

COMPANY REGISTRATION NUMBER: 03096460

PROACT MEDICAL LIMITED

UNAUDITED FINANCIAL STATEMENTS

31 August 2019

PROACT MEDICAL LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2019

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The following pages do not form part of the financial statements

Chartered accountants report to the board of directors on the preparation of the unaudited statutory financial statements

PROACT MEDICAL LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

THE BOARD OF DIRECTORS

Mr N Manners

Mr C A Lawes

Mr K Cross

Mr P Sharman

Mr J A Loasby

COMPANY SECRETARY

Mrs T A Manners

REGISTERED OFFICE

9-13 Oakley Hay Lodge

Great Folds Road

Corby

Northamptonshire

NN18 9AS

ACCOUNTANTS

Meadows & Co Limited

Chartered Accountants

Headlands House

1 Kings Court

Kettering Parkway

Kettering

NN15 6WJ

PROACT MEDICAL LIMITED

DIRECTORS' REPORT

YEAR ENDED 31 AUGUST 2019

The directors present their report and the unaudited financial statements of the company for the year ended 31 August 2019 .

DIRECTORS

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

Mr N Manners

Mr C A Lawes

Mr K Cross

Mr P Sharman

Mr J A Loasby

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

This report was approved by the board of directors on 11 February 2020 and signed on behalf of the board by:

Mr N Manners

Director

Registered office:

9-13 Oakley Hay Lodge

Great Folds Road

Corby

Northamptonshire

NN18 9AS

PROACT MEDICAL LIMITED

STATEMENT OF INCOME AND RETAINED EARNINGS

YEAR ENDED 31 AUGUST 2019

		2019	2018
	Note	£	£
TURNOVER		9,192,767	8,641,277
Cost of sales		6,116,914	5,691,630
		-----	-----
GROSS PROFIT		3,075,853	2,949,647
Administrative expenses		1,913,087	1,770,939
		-----	-----
OPERATING PROFIT		1,162,766	1,178,708
Other interest receivable and similar income		1,734	28
Interest payable and similar expenses		—	2,541
		-----	-----
PROFIT BEFORE TAXATION	5	1,164,500	1,176,195
Tax on profit		221,442	223,557
		-----	-----
PROFIT FOR THE FINANCIAL YEAR AND TOTAL COMPREHENSIVE INCOME		943,058	952,638
		-----	-----
Dividends paid and payable		(554,960)	(454,960)
RETAINED EARNINGS AT THE START OF THE YEAR		3,522,630	3,024,952
		-----	-----
RETAINED EARNINGS AT THE END OF THE YEAR		3,910,728	3,522,630
		-----	-----

All the activities of the company are from continuing operations.

PROACT MEDICAL LIMITED**STATEMENT OF FINANCIAL POSITION****31 August 2019**

		2019	2018
	Note	£	£
FIXED ASSETS			
Intangible assets	6	6,458	6,458
Tangible assets	7	33,062	29,026
		39,520	35,484
CURRENT ASSETS			
Stocks		3,014,208	1,970,626
Debtors	8	1,940,399	1,568,711
Cash at bank and in hand		180,222	856,827
		5,134,829	4,396,164
CREDITORS: amounts falling due within one year	9	1,257,239	903,404
NET CURRENT ASSETS		3,877,590	3,492,760
TOTAL ASSETS LESS CURRENT LIABILITIES		3,917,110	3,528,244
PROVISIONS		6,282	5,514
NET ASSETS		3,910,828	3,522,730
CAPITAL AND RESERVES			
Called up share capital fully paid		100	100
Profit and loss account		3,910,728	3,522,630
SHAREHOLDERS FUNDS		3,910,828	3,522,730

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

For the year ending 31 August 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476 ;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements .

PROACT MEDICAL LIMITED

STATEMENT OF FINANCIAL POSITION *(continued)*

31 August 2019

These financial statements were approved by the board of directors and authorised for issue on 11 February 2020 ,
and are signed on behalf of the board by:

Mr N Manners

Director

Company registration number: 03096460

PROACT MEDICAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2019

1. GENERAL INFORMATION

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 9-13 Oakley Hay Lodge, Great Folds Road, Corby, Northamptonshire, NN18 9AS.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

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

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax. Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively. Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Goodwill

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business. Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. It is amortised on a straight-line basis over its useful life. Where a reliable estimate of the useful life of goodwill or intangible assets cannot be made, the life is presumed not to exceed ten years.

Intangible assets

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses. Any intangible assets carried at revalued amounts, are recorded at the fair value at the date of revaluation, as determined by reference to an active market, less any subsequent accumulated amortisation and subsequent accumulated impairment losses. Intangible assets acquired as part of a business combination are recorded at the fair value at the acquisition date.

Amortisation

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

Goodwill	-	10% straight line
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If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Research and development

Research expenditure is written off in the period in which it is incurred. Development expenditure incurred is capitalised as an intangible asset only when all of the following criteria are met: - It is technically feasible to complete the intangible asset so that it will be available for use or sale; - There is the intention to complete the intangible asset and use or sell it; - There is the ability to use or sell the intangible asset; - The use or sale of the intangible asset will generate probable future economic benefits; - There are adequate technical, financial and other resources available to complete the development and to use or sell the intangible asset; and - The expenditure attributable to the intangible asset during its development can be measured reliably. Expenditure that does not meet the above criteria is expensed as incurred.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible 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.

Depreciation

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

Computer Equipment	-	25% reducing balance
Fixtures, Fittings & Plant	-	25% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date. For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense. Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

Financial instruments

Basic financial instruments are recognised at amortised cost, except for investments in non-convertible preference and non-puttable ordinary shares which are measured at fair value, with changes recognised in profit and loss. Derivative financial instruments are initially recorded at cost and thereafter at fair value with changes recognised in profit and loss.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund. When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

4. EMPLOYEE NUMBERS

The average number of persons employed by the company during the year amounted to 52 (2018: 48).

5. PROFIT BEFORE TAXATION

Profit before taxation is stated after charging:

	2019	2018
	£	£
Depreciation of tangible assets	9,302	8,795
	-----	-----

6. INTANGIBLE ASSETS

	Goodwill	Development costs	Total
	£	£	£
Cost			
At 1 September 2018 and 31 August 2019	40,000	6,458	46,458
	-----	-----	-----
Amortisation			
At 1 September 2018 and 31 August 2019	40,000	—	40,000
	-----	-----	-----
Carrying amount			
At 31 August 2019	—	6,458	6,458
	-----	-----	-----
At 31 August 2018	—	6,458	6,458
	-----	-----	-----

7. TANGIBLE ASSETS

	Plant and machinery £	Fixtures and fittings £	Total £
Cost			
At 1 September 2018	54,883	102,880	157,763
Additions	5,121	8,217	13,338
	-----	-----	-----
At 31 August 2019	60,004	111,097	171,101
	-----	-----	-----
Depreciation			
At 1 September 2018	39,904	88,833	128,737
Charge for the year	4,501	4,801	9,302
	-----	-----	-----
At 31 August 2019	44,405	93,634	138,039
	-----	-----	-----
Carrying amount			
At 31 August 2019	15,599	17,463	33,062
	-----	-----	-----
At 31 August 2018	14,979	14,047	29,026
	-----	-----	-----

8. DEBTORS

	2019 £	2018 £
Trade debtors	1,381,555	1,109,018
Other debtors	558,844	459,693
	-----	-----
	1,940,399	1,568,711
	-----	-----

The debtors above include the following amounts falling due after more than one year:

	2019 £	2018 £
Other debtors	150,000	50,000
	-----	-----

9. CREDITORS: amounts falling due within one year

	2019 £	2018 £
Trade creditors	387,518	333,442
Corporation tax	59,102	224,266
Social security and other taxes	37,445	97,581
Other creditors	773,174	248,115
	-----	-----
	1,257,239	903,404
	-----	-----

10. OPERATING LEASES

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

	2019 £	2018 £
Later than 1 year and not later than 5 years	139,301	235,086
Later than 5 years	379,667	433,267
	-----	-----
	518,968	668,353
	-----	-----

The above commitment includes an average annual rental of £53,600 in respect of the lease of land and buildings, which is due to expire on 1 October 2026. It also includes an average annual rental of £91,200, which is due to

expire in January 2021.

11. RELATED PARTY TRANSACTIONS

The directors have advanced funds to the company. At the year end the amount owed by the company was £ 244,398 (2018 £ 188,511).

PROACT MEDICAL LIMITED

MANAGEMENT INFORMATION

YEAR ENDED 31 AUGUST 2019

The following pages do not form part of the financial statements.

PROACT MEDICAL LIMITED

CHARTERED ACCOUNTANTS REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF PROACT MEDICAL LIMITED

YEAR ENDED 31 AUGUST 2019

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Proact Medical Limited for the year ended 31 August 2019, which comprise the statement of income and retained earnings, statement of financial position and the related notes from the company's accounting records and from information and explanations you have given us. As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at www.icaew.com/en/membership/regulations-standards-and-guidance. This report is made solely to the Board of Directors of Proact Medical Limited, as a body, in accordance with the terms of our engagement letter dated 21 May 2014. Our work has been undertaken solely to prepare for your approval the financial statements of Proact Medical Limited and state those matters that we have agreed to state to you, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF as detailed at www.icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Proact Medical Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Proact Medical Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Proact Medical Limited. You consider that Proact Medical Limited is exempt from the statutory audit requirement for the year. We have not been instructed to carry out an audit or a review of the financial statements of Proact Medical Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Meadows & Co Limited Chartered Accountants

Headlands House 1 Kings Court Kettering Parkway Kettering NN15 6WJ

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.