

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2020
FOR
VERITY MEDICAL LIMITED**

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2020**

| | Page |
|--|-------------|
| Company Information | 1 |
| Balance Sheet | 2 |
| Notes to the Financial Statements | 4 |

VERITY MEDICAL LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31ST MARCH 2020**

DIRECTORS:

Mr N C Verity
Mr R J Reynolds-Hale

REGISTERED OFFICE:

Unit 7, The Barn Upper Slackstead Farm
Farley Lane
Braishfield
Romsey
Hampshire
SO51 0QL

REGISTERED NUMBER:

03515848 (England and Wales)

BALANCE SHEET
31ST MARCH 2020

| | Notes | 2020 £ | £ | 2019 £ | £ |
|--|-------|----------------|------------------|----------------|------------------|
| FIXED ASSETS | | | | | |
| Intangible assets | 4 | | - | | 18,531 |
| Tangible assets | 5 | | 72,196 | | 104,652 |
| Investments | 6 | | 89 | | - |
| | | | <u>72,285</u> | | <u>123,183</u> |
| CURRENT ASSETS | | | | | |
| Stocks | | 600,423 | | 581,817 | |
| Debtors | 7 | 796,876 | | 508,752 | |
| Cash at bank and in hand | | <u>380,292</u> | | <u>567,102</u> | |
| | | 1,777,591 | | 1,657,671 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 8 | <u>211,085</u> | | <u>190,258</u> | |
| NET CURRENT ASSETS | | | <u>1,566,506</u> | | <u>1,467,413</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 1,638,791 | | 1,590,596 |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 9 | | - | | 9,458 |
| NET ASSETS | | | <u>1,638,791</u> | | <u>1,581,138</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | | | 53,556 | | 53,556 |
| Share premium | | | 96,251 | | 96,251 |
| Retained earnings | | | <u>1,488,984</u> | | <u>1,431,331</u> |
| SHAREHOLDERS' FUNDS | | | <u>1,638,791</u> | | <u>1,581,138</u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st March 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

BALANCE SHEET - continued
31ST MARCH 2020

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

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 and authorised for issue on 16th October 2020 and were signed on its behalf by:

Mr N C Verity - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2020**

1. STATUTORY INFORMATION

Verity Medical Limited 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 Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are presented in £ sterling which is the functional currency of the company and rounded to the nearest £.

Turnover

Turnover represents the revenue generated by the company's operating activities, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2015, is being amortised evenly over its estimated useful life of five years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

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

| | |
|-----------------------|---------------------------|
| Plant and machinery | - 15% on cost |
| Fixtures and fittings | - 25% on reducing balance |
| Motor vehicles | - 25% on cost |
| Computer equipment | - 15% on cost |

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Stocks

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

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2020

2. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Property, plant and equipment acquired under finance leases or hire purchase contracts are capitalised and depreciated in the same manner as other tangible fixed assets. The related obligations, net future finance charges, are included in creditors.

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 23 (2019 - 27) .

4. INTANGIBLE FIXED ASSETS

| | Goodwill £ |
|-----------------------|---------------|
| COST | |
| At 1st April 2019 | |
| and 31st March 2020 | <u>92,656</u> |
| AMORTISATION | |
| At 1st April 2019 | 74,125 |
| Charge for year | <u>18,531</u> |
| At 31st March 2020 | <u>92,656</u> |
| NET BOOK VALUE | |
| At 31st March 2020 | <u>-</u> |
| At 31st March 2019 | <u>18,531</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2020

5. TANGIBLE FIXED ASSETS

| | Plant and machinery etc £ |
|-----------------------|------------------------------------|
| COST | |
| At 1st April 2019 | 366,965 |
| Additions | 8,240 |
| At 31st March 2020 | <u>375,205</u> |
| DEPRECIATION | |
| At 1st April 2019 | 262,313 |
| Charge for year | 40,696 |
| At 31st March 2020 | <u>303,009</u> |
| NET BOOK VALUE | |
| At 31st March 2020 | <u>72,196</u> |
| At 31st March 2019 | <u>104,652</u> |

6. FIXED ASSET INVESTMENTS

| | Shares in group undertakings £ |
|-----------------------|---|
| COST | |
| Additions | 89 |
| At 31st March 2020 | <u>89</u> |
| NET BOOK VALUE | |
| At 31st March 2020 | <u>89</u> |

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2020 £ | 2019 £ |
|------------------------------------|----------------|----------------|
| Trade debtors | 325,431 | 380,511 |
| Amounts owed by group undertakings | 443,855 | - |
| Other debtors | 27,590 | 128,241 |
| | <u>796,876</u> | <u>508,752</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2020

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2020 | 2019 |
|------------------------------|----------------|----------------|
| | £ | £ |
| Bank loans and overdrafts | 9,458 | 13,416 |
| Trade creditors | 151,575 | 126,224 |
| Taxation and social security | 11,531 | 12,730 |
| Other creditors | 38,521 | 37,888 |
| | <u>211,085</u> | <u>190,258</u> |

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

| | 2020 | 2019 |
|------------|----------|--------------|
| | £ | £ |
| Bank loans | <u>-</u> | <u>9,458</u> |

10. RELATED PARTY DISCLOSURES

The company has one subsidiary company, Verity Medical Limited, which is a company incorporated and registered in Ireland.

Balances and transactions are as follows:

| | 2020 | 2019 |
|--------------------------------|---------|------|
| £ | | |
| Balance owed by the subsidiary | 443,855 | Nil |
| Sales to the subsidiary | Nil | Nil |
| Purchases from the subsidiary | Nil | Nil |

Interest is charged at 2.5% per annum after the first anniversary of the commencement of the loan.

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.