

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016**

**FOR**

**ADL LEASED HOMES LTD**

**THURSDAY**



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COMPANIES HOUSE

ADL LEASED HOMES LTD (REGISTERED NUMBER: 02522031)

**CONTENTS OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016**

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	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Balance Sheet</b>	<b>2</b>
<b>Notes to the Financial Statements</b>	<b>3</b>

**ADL LEASED HOMES LTD**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 MARCH 2016**

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<b>DIRECTORS:</b>	W J Davies Managing director Mrs P L Jackson
<b>SECRETARY:</b>	W J Davies Managing director
<b>REGISTERED OFFICE:</b>	c/o Cox Costello & Horne Langwood House 63-81 High Street Rickmansworth Hertfordshire WD3 1EQ
<b>REGISTERED NUMBER:</b>	02522031 (England and Wales)
<b>SENIOR STATUTORY AUDITOR:</b>	Michael F Cox BSC FCA
<b>AUDITORS:</b>	Cox Costello & Horne Limited Chartered Accountants and Statutory Auditors Langwood House 63-81 High Street Rickmansworth Hertfordshire WD3 1EQ

BALANCE SHEET  
31 MARCH 2016

		31.3.16		31.3.15 as restated	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	4		602,330		640,489
<b>CURRENT ASSETS</b>					
Stocks		3,000		3,000	
Debtors: amounts falling due within one year	5	666,379		371,562	
Cash at bank and in hand		98,662		270,089	
		<u>768,041</u>		<u>644,651</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	6	411,357		366,816	
<b>NET CURRENT ASSETS</b>			<u>356,684</u>		<u>277,835</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>959,014</u>		<u>918,324</u>
<b>PROVISIONS FOR LIABILITIES</b>			<u>117,712</u>		<u>122,508</u>
<b>NET ASSETS</b>			<u><u>841,302</u></u>		<u><u>795,816</u></u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital			51,000		51,000
Revaluation reserve	7		436,511		436,431
Retained earnings			353,791		308,385
<b>SHAREHOLDERS' FUNDS</b>			<u><u>841,302</u></u>		<u><u>795,816</u></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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 30 September 2016 and were signed on its behalf by:



W J Davies Managing director - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2016**

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**1. STATUTORY INFORMATION**

ADL Leased Homes Ltd is a private company, limited by shares, 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**

These financial statements have been prepared in accordance with applicable United Kingdom accounting standards, including Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' ('FRS 102'), and with the Companies Act 2006. The financial statements have been prepared on the historical cost basis. The company has early adopted FRS 102 Section 1A in accordance with the requirements in section 1.15 of FRS 102.

All transactions and balances are stated in Sterling.

**Reconciliation with previously Generally Accepted Accounting Practice (GAAP)**

These financial statements for the year ended 31 March 2016 are the first financial statements that comply with FRS 102 Section 1A small entities. In preparing these accounts the directors have considered whether in applying the accounting policies required by FRS 102 restatement of comparative items were required. The transition date was 1 April 2014.

The nature of these changes and their impact on the comparative period are explained in the reconciliations of equity and reconciliation of profit.

**Going concern**

The company is expected to continue to generate positive cash flows for the foreseeable future and for not less than 12 months from the date of this report. On the basis of their assessment of the company's financial position, the directors have a reasonable expectation that the company will be able to continue in operational existence for the foreseeable future which is not less than 12 months from the date of approving these financial statements. Financial resources include the support provided by the parent entity, ADL plc. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

**Related party exemption**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

**Significant judgements and estimates**

In preparing these financial statements, the company has made judgements, estimates and assumptions that effect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognised prospectively.

**Turnover**

Turnover represents the fair value of consideration receivable in the ordinary course of business for goods and services provided.

Revenue from residents of the care homes is recognised as earned, through the provision contracted services.

Turnover wholly arises within the United Kingdom.

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2016

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2. ACCOUNTING POLICIES - continued

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Short leasehold	- in accordance with the property
Fixtures and fittings	- 25% on cost

Tangible fixed assets, are initially measured at historic cost and subsequently carried at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring an asset into its intended working condition are included in the measurement of cost. The cost of properties is their purchase price together with the cost of improvement works.

**Impairment of assets**

At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carry amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Deferred tax**

Provision is made on the liability method for all taxation deferred in respect of timing differences to the extent that, in the opinion of the directors, a liability is likely to crystallise in the foreseeable future.

**Basic financial instruments**

a) Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

b) Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

c) Cash at bank and in hand

Cash and cash equivalents comprise cash balances and call deposits and petty cash.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension costs represents contributions payable under the scheme by the company to the fund. The company has no liability under the scheme other than for the payment of those contributions.

Contributions outstanding at the balance sheet date amounted to £Nil (2015 - £Nil).

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 72.

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2016

## 4. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
<b>COST</b>			
At 1 April 2015	568,500	159,414	727,914
Additions	-	18,339	18,339
At 31 March 2016	568,500	177,753	746,253
<b>DEPRECIATION</b>			
At 1 April 2015	11,990	75,435	87,425
Charge for year	11,990	44,508	56,498
At 31 March 2016	23,980	119,943	143,923
<b>NET BOOK VALUE</b>			
At 31 March 2016	544,520	57,810	602,330
At 31 March 2015	556,510	83,979	640,489

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

	31.3.16 £	31.3.15 as restated £
Trade debtors	166,243	116,780
Amounts owed by group undertaking	478,582	240,390
Other debtors	21,554	14,392
	<u>666,379</u>	<u>371,562</u>

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

	31.3.16 £	31.3.15 as restated £
Trade creditors	55,490	33,064
Taxation and social security	31,727	36,551
Other creditors	324,140	297,201
	<u>411,357</u>	<u>366,816</u>

## 7. RESERVES

	Revaluation reserve £
At 1 April 2015	436,431
Deferred tax	80
At 31 March 2016	<u>436,511</u>

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

The Report of the Auditors was unqualified.

Michael F Cox BSC FCA (Senior Statutory Auditor)  
for and on behalf of Cox Costello & Horne Limited

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2016

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9. **CONTINGENT LIABILITIES**

The group's bank loans, as held by ADL plc, are secured by legal mortgages, and fixed and floating charges over the group's assets, being the group's properties, book debts, plant and machinery and other assets and the business undertakings. The company has guaranteed these borrowings. The extent of the group's liability at 31 March 2016 was £9,858,206 (2015: £6,244,732). The directors consider it to be highly unlikely that any liability will crystallise for the company as a result of this guarantee.

10. **RELATED PARTY DISCLOSURES**

The company has a partnership agreement with North Lincolnshire Council (Council) to run the care homes of The Willows, Warley House and Cherry Tree. During the year, the company earned the Council a total of £184,087 (2015: £233,543). At the reporting date, the company owed the Council £177,630 (2015: £113,543).

11. **ULTIMATE CONTROLLING PARTY**

The company is a wholly owned subsidiary company of ADL plc (a company incorporated in England and Wales). ADL plc prepares consolidated financial statements and can be obtained from ADL plc's registered office. The directors consider these accounts to be both the smallest and largest group of undertakings for which group accounts are prepared.

At the reporting date, in the directors' opinion, Mr W J Davies was the ultimate controlling party. There has been no change between the reporting date and date of approval of the financial statements.

12. **FIRST YEAR ADOPTION**

**Transitional relief**

On transition to FRS 102, the company has taken advantage of the following transitional relief:

- to use a previous GAAP revaluation as deemed cost on an item of property, plant and equipment.