU FUND MANAGERS LIMITED

YEAR ENDED 31 MARCH 2017

We have audited the group and parent company financial statements ("the financial statements") of TU Fund Managers Limited for the year ended 31 March 2017 which comprise the consolidated statement of income and retained earnings, consolidated statement of financial position, company statement of financial position, consolidated statement of changes in equity, company statement of changes in equity and consolidated statement of cash flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's shareholder, as a body, in accordance with Chapter 3 of Section 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's shareholder 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 shareholder 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 pages 4 to 5, 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 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 (APB's) Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Groups and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by directors; and the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent company's affairs as at 31 March 2017 and of the group's result 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.

OPINION ON OTHER MATTERS 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.

TU FUND MANAGERS LIMITED

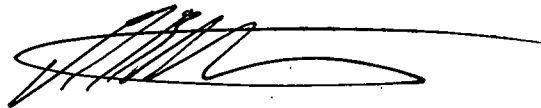
INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDER OF TU FUND MANAGERS LIMITED *(continued)*

YEAR ENDED 31 MARCH 2017

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, 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



ROBERT WOOD (Senior Statutory Auditor)

For and on behalf of
SHIPLEYS LLP
Chartered Accountants
& Statutory Auditor

10 Orange Street
Haymarket
London
WC2H 7DQ

19 July 2017

TU FUND MANAGERS LIMITED
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
YEAR ENDED 31 MARCH 2017

	Note	2017 £	2016 £
Turnover	4	310,531	570,024
Cost of Sales		-	-
Gross profit		<u>310,531</u>	<u>570,024</u>
Administrative expenses		(297,897)	(650,680)
Other operating income	5	<u>23,862</u>	<u>14,540</u>
Operating profit/ (loss)	6	36,496	(66,116)
Gift Aid	10	<u>(25,000)</u>	<u>(20,000)</u>
Operating profit/ (loss)		11,496	(86,116)
Other interest receivable and similar income	11	351	587
Interest payable and similar charges	12	<u>(535)</u>	<u>(1,052)</u>
Profit/ (loss) on ordinary activities before taxation		11,312	(86,581)
Tax on (profit)/ loss on ordinary activities	13	<u>-</u>	<u>(17,435)</u>
Profit/ (loss) for the financial year		<u>11,312</u>	<u>(104,016)</u>
Other comprehensive income/ (expense) for the year			
Profit/ (loss) for the financial year		11,312	(104,016)
Fair value movements on investments		<u>183,311</u>	<u>(93,217)</u>
Total comprehensive income/(expense) for the year		<u>194,623</u>	<u>(197,233)</u>

All the activities of the Group are from continuing operations.

The notes on pages 14 to 23 form part of these financial statements.

TU FUND MANAGERS LIMITED
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
YEAR ENDED 31 MARCH 2017

	Note	2017 £	2016 £
FIXED ASSETS			
Tangible assets	15	797	6,622
Investments	16	1,529,154	1,340,868
		<u>1,529,951</u>	<u>1,347,490</u>
CURRENT ASSETS			
Debtors	17	60,170	34,227
Cash at bank and in hand		234,854	355,944
		<u>295,024</u>	<u>390,171</u>
Creditors: amounts falling due within one year	19	(135,645)	(242,954)
			<u>(242,954)</u>
NET CURRENT ASSETS		159,379	147,217
TOTAL ASSETS LESS CURRENT LIABILITIES		1,689,330	1,494,707
CAPITAL AND RESERVES			
Called-up equity share capital	22	150,000	150,000
Profit and loss account	24	1,539,330	1,344,707
		<u>1,689,330</u>	<u>1,494,707</u>
SHAREHOLDER'S FUNDS		1,689,330	1,494,707

These financial statements were approved by the directors and authorised for issue on 19 July 2017 and are signed on their behalf by:



D Sachon
Chairman



P Noon
Vice Chairman

Company Registration Number 00697641

The notes on pages 14 to 23 form part of these financial statements.

TU FUND MANAGERS LIMITED
COMPANY STATEMENT OF FINANCIAL POSITION
YEAR ENDED 31 MARCH 2017

	Note	2017 £	2016 £
FIXED ASSETS			
Tangible assets	15	797	6,622
Investments	16	1,812,833	1,421,753
		<u>1,813,630</u>	<u>1,428,375</u>
CURRENT ASSETS			
Debtors	17	76,340	92,912
Cash at bank and in hand		54,772	199,250
		<u>131,112</u>	<u>292,162</u>
Creditors: amounts falling due within one year	19	(255,412)	(225,830)
NET CURRENT ASSETS		<u>(124,300)</u>	<u>66,332</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u><u>1,689,330</u></u>	<u><u>1,494,707</u></u>
CAPITAL AND RESERVES			
Called-up equity share capital	22	150,000	150,000
Profit and loss account	24	1,539,330	1,344,707
SHAREHOLDER'S FUNDS		<u><u>1,689,330</u></u>	<u><u>1,494,707</u></u>

These financial statements were approved by the directors and authorised for issue 19 July 2017 and are signed on their behalf by:



D Sachon
Chairman



P Noon
Vice Chairman

Company Registration Number: 00697641

The notes on pages 14 to 23 form part of these financial statements.

TU FUND MANAGERS LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
YEAR ENDED 31 MARCH 2017

	Called up share capital £	Profit and loss account £	Total £
At 1 April 2014	150,000	1,536,549	1,686,548
Loss for the financial year		(32,393)	(32,393)
Other comprehensive income for the year:			
Fair value movements on investments	—	37,785	37,785
Total comprehensive income for the year	—	5,392	5,392
At 31 March 2015	<u>150,000</u>	<u>1,541,940</u>	<u>1,691,940</u>
Loss for the financial year		(104,016)	(104,016)
Other comprehensive income for the year:			
Fair value movements on investments	—	(93,217)	(93,217)
Total comprehensive income for the year	—	(197,233)	(197,233)
At 31 March 2016	<u>150,000</u>	<u>1,344,707</u>	<u>1,494,707</u>
Profit for the financial year		11,312	11,312
Other comprehensive income for the year:			
Fair value movements on investments	—	183,311	183,311
Total comprehensive income for the year	—	194,623	194,623
At 31 March 2017	<u>150,000</u>	<u>1,539,330</u>	<u>1,689,330</u>

The notes on pages 14 to 23 form part of these financial statements.

TU FUND MANAGERS LIMITED
COMPANY STATEMENT OF CHANGES IN EQUITY
YEAR ENDED 31 MARCH 2017

	Called up share capital £	Profit and loss account (Undistributable) £	Profit and loss account (Distributable) £	Total £
At 1 April 2014	150,000	(15,394)	1,551,942	1,686,548
Loss for the financial year			(47,537)	(47,537)
Other comprehensive income for the year:				
Fair value movements on subsidiary	–	15,144	–	15,144
Fair value movements on investments			37,785	37,785
Total comprehensive income for the year	–	(250)	(9,752)	5,392
At 31 March 2015	150,000	(250)	1,542,190	1,691,940
Loss for the financial year			(135,151)	(135,151)
Other comprehensive income for the year:				
Fair value movements on subsidiary	–	31,135	–	31,135
Fair value movements on investments			(93,217)	(93,217)
Total comprehensive income for the year	–	31,135	(228,368)	(197,233)
At 31 March 2016	<u>150,000</u>	<u>30,885</u>	<u>1,313,822</u>	<u>1,494,707</u>
Loss for the financial year			(191,482)	(191,482)
Other comprehensive income for the year:				
Fair value movements on subsidiary		202,794	–	202,794
Fair value movements on investments		–	183,311	183,311
Total comprehensive income for the year		202,794	(8,171)	194,623
At 31 March 2017	<u>150,000</u>	<u>233,679</u>	<u>1,305,651</u>	<u>1,689,330</u>

The notes on pages 14 to 23 form part of these financial statements.

TU FUND MANAGERS LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS
YEAR ENDED 31 MARCH 2017

	2017 £	2016 £
Cash flows from operating activities		
Profit/ (Loss) for the financial year before tax	11,312	(86,581)
<i>Adjustments for:</i>		
Depreciation of tangible assets	5,825	2,666
Other interest receivable and similar income	(351)	(587)
Interest payable and similar charges	535	1,052
Tax on loss on ordinary activities	-	17,435
Accrued (income)/expenses	(65,660)	(104,516)
<i>Changes in:</i>		
Trade and other debtors	(14)	35,748
Trade and other creditors	(67,577)	22,837
Cash generated from operations	(115,930)	(111,946)
Interest paid	(535)	(1,052)
Interest received	351	587
Net cash outflow from operating activities	<u>(116,114)</u>	<u>(112,411)</u>
Cash flows from investing activities		
Purchase of tangible assets	-	(1,442)
Purchase of investments	(4,976)	-
Net cash from/(used in) investing activities	<u>(4,976)</u>	<u>(1,442)</u>
Net decrease in cash and cash equivalents	(121,090)	(113,853)
Cash and cash equivalents at beginning of year	<u>355,944</u>	<u>469,797</u>
Cash and cash equivalents at end of year	<u>234,854</u>	<u>355,944</u>

The notes on pages 14 to 23 form part of these financial statements.

TU FUND MANAGERS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2017

1. STATEMENT OF COMPLIANCE

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

2. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets and in accordance with applicable accounting standards.

The financial statements are prepared in Sterling which is the functional currency of the entity.

Consolidation

The financial statements consolidate the financial statements of TU Fund Managers Ltd and its subsidiary undertaking TU Financial Management Services Ltd.

The consolidated financial statements incorporate the results of business combinations using the purchase method. In the balance sheet the acquired identifiable assets, liabilities and contingent liabilities are initially recorded at their fair values at the acquisition date. The results of subsidiaries acquired or disposed of during the year are included from or to the date that control passes.

The parent company has applied the exemption contained in section 408 of the Companies Act 2006 and has not presented its individual profit and loss account. The parent company has also applied the exemption available under paragraph 1.12 of FRS 102 to not present an individual statement of cash flows. The parent company's loss after tax for the period was £221,482.

Turnover

The turnover shown in the profit and loss account represents commissions received for investment advice. Turnover also represents amounts received and income earned which have yet to be received. Turnover from sponsorship fees and commissions is generally recognised as income in the period in which the performance obligation has been satisfied.

Fixed assets

All fixed assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any fixed assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

TU FUND MANAGERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2017

2. ACCOUNTING POLICIES *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings	- 10 years straight line
Equipment	- 3 years straight line

Investments

Fixed asset investments are initially recorded at cost and subsequently stated at cost less any accumulated impairment losses.

Listed investments are measured at fair value with changes in fair value being recognised in profit or loss.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight-line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Taxation

Tax expenses recognised in profit or loss comprise the sum of the tax currently payable and deferred tax not recognised in other comprehensive income or directly in equity.

Current Tax

The tax currently payable is based on taxable profit for the period. Taxable profit differs from profit as reported in the statement of comprehensive income because it excludes items of income or expense that are taxable or deductible in other years, and it further excludes items that are never taxable or deductible. The Group's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

TU FUND MANAGERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2017

2. ACCOUNTING POLICIES *(continued)*

Taxation *(continued)*

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is 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 is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Financial instruments

All investments are initially recorded at cost, being the fair value of the consideration given and including acquisition costs associated with the investment. All purchases and sales of investments are recognised using trade date accounting.

After initial recognition, investments, which are classified as held for trading and available-for-sale, are measured at fair value. Gains or losses on investments held for trading and available-for-sale are immediately recognised in comprehensive income.

Investments classified as held-to-maturity are subsequently measured at amortised cost using the effective interest method. Gains and losses are recognised in the profit and loss account when the investment is derecognised, or impaired, as well as through the amortisation process.

Investments are fair valued using quoted market prices, independent appraisals, discounted cash flow analysis or other appropriate valuation models at the balance sheet date.

3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of financial statements under FRS 102 requires the Company to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the statement of financial position date and the amounts reported for revenues and expenses during the year. Estimates and judgements are continually evaluated and are based on historical experience and other factors including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

The directors have considered the above and do not believe that there are any estimates or assumptions which have a significant effect on the amounts recognised in the financial statements that require disclosure.

TU FUND MANAGERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2017

4. TURNOVER

The turnover and loss before tax are attributable to the one principal activity of the group. An analysis of turnover is given below:

	2017	2016
	£	£
United Kingdom	<u>310,531</u>	<u>570,024</u>

5. OTHER OPERATING INCOME

	2017	2016
	£	£
Other operating income	<u>23,862</u>	<u>14,540</u>

The other operating income relates to distributions received from fixed asset investments.

6. OPERATING PROFIT/ (LOSS)

Operating profit/ (loss) is stated after charging:

	2017	2016
	£	£
Depreciation of owned fixed assets	5,825	2,666
Operating lease costs	<u>29,401</u>	<u>27,600</u>

7. AUDITORS REMUNERATION

	2017	2016
	£	£
Fees payable for the audit of the financial statements	11,000	13,000
Taxation services	1,500	1,500
Other services	<u>1,500</u>	<u>1,000</u>
	<u>14,000</u>	<u>15,500</u>

Fees payable to the company's auditor and its associates for other services:

- Audit of subsidiary financial statements	6,750	2,450
- Taxation services	750	750
- Other services	<u>1,500</u>	<u>1,000</u>

8. PARTICULARS OF EMPLOYEES

The average number of staff employed by the group during the financial year amounted to:

	2017	2016
	No	No
Number of administrative staff	-	1
Number of management staff	<u>1</u>	<u>1</u>
	<u>1</u>	<u>2</u>

TU FUND MANAGERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2017

8. PARTICULARS OF EMPLOYEES *(continued)*

The aggregate payroll costs of the above were:

	2017	2016
	£	£
Wages and salaries	93,500	121,084
Social security costs	13,961	14,167
Other pension costs	12,415	9,576
	119,876	144,827

The company operates a defined contribution pension scheme for its employees. The pension cost charge represents contributions payable by the company to the fund of £12,415 (2016: £9,576). Contributions totalling £nil (2016: £nil) were due to the pension fund at the year end and are included in creditors.

9. DIRECTORS' AND KEY MANAGEMENT REMUNERATION

The aggregate remuneration in respect of qualifying services were:

	2017	2016
	£	£
Directors' remuneration receivable	50,900	52,450
Key management remuneration receivable	93,500	97,000
	144,400	149,450

10. GIFT AID

Gift aid payments relate to amounts donated to the TUUT Charitable Trust, a charity registered in England.

11. INTEREST RECEIVABLE AND SIMILAR INCOME

	2017	2016
	£	£
Interest receivable and similar income	351	587
	351	587

12. INTEREST PAYABLE AND SIMILAR CHARGES

	2017	2016
	£	£
Interest payable and bank charges	535	1,052
	535	1,052

13. TAXATION ON ORDINARY ACTIVITIES

Analysis of charge/ (credit) in the year

	2017	2016
	£	£
Current tax:	-	-
Deferred tax:		
Origination and reversal of timing differences	-	17,435
Total current tax charge	-	17,435

TU FUND MANAGERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2017

13. TAXATION ON ORDINARY ACTIVITIES *(continued)*

Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 20% (2016 - 20%).

	2017 £	2016 £
Profit/ (Loss) on ordinary activities before taxation	<u>11,312</u>	<u>(86,581)</u>
Profit/(Loss) on ordinary activities by rate of tax	2,262	(17,316)
Expenses not deductible for tax purposes	1,365	4,891
Capital allowances for period in excess of depreciation	(120)	387
Utilisation of brought forward tax losses	220	14,946
Exempt UK dividend income	<u>(3,727)</u>	<u>(2,908)</u>
Total current tax	<u>-</u>	<u>-</u>

14. LOSS ATTRIBUTABLE TO MEMBERS OF THE PARENT COMPANY

The loss dealt with in the financial statements of the parent company was £191,482 (2016: loss of £135,151).

15. TANGIBLE FIXED ASSETS

Group	Fixtures & Fittings £	Office Equipment £	Total £
COST OR VALUATION			
At 1 April 2016	53,283	33,594	86,877
Disposals	<u>(24,388)</u>	<u>-</u>	<u>(24,388)</u>
At 31 March 2017	<u>28,895</u>	<u>33,594</u>	<u>62,489</u>
DEPRECIATION			
At 1 April 2016	48,430	31,825	80,255
Charge for the year	4,602	1,223	5,825
Disposals	<u>(24,388)</u>	<u>-</u>	<u>(24,388)</u>
At 31 March 2017	<u>28,644</u>	<u>33,048</u>	<u>61,692</u>
NET BOOK VALUE			
At 31 March 2017	<u>251</u>	<u>546</u>	<u>797</u>
At 31 March 2016	<u>4,853</u>	<u>1,769</u>	<u>6,622</u>

TU FUND MANAGERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2017

15. TANGIBLE FIXED ASSETS *(continued)*

Company	Fixtures & Fittings £	Office Equipment £	Total £
COST OR VALUATION			
At 1 April 2016	53,283	33,594	86,877
Disposals	<u>(24,388)</u>	<u>-</u>	<u>(24,388)</u>
At 31 March 2017	<u>28,895</u>	<u>33,594</u>	<u>62,489</u>
DEPRECIATION			
At 1 April 2016	48,430	31,825	80,255
Charge for the Year	4,602	1,223	5,825
Disposals	<u>(24,388)</u>	<u>-</u>	<u>(24,388)</u>
At 31 March 2017	<u>28,644</u>	<u>33,048</u>	<u>61,692</u>
NET BOOK VALUE			
At 31 March 2017	<u>251</u>	<u>546</u>	<u>797</u>
At 31 March 2016	<u>4,853</u>	<u>1,769</u>	<u>6,622</u>

16. INVESTMENTS

Group	Total £
COST OR VALUATION	
At 1 April 2016	1,340,868
Additions	4,976
Disposals	-
Revaluations	<u>183,310</u>
At 31 March 2017	<u>1,529,154</u>
NET BOOK VALUE	
At 31 March 2017	<u>1,529,154</u>
At 31 March 2016	<u>1,340,868</u>

TU FUND MANAGERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2017

16. INVESTMENTS *(continued)*

Company	Group companies £	Fair Value through profit and loss £	Total £
COST OR VALUATION			
At 1 April 2016	80,885	1,340,868	1,421,753
Additions	-	4,976	4,976
Disposals	-	-	-
Revaluations	202,794	183,310	386,104
At 31 March 2017	<u>283,679</u>	<u>1,529,154</u>	<u>1,812,833</u>
NET BOOK VALUE			
At 31 March 2017	<u>283,679</u>	<u>1,529,154</u>	<u>1,812,833</u>
At 31 March 2016	<u>80,885</u>	<u>1,340,868</u>	<u>1,421,753</u>

The company owns 100% of the ordinary share capital of the subsidiary undertaking, TU Financial Management Services Ltd which trades as a financial intermediary and is registered and incorporated in England & Wales.

17. DEBTORS

	Group		Company	
	2017 £	2016 £	2017 £	2016 £
Amounts owed by Group companies	-	-	50,000	77,319
Other debtors	1,655	1,641	1,655	1,641
Prepayments and accrued income	58,515	32,586	24,685	13,952
	<u>60,170</u>	<u>34,227</u>	<u>76,340</u>	<u>92,912</u>

The amount owed by group undertakings includes £50,000 (2016: £50,000) in respect of a subordinated loan. The loan is due for payment within 1 year and bears no interest.

18. DEFERRED TAXATION

The movement in the deferred taxation asset during the year was:

	Group		Company	
	2017 £	2016 £	2017 £	2016 £
At 1 April 2016	-	17,435	-	17,420
Provision for year	-	(17,435)	-	(17,420)
Carried forward at 31 March 2017	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

TU FUND MANAGERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2017

19. CREDITORS: Amounts falling due within one year

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Trade creditors	11,791	87,061	10,555	87,061
Gift Aid creditor	20,000	20,000	-	20,000
Other creditors	30,505	22,813	17,567	9,889
Accruals and deferred income	73,349	113,080	64,349	108,880
Amounts owed to Group companies	-	-	162,941	-
	<u>135,645</u>	<u>242,954</u>	<u>255,412</u>	<u>225,830</u>

20. OPERATING LEASES

The total future minimum lease payments under non-cancellable operating leases are as follows:

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Not later than 1 year	24,508	21,973	1,708	21,973
Later than 1 year and not later than 5 years	95,318	2,831	1,118	2,831
In more than 5 years	18,375	-	-	-
	<u>138,201</u>	<u>24,804</u>	<u>2,826</u>	<u>24,804</u>

21. RELATED PARTY TRANSACTIONS

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 102: Section 33. The Company is taking advantage of the exemption in FRS 102, not to disclose transactions within the Group.

22. SHARE CAPITAL

Allotted, called up and fully paid:

	2017		2016	
	No	£	No	£
150,000 Ordinary shares of £1 each	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>	<u>£150,000</u>

The holders of ordinary shares are entitled to receive notice of and attend and vote at any general meeting of the Group.

TU FUND MANAGERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2017

23. CONTROLLING PARTY

The ultimate parent undertaking and the ultimate controlling party is the TUUT Charitable Trust a charity registered in England.

24. RESERVES

Profit and loss account - This reserve records retained earnings and accumulated losses. It includes fair value gains/ (losses) on fixed asset investments and subsidiaries totalling £183,311 (2016: (£93,217)) and £202,794 (2016: (£31,135)) respectively. Of the fair value movements, those attributable to the subsidiary are not distributable, these amounts total £233,679 (2016: £30,885) respectively at the balance sheet date.

25. ULTIMATE PARENT COMPANY

The ultimate parent company is TUUT Charitable Trust, a charity registered with the Charities Commission in England.