

Registered Number: 07623063

Places for People Capital Markets PLC

**Unaudited Condensed Interim Financial Statements
for the six months ending 30 September 2018**

Places for People Capital Markets PLC
Unaudited Condensed Interim Financial Statements
For the six months ending 30 September 2018

CONTENTS

2	Board of Directors, Executives and Advisers
3	Interim Management Report
4	Unaudited Condensed Statement of Comprehensive Income
5	Unaudited Condensed Statement of Financial Position
6	Unaudited Condensed Statement of Changes in Reserves
7	Notes to the Unaudited Condensed Interim Financial Statements

Places for People Capital Markets PLC
Board of Directors, Executives and Advisers
For the six months ending 30 September 2018

Directors	D Cowans A Winstanley
Company Secretary	C Martin
Registered Office	80 Cheapside London EC2V 6EE
Bankers	Barclays Bank Plc 38 Fishergate Preston PR1 2AD
Registered Auditors	KPMG LLP 15 Canada Square London E14 5GL
Registration of Company	The company is incorporated under the Companies Act 2006 (Registered Number 07623063)

Places for People Capital Markets PLC
Interim Management Report
For the six months ending 30 September 2018

Principal activities

The company is a wholly owned subsidiary of Places for People Group Limited. The company's principal activity is the raising of finance for Places for People Group Limited and its subsidiary undertakings.

Financial performance

During the period, Places for People Capital Markets PLC did not undertake any new transactions in the capital markets. As such, the financial performance in the period relates solely to the ongoing maintenance of the existing bond transactions.

The company's turnover for the period was £0.5m (six months to 30 September 2017: £0.8m) comprising interest receivable from Places for People Homes Limited. During the period the company reported a loss of £3k (loss for the six months to 30 September 2017: £4k) before taxation. This is in line with the company's role as a special purpose funding vehicle which does not seek to generate significant financial returns.

As the company's activities are limited to the raising of finance for the Places for People Group and its subsidiary undertakings, its administrative services were provided by Places for People Group Limited. On this basis there is no significant information to report regarding environmental matters, the company's employees, social and community issues or other contractual issues.

Principal risks and uncertainties

As the company on lends all of its proceeds from capital market transactions to Places for People Homes Limited, the main risk facing the company is that it is entirely dependent on Places for People Homes Limited to fulfil its obligation under the terms of its loan note.

Places for People Homes Limited has a strong investor credit rating issued by Moody's Investors Service of BAA1 and as such it is considered that the risk of Places for People Homes Limited failing to meet its obligations under the terms of the loan for monies borrowed from Places for People Capital Markets PLC is low.

There are no expected changes to these principal risks and uncertainties for the remaining six months of the year.

Responsibility statements of the directors in respect of the interim financial report

We confirm that to the best of our knowledge:

- the condensed set of financial statements, which have been prepared in accordance with the applicable set of accounting standards, gives a true and fair view of the assets, liabilities, financial position and profit or loss of the company.
- the interim management report includes a fair review of the information required by:
 - a) DTR 4.2.7R of the Disclosure and Transparency rules, being an indication of important events that have occurred during the first six months of the financial year and their impact on the condensed set of financial statements; and a description of the principal risks and uncertainties for the remaining six months of the year; and
 - b) DTR 4.2.8R of the Disclosure and Transparency rules, being Related Party transactions that have taken place in the first six months of the current financial year and that have materially affected the financial position or performance of the company during the period.



A Winstanley
Director
30 November 2018

Places for People Capital Markets PLC
Unaudited Condensed Statement of Comprehensive Income
For the six months ending 30 September 2018

		Six months ending 30 September 2018 Unaudited £'000	Six months ending 30 September 2017 Unaudited £'000	Year ending 31 March 2018 Audited £'000
	Notes			
Turnover	2	471	759	2,201
Cost of sales	3	(470)	(759)	(2,201)
Operating costs		(5)	(5)	(9)
Loss on ordinary activities before taxation		(4)	(5)	(9)
Taxation	5	1	1	2
Loss on ordinary activities after taxation		(3)	(4)	(7)

The accompanying notes form an integral part of these unaudited condensed interim financial statements.

Places for People Capital Markets PLC
Unaudited Condensed Statement of Financial Position
As at 30 September 2018

		30 September 2018 Unaudited £'000	30 September 2017 Unaudited £'000	31 March 2018 Audited £'000
Non current assets				
Debtors : amounts falling due after more than one year	6	46,939	45,153	46,718
Current assets				
Debtors : amounts falling due within one year	7	79	424	68
Cash at bank and in hand		138	142	137
		217	566	205
Creditors: amounts falling due within one year	8	(82)	(424)	(67)
Net current assets		135	142	138
Total assets less current liabilities		47,074	45,295	46,856
Creditors: amounts falling due after more than one year				
	9	46,939	45,154	46,718
Capital and reserves				
Called up share capital	10	50	50	50
Profit and loss reserve		85	91	88
Total capital and reserves		135	141	138
		47,074	45,295	46,856

The accompanying notes form an integral part of these unaudited condensed interim financial statements.

The unaudited condensed interim financial statements on pages 4 to 10 were approved by the Board of Directors and signed on its behalf by:



A Winstanley
Director
30 November 2018

Places for People Capital Markets PLC
Unaudited Condensed Statement of Changes in Reserves
For the six months ending 30 September 2018

	Profit and loss reserve £'000
Balance at 1 April 2018	88
Loss for the year	(3)
Balance at 30 September 2018	85

Places for People Capital Markets PLC
Notes to the Unaudited Condensed Interim Financial Statements
For the six months ending 30 September 2018

1. ACCOUNTING POLICIES

Basis of preparation

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

Basis of accounting

After making enquiries, the Board has reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the company's financial statements.

A statement of cash flows has not been prepared as the company is a wholly owned subsidiary of Places for People Group Limited, which has prepared a consolidated statement of cash flows, complying with FRS 102 section 1.12.

Significant estimates and critical judgements

Judgement and estimates that management has made in applying the above accounting regulations are included in the relevant accounting policies.

Turnover

Turnover in the period represents interest receivable on amounts loaned to a related undertaking and fees relating to the costs of raising the finance for the loans charged to that related undertaking. All turnover arose in the United Kingdom.

Financial Instruments

The company has chosen to apply the recognition and measurement provisions of IAS 39 Financial Instruments: Recognition and Measurement (as adopted for use in the EU), the disclosure requirements of Sections 11 and 12 and the presentation requirements, as appropriate, permitted by paragraphs 11.2(b) and 12.2(b) of FRS 102 in relation to recognising, derecognising, measuring and disclosing financial instruments.

Financial instruments are initially recorded at fair value. Subsequent measurement depends on the designation of the instrument as follows:

- Loans receivable are categorised as loans and receivables and measured at amortised cost using the effective interest method.
- Other assets, including trade investments and joint venture investments and assets that are short term in nature such as cash and receivables are predominantly categorised as loans and receivables.
- Financial liabilities are predominantly measured at amortised cost using the effective interest method.
- Discounted bonds are shown at their redemption value less deferred interest. Deferred interest represents the discount on the issue of the discounted bonds, and discounts are recognised in the statement of comprehensive income on an effective yield basis.

The company assesses financial assets for impairment at the balance sheet date. Impairment losses are recognised in the statement of comprehensive income.

Places for People Capital Markets PLC
Notes to the Unaudited Condensed Interim Financial Statements
For the six months ending 30 September 2018

1. ACCOUNTING POLICIES (continued)

Financial assets (including debtors) - impairment

A financial asset not carried at fair value through income and expense is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate. Interest on the impaired asset continues to be recognised through the unwinding of the discount. When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through the statement of comprehensive income.

2. TURNOVER	Six months ending 30 September 2018 £'000 Unaudited	Six months ending 30 September 2017 £'000 Unaudited	Year ending 31 March 2018 £'000 Audited
Interest receivable	<u>471</u>	<u>759</u>	<u>2,201</u>

All interest receivable relates to financial assets not held at fair value through the statement of comprehensive income.

3. COST OF SALES

	Six months ending 30 September 2018 £'000 Unaudited	Six months ending 30 September 2017 £'000 Unaudited	Year ending 31 March 2018 £'000 Audited
Interest on bank loans and overdrafts	<u>(470)</u>	<u>(759)</u>	<u>(2,201)</u>

All interest payable relates to financial liabilities not held at fair value through statement of comprehensive income.

4. DIRECTORS' EMOLUMENTS

The directors emoluments during the year were met by Places for People Group Limited. They do not receive remuneration for their duties as directors of the company.

Places for People Capital Markets PLC
Notes to the Unaudited Condensed Interim Financial Statements
For the six months ending 30 September 2018

5. TAX ON LOSS ON ORDINARY ACTIVITIES	30 September 2018 £'000 Unaudited	30 September 2017 £'000 Unaudited	31 March 2018 £'000 Audited
(a) Analysis of charge in period			
Current tax			
Group relief	(1)	(1)	(2)
Tax on loss on ordinary activities	<u>(1)</u>	<u>(1)</u>	<u>(2)</u>
(b) Factors affecting the tax charge for the period			
The tax assessed is the same as the standard rate of corporation tax in the UK of 19%			
Loss on ordinary activities before tax	<u>(4)</u>	<u>(5)</u>	<u>(9)</u>
Loss on ordinary activities before tax multiplied by the standard rate of corporation tax of 19% (2017: 19%)	<u>(1)</u>	<u>(1)</u>	<u>(2)</u>
6. DEBTORS - amounts falling due after more than one year	30 September 2018 £'000 Unaudited	30 September 2017 £'000 Unaudited	31 March 2018 £'000 Audited
Amounts due from related undertaking	<u>46,939</u>	<u>45,153</u>	<u>46,718</u>
7. DEBTORS - amounts falling due within one year	30 September 2018 £'000 Unaudited	30 September 2017 £'000 Unaudited	31 March 2018 £'000 Audited
Amounts due from related undertaking	76	422	66
Corporation tax debtor	3	2	2
	<u>79</u>	<u>424</u>	<u>68</u>

Places for People Capital Markets PLC
Notes to the Unaudited Condensed Interim Financial Statements
For the six months ending 30 September 2018

8. CREDITORS - amounts falling due within one year	30 September 2018 £'000 Unaudited	30 September 2017 £'000 Unaudited	31 March 2018 £'000 Audited
Interest accruals	80	419	65
Other accruals	2	5	2
	<u>82</u>	<u>424</u>	<u>67</u>
9. CREDITORS: amounts falling due after one year	30 September 2018 £'000 Unaudited	30 September 2017 £'000 Unaudited	31 March 2018 £'000 Audited
Retail bonds	<u>46,939</u>	<u>45,153</u>	<u>46,718</u>
Retail bonds are repayable as follows:-			
In two years or more but less than five years	46,939	45,153	46,718
In more than five years, not by installments	-	-	-
	<u>46,939</u>	<u>45,153</u>	<u>46,718</u>

The £40m retail bond bears an interest rate of RPI plus 1% and is repayable by January 2022.

10. SHARE CAPITAL	30 September 2018 £'000 Unaudited	30 September 2017 £'000 Unaudited	31 March 2018 £'000 Audited
Authorised, allotted, issues and fully paid up			
Ordinary shares of £1 each	<u>50</u>	<u>50</u>	<u>50</u>

11. RELATED PARTY TRANSACTIONS

The only related party transactions during the year are those with the company's fellow Group subsidiary undertaking, Places for People Homes Limited.

Places for People Capital Markets PLC is a wholly owned subsidiary of Places for People Group Limited.