

**St Philips Care Limited**  
**Filleted Abridged Financial Statements**  
**31 March 2019**



**PLANT & CO LIMITED**

Chartered Accountants & Statutory Auditors  
17 Lichfield Street  
Stone  
Staffordshire  
ST15 8NA

# St Philips Care Limited

## Statement of Financial Position

31 March 2019

	Note	2019 £	£	2018 £
<b>Current assets</b>				
Debtors	5	751,745		377,161
Cash at bank and in hand		<u>14,616</u>		<u>128,775</u>
		766,361		505,936
<b>Creditors: amounts falling due within one year</b>	6	<u>517,876</u>		<u>842,784</u>
<b>Net current assets/(liabilities)</b>			<b>248,485</b>	<b>(336,848)</b>
<b>Total assets less current liabilities</b>			<b>248,485</b>	<b>(336,848)</b>
<b>Net assets/(liabilities)</b>			<b><u>248,485</u></b>	<b><u>(336,848)</u></b>
<b>Capital and reserves</b>				
Called up share capital			150	150
Profit and loss account			<u>248,335</u>	<u>(336,998)</u>
<b>Shareholder funds/(deficit)</b>			<b><u>248,485</u></b>	<b><u>(336,848)</u></b>

These abridged financial statements have been prepared and delivered 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'.

In accordance with section 444 of the Companies Act 2006, the abridged statement of income and retained earnings has not been delivered.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of abridged financial statements.

All of the members have consented to the preparation of the abridged statement of income and retained earnings for the year ending 31 March 2019 in accordance with Section 444(2A) of the Companies Act 2006.

These abridged financial statements were approved by the board of directors and authorised for issue on 23 December 2019, and are signed on behalf of the board by:

  
Mr. G M Hartland FCCA  
Director

Company registration number: 03298131

The notes on pages 2 to 6 form part of these abridged financial statements.

# **St Philips Care Limited**

## **Notes to the Abridged Financial Statements**

**Year ended 31 March 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 17 Lichfield Street, Stone, Staffordshire ST15 8NA. The company runs its business from Bridge House, 57 High Street, Wednesfield, Wolverhampton WV11 1ST.

### **2. Statement of compliance**

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

#### **Cash and cash equivalents**

Cash and cash equivalents are basic financial assets and include cash in hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Trade debtors**

Trade debtors are amounts due from customers for services performed in the normal course of business.

Trade debtors are recognised initially at transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for impairment of trade debtors is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables.

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the normal course of business from suppliers. Accounts payable are classified as current liabilities if the Company does not have an unconditional right, at the year end, to defer settlement of the creditor for at least twelve months after the year end. If there is an unconditional right to defer settlement for at least twelve months after the year end, they are presented as non-current liabilities.

Trade creditors are recognised initially at transaction price. They are subsequently measured at amortised cost using the effective interest method.

# **St Philips Care Limited**

## **Notes to the Abridged Financial Statements** *(continued)*

**Year ended 31 March 2019**

### **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. The items in the financial statements where these judgements and estimates have been noted below:

The directors have considered the repayment terms of the amounts owed to/by it by other group companies and believe that it should be treated in the accounts as due for repayment within 12 months. This is based on the terms of the loan, which are that the sums are repayable on demand. As the loans are interest free and repayable within twelve months the directors have not therefore needed to consider the net present value of future cash flows of the loans. The carrying amount is £nil (2018 £519,133 (owed by)).

The directors make an estimate of the recoverable amount owed by debtors. When assessing impairment of debtors, the directors assess the ageing of the debt and historical experience. The directors do not believe that an impairment reserve is appropriate at the year end (2018 £nil).

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**

The Company recognises turnover when it can be reliably measured, when it is probable that future economic benefits will flow to the entity and when specific criteria have been met for Company's activity. The Company provides care home services and recognises turnover when the service has been delivered to the residents. The Company bases its estimate of return on historical results, taking into consideration the type of customer and the conditions of the service level agreement.

Revenue from the rendering of services is measured by reference to the stage of completion of the service transaction at the end of the reporting period provided that the outcome can be reliably estimated. When the outcome cannot be reliably estimated, revenue is recognised only to the extent that expenses recognised are recoverable.

### **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.

# St Philips Care Limited

## Notes to the Abridged Financial Statements *(continued)*

Year ended 31 March 2019

### 3. Accounting policies *(continued)*

#### Financial instruments

##### Classification

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities. Where shares are issued, any component that creates a financial liability of the Company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

##### Recognition and measurement

The company applies the recognition and measurement principles as set out by FRS102.

Except for loans with other group companies, such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking into account impairment adjustments.

Loans with other group companies are measured at transaction price, including transaction costs.

### 4. Tax on profit/(loss)

#### Major components of tax expense

	2019 £	2018 £
<b>Current tax:</b>		
UK current tax expense	88,371	—
<b>Tax on profit/(loss)</b>	<u>88,371</u>	<u>—</u>

# St Philips Care Limited

## Notes to the Abridged Financial Statements *(continued)*

### Year ended 31 March 2019

#### 4. Tax on profit/(loss) *(continued)*

##### Reconciliation of tax expense

The tax assessed on the profit/(loss) on ordinary activities for the year is lower than (2018: higher than) the standard rate of corporation tax in the UK of 19% (2018: 19%).

	2019 £	2018 £
Profit/(loss) on ordinary activities before taxation	<b>673,704</b>	(693,949)
Profit/(loss) on ordinary activities by rate of tax	<b>128,003</b>	(131,850)
Effect of expenses not deductible for tax purposes	<b>(39,632)</b>	226,030
Group losses surrendered	–	(94,180)
Tax on profit/(loss)	<b>88,371</b>	–

##### Factors that may affect future tax expense

There are no factors affecting future tax charges.

#### 5. Debtors

	2019 £	2018 £
Trade debtors	<b>602,311</b>	377,161
Other debtors	<b>149,434</b>	–
	<b>751,745</b>	377,161

#### 6. Creditors: amounts falling due within one year

	2019 £	2018 £
Trade creditors	<b>347,648</b>	244,405
Amounts owed to group undertakings and undertakings in which the company has a participating interest	–	519,133
Corporation tax	<b>142,658</b>	54,287
Other creditors	<b>27,570</b>	24,959
	<b>517,876</b>	842,784

#### 7. Contingencies

The company entered into a debenture dated 17 June 2016 with Clydesdale Bank PLC (trading as both Clydesdale Bank and Yorkshire Bank). The debenture contains both fixed and floating charges and is in relation to loan facilities provided to another group company, St James Investment Assets Limited. The balance of that loan at the year end was £28.625m (2018 £30.25m).

# **St Philips Care Limited**

## **Notes to the Abridged Financial Statements** *(continued)*

**Year ended 31 March 2019**

### **8. Events after the end of the reporting period**

There were no material events up to 26 September 2019, the date of approval of the financial statements by the Board.

### **9. Summary audit opinion**

The auditor's report for the year dated 23 December 2019 was unqualified.

The senior statutory auditor was Peter Plant BA FCA, for and on behalf of Plant & Co Limited.

### **10. Related party transactions**

During the period, the company was under the ultimate control of the directors by virtue of their ability to act in concert in the respect of the operating and financial policies of the company.

The company is associated with other companies through the common directorship and control of Mr. G M Hartland FCCA and Mrs. K A Hartland ACCA.

The company has used the exemption granted under FRS 102 section 33.1A, being that related party disclosures do not need to be given of transactions entered into between two or more members of a group, provided that any subsidiary which is party to the transaction is wholly owned by such a member.

### **11. Controlling party**

The company is a wholly owned subsidiary of Bilbrook Limited, a company registered in Jersey, Channel Islands. Bilbrook Limited is wholly owned by The Bilbrook Trust, a trust based in Jersey, Channel Islands.