

Clarence House Day Nurseries Ltd

Unaudited Filleted Abridged Financial Statements
for the Year Ended 31 March 2023

AIMS Accountants for Business
Mark Ellis FCA
134 High Street
Offord Cluny
St Neots
Cambridgeshire
PE19 5RQ

Clarence House Day Nurseries Ltd

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Clarence House Day Nurseries Ltd

Company Information

Directors	Mr MA Wilsher Mrs E Wilsher
Registered office	19 The Causeway Godmanchester Huntingdon Cambridgeshire PE29 2HA
Accountants	AIMS Accountants for Business Mark Ellis FCA 134 High Street Offord Cluny St Neots Cambridgeshire PE19 5RQ

Clarence House Day Nurseries Ltd

(Registration number: 03846861)

Abridged Balance Sheet as at 31 March 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	<u>4</u>	2,055,110	1,927,525
Current assets			
Stocks	<u>5</u>	1,758	1,304
Debtors	<u>6</u>	21,737	19,247
Cash at bank and in hand		50,903	114,270
		<u>74,398</u>	<u>134,821</u>
Creditors: Amounts falling due within one year	<u>7.1</u>	<u>(586,039)</u>	<u>(957,786)</u>
Net current liabilities		<u>(511,641)</u>	<u>(822,965)</u>
Total assets less current liabilities		1,543,469	1,104,560
Creditors: Amounts falling due after more than one year	<u>7.2</u>	<u>(1,813,924)</u>	<u>(1,429,506)</u>
Accruals and deferred income		<u>(40,100)</u>	<u>(33,700)</u>
Net liabilities		<u><u>(310,555)</u></u>	<u><u>(358,646)</u></u>
Capital and reserves			
Called up share capital	<u>8</u>	100	100
Retained earnings		<u>(310,655)</u>	<u>(358,746)</u>
Shareholders' deficit		<u><u>(310,555)</u></u>	<u><u>(358,646)</u></u>

The notes on pages 4 to 12 form an integral part of these abridged financial statements.

Clarence House Day Nurseries Ltd

(Registration number: 03846861)

Abridged Balance Sheet as at 31 March 2023

For the financial year ending 31 March 2023 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 accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

All of the company's members have consented to the preparation of an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime. As permitted by section 444 (5A) of the Companies Act 2006, the directors have not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the Board on 16 November 2023 and signed on its behalf by:

.....

Mr MA Wilsher

Director

Clarence House Day Nurseries Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2023

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

19 The Causeway
Godmanchester
Huntingdon
Cambridgeshire
PE29 2HA

These financial statements were authorised for issue by the Board on 16 November 2023.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These abridged financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

Basis of preparation

These abridged financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Going concern

The financial statements have been prepared on a going concern basis.

Clarence House Day Nurseries Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2023

Changes in accounting policy

The following have been applied for the first time from 1 April 2022 and have had an effect on the financial statements:

Freehold buildings

The directors have reviewed the policy of depreciating buildings and have concluded that it does not reflect normal market conditions for commercial property. As a result no depreciation shall be provided and all the depreciation provided has therefore been reversed in the period.

	Relating to the current period disclosed in these financial statements £	Relating to the prior period disclosed in these financial statements £	Relating to periods before the prior period disclosed in these financial statements £
Depreciation of freehold property	(129,253)	13,087	13,087

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Clarence House Day Nurseries Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2023

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Freehold buildings	No depreciation
Short leasehold property	10% straight line
Vehicles	25% straight line basis
Office equipment	25% straight line basis
Fixtures & fittings	15% reducing balance basis
Plant & machinery	20% straight line basis

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	Written off in period of acquisition

Clarence House Day Nurseries Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2023

Cash and cash equivalents

Cash and cash equivalents comprise cash on 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 merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the 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.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

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

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

Borrowings

Clarence House Day Nurseries Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2023

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the profit and loss account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 101 (2022 - 104).

Clarence House Day Nurseries Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2023

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £
Cost or valuation				
At 1 April 2022	2,075,007	117,208	6,910	2,748
Additions	-	30,000	-	-
Disposals	-	-	(6,910)	-
At 31 March 2023	2,075,007	147,208	-	2,748
Depreciation				
At 1 April 2022	190,896	75,992	6,910	550
Charge for the year	(108,706)	10,682	-	439
Eliminated on disposal	-	-	(6,910)	-
At 31 March 2023	82,190	86,674	-	989
Carrying amount				
At 31 March 2023	1,992,817	60,534	-	1,759
At 31 March 2022	1,884,111	41,216	-	2,198

Clarence House Day Nurseries Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2023

	Total £
Cost or valuation	
At 1 April 2022	2,201,873
Additions	30,000
Disposals	<u>(6,910)</u>
At 31 March 2023	<u>2,224,963</u>
Depreciation	
At 1 April 2022	274,348
Charge for the year	(97,585)
Eliminated on disposal	<u>(6,910)</u>
At 31 March 2023	<u>169,853</u>
Carrying amount	
At 31 March 2023	<u><u>2,055,110</u></u>
At 31 March 2022	<u><u>1,927,525</u></u>

Included within the net book value of land and buildings above is £1,869,531 (2022 - £1,740,278) in respect of freehold land and buildings and £123,285 (2022 - £143,833) in respect of short leasehold land and buildings.

5 Stocks

	2023 £	2022 £
Merchandise	<u>1,758</u>	<u>1,304</u>

6 Debtors

Debtors includes £Nil (2022 - £Nil) due after more than one year.

7 Creditors

Creditors: amounts falling due within one year

Creditors include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured of £100,500 (2022 - £88,501). These loans are secured on the company properties.

Clarence House Day Nurseries Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2023

Creditors: amounts falling due after more than one year

Creditors include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured of £581,005 (2022 - £692,949). These loans are secured on the company properties.

Creditors include bank loans repayable by instalments of £208,306 (2022 - £318,852) due after more than five years. These loans are secured on the company properties.

Creditors include group loans not repayable by instalments of £1,232,919 (2022 - £736,557) due after more than five years.

8 Share capital

Allotted, called up and fully paid shares

	2023		2022	
	No.	£	No.	£
Ordinary Shares of £1 each	100	100	100	100

9 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £258,512 (2022 - £288,388). This is for the rents of properties on leases which are of a long term nature. Those properties which do not have an agreed lease are not included.

10 Related party transactions

Directors' remuneration

The directors' remuneration for the year was as follows:

	2023	2022
	£	£
Remuneration	350,000	400,000

Summary of transactions with parent

The company has provided long term finance and this does not carry any interest.

Expenditure with and payables to related parties

	Parent
2023	£
Rendering of services	84,000

Clarence House Day Nurseries Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2023

	Parent £
2022	
Rendering of services	84,000
Purchase of property or other assets	23,137
	<u>107,137</u>

Loans from related parties

	Parent £	Total £
2023		
At start of period	736,558	736,558
Advanced	728,146	728,146
Repaid	(231,785)	(231,785)
	<u>1,232,919</u>	<u>1,232,919</u>
At end of period		
	<u>736,558</u>	<u>736,558</u>
2022		
At start of period	758,400	758,400
Advanced	107,137	107,137
Repaid	(128,979)	(128,979)
	<u>736,558</u>	<u>736,558</u>
At end of period		
	<u>736,558</u>	<u>736,558</u>

11 Parent and ultimate parent undertaking

The company's immediate parent is Wayfarer Investments International Ltd , incorporated in Guernsey.
The ultimate controlling party is The Wayfarer Trust.

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.