

**REGISTERED NUMBER: 04018940 (England and Wales)**

**Strategic Report, Report of the Directors and**

**Financial Statements**

**for the Year Ended 30 April 2019**

**for**

**Chelston Park Nursing and Residential**  
**Home Limited**

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for the Year Ended 30 April 2019**

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**Chelston Park Nursing and Residential  
Home Limited**

**Company Information  
for the Year Ended 30 April 2019**

**DIRECTORS:**

P C Allistone  
R P Allistone

**SECRETARY:**

R P Allistone

**REGISTERED OFFICE:**

West Buckland Road  
WELLINGTON  
Somerset  
TA21 9PH

**REGISTERED NUMBER:**

04018940 (England and Wales)

**AUDITORS:**

A C Mole & Sons  
Chartered Accountants  
& Statutory Auditor  
Stafford House  
Blackbrook Park Avenue  
Taunton  
Somerset  
TA1 2PX

**Chelston Park Nursing and Residential  
Home Limited (Registered number: 04018940)**

**Strategic Report  
for the Year Ended 30 April 2019**

The directors present their strategic report for the year ended 30 April 2019.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of providing nursing and residential care for the elderly.

**REVIEW OF BUSINESS**

The results of the year and financial position of the company are as shown in the annexed financial statements.

Occupancy levels were strong during 2019, which is reflected in the increased income compared with 2018. There has been a small increase in costs and the overall operating profit has increased by £156,136. Other expenses have increased mainly due to an increase in repairs. The net profit before taxation has increased by £155,894 compared to 2018.

Given the straightforward nature of the business, the company's directors are of the opinion that analysis using KPIs is not necessary for an understanding of the development, performance or position of the company.

The directors recognise the uncertainties arising as a result of the current economic climate and its impact on both personal and local government budgets. Their aim is to continue to provide a high standard of care whilst building a stronger financial base to enable continuing investment in the business. The latest Care Quality Commission inspection report published on 29 December 2017 rated the overall service "Outstanding".

**ON BEHALF OF THE BOARD:**

R P Allistone - Director

29 November 2019

**Report of the Directors**  
**for the Year Ended 30 April 2019**

The directors present their report with the financial statements of the company for the year ended 30 April 2019.

**DIVIDENDS**

An interim dividend of £105,926 per share was paid on 30 April 2019. The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 30 April 2019 will be £ 211,852 .

**FUTURE DEVELOPMENTS**

The company will continue to provide high quality nursing and residential care for the elderly.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 May 2018 to the date of this report.

P C Allistone  
R P Allistone

**FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES**

The directors are responsible for monitoring financial risk. Appropriate policies have been developed and implemented to identify, evaluate and manage the key risks.

- a) Price risk - The company is exposed to price risk as a result of its operations in respect of staff costs. The directors will monitor the situation carefully and take steps where necessary to mitigate this risk.
- b) Credit risk - The directors are well aware of the importance of managing this risk. The company has implemented policies that require appropriate credit checks on potential customers before contracts are entered into. The credit given to customers is subject to limits which are determined and reassessed by the directors.
- c) Liquidity risk - The company has arranged an adequate bank overdraft for its day to day cash flow requirements. Budgets and cash flow projections are prepared and regularly monitored to ensure that the company operates within its overdraft limit.
- d) Interest rate cash flow risk - The company has an overdraft facility which is repayable on demand. The interest charged on the overdraft is at a competitive rate of interest. The company has long term loans repayable in varying periods of upto 15 years, with interest being charged on a fixed rate or a fixed percentage above base rate. The directors have considered the risk of a rise in the base rate and do not think this will have a significant impact on the business.
- e) Economic risk - The company's performance is impacted by the economic environment and the affordability to its patients. The company strives to deliver a very high level of care whilst being competitively priced.

**GOING CONCERN**

The company meets its day-to-day working capital requirements through its bank facilities and borrowings. The company forecasts and projections, taking account of reasonably possible changes in trading conditions, show the company should be able to operate within the level of its current bank facilities and borrowings.

The Directors therefore continue to adopt the going concern basis in preparing the financial statements.

**Report of the Directors**  
**for the Year Ended 30 April 2019**

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**ON BEHALF OF THE BOARD:**

R P Allistone - Director

29 November 2019

**Report of the Independent Auditors to the Members of**  
**Chelston Park Nursing and Residential**  
**Home Limited**

**Opinion**

We have audited the financial statements of Chelston Park Nursing and Residential Home Limited (the 'company') for the year ended 30 April 2019 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 April 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

**Other information**

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

**Report of the Independent Auditors to the Members of**  
**Chelston Park Nursing and Residential**  
**Home Limited**

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of directors**

As explained more fully in the Statement of Directors' Responsibilities set out on page four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

**Auditors' responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

**Use of our report**

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Michael Cook BSc FCA (Senior Statutory Auditor)  
for and on behalf of A C Mole & Sons  
Chartered Accountants  
& Statutory Auditor  
Stafford House  
Blackbrook Park Avenue  
Taunton  
Somerset  
TA1 2PX

23 January 2020



**Chelston Park Nursing and Residential  
Home Limited (Registered number: 04018940)**

**Income Statement  
for the Year Ended 30 April 2019**

	Notes	2019 £	2018 £
<b>TURNOVER</b>		3,686,881	3,376,654
Cost of sales		<u>2,283,860</u>	<u>2,214,514</u>
<b>GROSS PROFIT</b>		1,403,021	1,162,140
Administrative expenses		<u>929,731</u>	<u>844,261</u>
		473,290	317,879
Other operating income		<u>35,373</u>	<u>34,648</u>
<b>OPERATING PROFIT</b>	4	508,663	352,527
Interest payable and similar expenses	5	<u>78,714</u>	<u>78,472</u>
<b>PROFIT BEFORE TAXATION</b>		429,949	274,055
Tax on profit	6	<u>113,285</u>	<u>70,152</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<u>316,664</u>	<u>203,903</u>

The notes form part of these financial statements

**Chelston Park Nursing and Residential  
Home Limited (Registered number: 04018940)**

**Other Comprehensive Income  
for the Year Ended 30 April 2019**

	Notes	2019 £	2018 £
<b>PROFIT FOR THE YEAR</b>		316,664	203,903
<b>OTHER COMPREHENSIVE INCOME</b>			
Deferred tax on property revaluation		-	32,000
Income tax relating to other comprehensive income		-	(20,000)
<b>OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF INCOME TAX</b>		-	12,000
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<u>316,664</u>	<u>63,315</u>
Prior year adjustment			63,315
<b>TOTAL COMPREHENSIVE INCOME SINCE LAST ANNUAL REPORT</b>			<u>279,218</u>

The notes form part of these financial statements

**Chelston Park Nursing and Residential  
Home Limited (Registered number: 04018940)**

**Balance Sheet  
30 April 2019**

	Notes	2019 £	£	2018 £	£
<b>FIXED ASSETS</b>					
Tangible assets	8		5,305,038		5,291,570
<b>CURRENT ASSETS</b>					
Debtors	9	912,380		796,100	
Cash at bank and in hand		<u>53</u>		<u>14,750</u>	
		912,433		810,850	
<b>CREDITORS</b>					
Amounts falling due within one year	10	<u>1,006,233</u>		<u>829,066</u>	
<b>NET CURRENT LIABILITIES</b>			<u>(93,800)</u>		<u>(18,216)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			5,211,238		5,273,354
<b>CREDITORS</b>					
Amounts falling due after more than one year	11		(2,326,568)		(2,528,844)
<b>PROVISIONS FOR LIABILITIES</b>	15		<u>(129,044)</u>		<u>(93,696)</u>
<b>NET ASSETS</b>			<u>2,755,626</u>		<u>2,650,814</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	16		2		2
Revaluation reserve	17		2,210,377		2,278,683
Retained earnings	17		<u>545,247</u>		<u>372,129</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>2,755,626</u>		<u>2,650,814</u>

The financial statements were approved by the Board of Directors on 29 November 2019 and were signed on its behalf by:

R P Allistone - Director

**Chelston Park Nursing and Residential  
Home Limited (Registered number: 04018940)**

**Statement of Changes in Equity  
for the Year Ended 30 April 2019**

	Called up share capital £	Retained earnings £	Revaluation reserve £	Total equity £
<b>Balance at 1 May 2017</b>	2	172,607	2,334,989	2,507,598
Prior year adjustment	-	63,315	-	63,315
As restated	2	235,922	2,334,989	2,570,913
<b>Changes in equity</b>				
Dividends	-	(136,002)	-	(136,002)
Total comprehensive income	-	203,903	12,000	215,903
Transfer	-	68,306	(68,306)	-
<b>Balance at 30 April 2018</b>	2	372,129	2,278,683	2,650,814
<b>Changes in equity</b>				
Dividends	-	(211,852)	-	(211,852)
Total comprehensive income	-	316,664	-	316,664
Transfer	-	68,306	(68,306)	-
<b>Balance at 30 April 2019</b>	2	545,247	2,210,377	2,755,626

The notes form part of these financial statements

**Chelston Park Nursing and Residential**  
**Home Limited (Registered number: 04018940)**

**Cash Flow Statement**  
**for the Year Ended 30 April 2019**

	Notes	2019 £	2018 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	715,589	554,989
Interest paid		(77,075)	(76,793)
Interest element of hire purchase payments paid		(1,639)	(1,679)
Tax paid		(71,996)	(132,243)
Net cash from operating activities		<u>564,879</u>	<u>344,274</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(202,560)	(28,277)
Sale of tangible fixed assets		3,575	-
Net cash from investing activities		<u>(198,985)</u>	<u>(28,277)</u>
<b>Cash flows from financing activities</b>			
New loans in year		120,000	-
Loan repayments in year		(287,235)	(263,523)
Finance lease repayments in year		(13,429)	(9,979)
Amount introduced by directors		-	49,431
Amount withdrawn by directors		(26,137)	-
Equity dividends paid		(211,852)	(136,002)
Net cash from financing activities		<u>(418,653)</u>	<u>(360,073)</u>
<b>Decrease in cash and cash equivalents</b>		<u>(52,759)</u>	<u>(44,076)</u>
<b>Cash and cash equivalents at beginning of year</b>	2	14,750	58,826
<b>Cash and cash equivalents at end of year</b>	2	<u>(38,009)</u>	<u>14,750</u>

The notes form part of these financial statements

**Notes to the Cash Flow Statement  
for the Year Ended 30 April 2019**

**1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	2019	2018
	£	£
Profit before taxation	429,949	274,055
Depreciation charges	199,087	184,252
Profit on disposal of fixed assets	(1,225)	-
Finance costs	78,714	78,472
	<u>706,525</u>	<u>536,779</u>
Increase in trade and other debtors	(116,280)	(60,072)
Increase in trade and other creditors	125,344	78,282
<b>Cash generated from operations</b>	<u><u>715,589</u></u>	<u><u>554,989</u></u>

**2. CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

**Year ended 30 April 2019**

	30.4.19	1.5.18
	£	£
Cash and cash equivalents	53	14,750
Bank overdrafts	(38,062)	-
	<u>(38,009)</u>	<u>14,750</u>

**Year ended 30 April 2018**

	30.4.18	1.5.17
	£	£
Cash and cash equivalents	<u>14,750</u>	<u>58,826</u>

**Notes to the Financial Statements  
for the Year Ended 30 April 2019**

**1. GENERAL INFORMATION**

Chelston Park Nursing and Residential Home Limited is a private company limited by shares and incorporated in the UK. The address of the registered office is West Buckland Road, Wellington, Somerset, TA21 9PH.

**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" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Going concern**

The company meets its day-to-day working capital requirements through its bank facilities and borrowings. The company forecasts and projections, taking account of reasonably possible changes in trading conditions, show the company should be able to operate within the level of its current bank facilities and borrowings.

The Directors therefore continue to adopt the going concern basis in preparing the financial statements.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable and represents net invoiced sales of services, excluding value added tax.

**Revenue Recognition**

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.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 4% on cost
Improvements to property	- 4% on cost
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on reducing balance

Freehold land is not depreciated.

Freehold property is stated at cost (or deemed cost) less accumulated depreciation. The company has taken advantage of the transitional provisions of FRS102 and the valuation of freehold properties at the date of transition to FRS102 has been treated as deemed cost.

Other tangible fixed assets are stated at cost less accumulated depreciation.

**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 30 April 2019**

**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.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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

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

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**Cash and cash equivalents**

Cash and cash equivalents include cash in hand and at bank.

**Financial instruments**

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

**Critical accounting judgements and estimation uncertainty**

The preparation of the financial statements requires the directors to make judgements, estimates and assumptions that affect the application of accounting policies and the amounts recognised in the financial statements. Judgements and estimates are reviewed on an ongoing basis and are based on historical experience and other relevant factors. The resulting accounting estimates will, by definition, seldom equal the related actual results. The directors are of the opinion that there were no critical accounting judgements or key sources of estimation uncertainty in the current year.

**3. EMPLOYEES AND DIRECTORS**

	2019	2018
	£	£
Wages and salaries	2,193,863	2,170,089
Social security costs	157,460	166,664
Other pension costs	31,484	11,417
	<u>2,382,807</u>	<u>2,348,170</u>



**Notes to the Financial Statements - continued  
for the Year Ended 30 April 2019**

**3. EMPLOYEES AND DIRECTORS - continued**

The average number of employees during the year was as follows:

	2019	2018
Chelston Park direct staff	34	29
Chelston Gardens direct Staff	73	61
Administration	9	8
Directors	2	2
	<u>118</u>	<u>100</u>

Key management personnel are considered to be the directors and the registered manager and their remuneration in the year was £92,259 (2018: £217,411).

	2019 £	2018 £
Directors' remuneration	<u>15,000</u>	<u>124,978</u>

**4. OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	2019 £	2018 £
Other operating leases	7,952	10,299
Depreciation - owned assets	186,578	174,299
Depreciation - assets on hire purchase contracts	12,509	9,953
Profit on disposal of fixed assets	(1,225)	-
Auditors remuneration	<u>3,700</u>	<u>3,700</u>

**5. INTEREST PAYABLE AND SIMILAR EXPENSES**

	2019 £	2018 £
Bank interest	445	145
Bank loan interest	76,630	76,648
Hire purchase	<u>1,639</u>	<u>1,679</u>
	<u>78,714</u>	<u>78,472</u>

**6. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit for the year was as follows:

	2019 £	2018 £
Current tax:		
UK corporation tax	77,937	71,996
Deferred tax	<u>35,348</u>	<u>(1,844)</u>
Tax on profit	<u>113,285</u>	<u>70,152</u>

**Notes to the Financial Statements - continued  
for the Year Ended 30 April 2019**

**6. TAXATION - continued**

**Reconciliation of total tax charge included in profit and loss**

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2019 £	2018 £
Profit before tax	<u>429,949</u>	<u>274,055</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2018 - 19%)	81,690	52,070
Effects of:		
Expenses not deductible for tax purposes	4,110	937
Depreciation on non-qualifying assets	16,927	16,927
Land remediation relief	(465)	-
Change in tax rate	<u>11,023</u>	<u>218</u>
Total tax charge	<u>113,285</u>	<u>70,152</u>

**Tax effects relating to effects of other comprehensive income**

There were no tax effects for the year ended 30 April 2019.

	Gross £	2018 Tax £	Net £
Deferred tax on property revaluation	<u>32,000</u>	<u>(20,000)</u>	<u>12,000</u>

**7. DIVIDENDS**

	2019 £	2018 £
Ordinary shares of £1 each		
Interim	<u>211,852</u>	<u>136,002</u>

**Notes to the Financial Statements - continued  
for the Year Ended 30 April 2019**

**8. TANGIBLE FIXED ASSETS**

	Freehold property £	Improvements to property £	Fixtures and fittings £
<b>COST</b>			
At 1 May 2018	6,500,000	49,637	564,802
Additions	-	134,796	64,603
At 30 April 2019	<u>6,500,000</u>	<u>184,433</u>	<u>629,405</u>
<b>DEPRECIATION</b>			
At 1 May 2018	1,378,000	4,446	482,293
Charge for year	140,000	7,377	36,779
Eliminated on disposal	-	-	-
At 30 April 2019	<u>1,518,000</u>	<u>11,823</u>	<u>519,072</u>
<b>NET BOOK VALUE</b>			
At 30 April 2019	<u>4,982,000</u>	<u>172,610</u>	<u>110,333</u>
At 30 April 2018	<u>5,122,000</u>	<u>45,191</u>	<u>82,509</u>
	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 May 2018	76,505	32,994	7,223,938
Additions	13,245	2,261	214,905
Disposals	(9,900)	-	(9,900)
At 30 April 2019	<u>79,850</u>	<u>35,255</u>	<u>7,428,943</u>
<b>DEPRECIATION</b>			
At 1 May 2018	39,713	27,916	1,932,368
Charge for year	12,509	2,422	199,087
Eliminated on disposal	(7,550)	-	(7,550)
At 30 April 2019	<u>44,672</u>	<u>30,338</u>	<u>2,123,905</u>
<b>NET BOOK VALUE</b>			
At 30 April 2019	<u>35,178</u>	<u>4,917</u>	<u>5,305,038</u>
At 30 April 2018	<u>36,792</u>	<u>5,078</u>	<u>5,291,570</u>

Included in fixed assets are assets with a net book value of £31,654 (2018: £29,696) which are subject to hire purchase agreements.

**Notes to the Financial Statements - continued  
for the Year Ended 30 April 2019**

**9. DEBTORS**

	2019 £	2018 £
Amounts falling due within one year:		
Trade debtors	661,581	503,645
Other debtors	25,343	19,825
Prepayments and accrued income	27,646	109,887
	<u>714,570</u>	<u>633,357</u>
Amounts falling due after more than one year:		
Other debtors	<u>197,810</u>	<u>162,743</u>
Aggregate amounts	<u>912,380</u>	<u>796,100</u>

**10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2019 £	2018 £
Bank loans and overdrafts (see note 12)	322,062	254,000
Hire purchase contracts (see note 13)	15,218	11,261
Trade creditors	177,222	106,297
Corporation tax	77,937	71,996
Social security and other taxes	34,330	30,667
Other creditors	41,869	32,972
Director's current account	18,795	44,931
Accruals and deferred income	318,800	276,942
	<u>1,006,233</u>	<u>829,066</u>

**11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2019 £	2018 £
Bank loans (see note 12)	2,312,209	2,509,444
Hire purchase contracts (see note 13)	14,359	19,400
	<u>2,326,568</u>	<u>2,528,844</u>

**12. LOANS**

An analysis of the maturity of loans is given below:

	2019 £	2018 £
Amounts falling due within one year or on demand:		
Bank overdrafts	38,062	-
Bank loans	284,000	254,000
	<u>322,062</u>	<u>254,000</u>

**Notes to the Financial Statements - continued  
for the Year Ended 30 April 2019**

**12. LOANS - continued**

	2019 £	2018 £
Amounts falling due between one and two years:		
Bank loans	<u>284,000</u>	<u>254,000</u>
Amounts falling due between two and five years:		
Bank loans	<u>845,697</u>	<u>762,000</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans	<u>1,182,512</u>	<u>1,493,444</u>

The loans are repayable over varying periods of up to 11 years. Interest is being charged at either 1.5% or 2.07% above the bank base rate or a fixed rate of 3.29%.

An additional loan of £120,000 was drawn down on 14 May 2018. The loan carries interest at a rate of 2.27% over NatWestminster Bank PLC's base rate and is repayable in 60 monthly instalments. The loan is due to be repaid by 14 May 2023.

**13. LEASING AGREEMENTS**

Minimum lease payments fall due as follows:

	Hire purchase contracts 2019 £	2018 £
Gross obligations repayable:		
Within one year	16,710	12,799
Between one and five years	<u>15,411</u>	<u>20,854</u>
	<u>32,121</u>	<u>33,653</u>
Finance charges repayable:		
Within one year	1,492	1,538
Between one and five years	<u>1,052</u>	<u>1,454</u>
	<u>2,544</u>	<u>2,992</u>
Net obligations repayable:		
Within one year	15,218	11,261
Between one and five years	<u>14,359</u>	<u>19,400</u>
	<u>29,577</u>	<u>30,661</u>

**Notes to the Financial Statements - continued  
for the Year Ended 30 April 2019**

**13. LEASING AGREEMENTS - continued**

	Non-cancellable operating leases	
	2019	2018
	£	£
Within one year	14,835	14,835
Between one and five years	22,745	37,580
	<u>37,580</u>	<u>52,415</u>

**14. SECURED DEBTS**

The following secured debts are included within creditors:

	2019	2018
	£	£
Bank overdraft	38,062	-
Bank loans	2,596,209	2,763,444
Hire purchase contracts	29,577	30,661
	<u>2,663,848</u>	<u>2,794,105</u>

The bank loans and overdraft are secured by a fixed and floating charge over the assets of the company and by directors' personal guarantees.

Hire purchase contracts are secured over the assets concerned.

**15. PROVISIONS FOR LIABILITIES**

	2019	2018
	£	£
Deferred tax	<u>129,044</u>	<u>93,696</u>
		Deferred tax
		£
Balance at 1 May 2018		93,696
Accelerated capital allowances		35,348
Balance at 30 April 2019		<u>129,044</u>

**16. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:			2019	2018
Number:	Class:	Nominal value:	£	£
2	Ordinary	£1	<u>2</u>	<u>2</u>

There is a single class of ordinary shares. There are no restrictions on the distribution of dividends and the repayment of capital.

**Notes to the Financial Statements - continued  
for the Year Ended 30 April 2019**

**17. RESERVES**

	Retained earnings £	Revaluation reserve £	Totals £
At 1 May 2018	372,129	2,278,683	2,650,812
Profit for the year	316,664		316,664
Dividends	(211,852)		(211,852)
Transfer	68,306	(68,306)	-
At 30 April 2019	<u>545,247</u>	<u>2,210,377</u>	<u>2,755,624</u>

The transfer between the revaluation reserve and the profit and loss reserve represents the excess depreciation charged in the year on the revalued properties.

**18. CAPITAL COMMITMENTS**

	2019 £	2018 £
Contracted but not provided for in the financial statements	<u>-</u>	<u>54,000</u>

**19. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to a director subsisted during the years ended 30 April 2019 and 30 April 2018:

	2019 £	2018 £
<b>R P Allistone</b>		
Balance outstanding at start of year	(22,831)	4,500
Amounts advanced	126,322	40,670
Amounts repaid	(105,926)	(68,001)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>(2,435)</u>	<u>(22,831)</u>

**20. RELATED PARTY DISCLOSURES**

**Other related parties - under common control**

	2019 £	2018 £
Management charge and recharges to related parties	118,133	49,857
Recharges from related parties	(96,066)	(64,379)
Amount due from related parties	584,160	552,400
Amount due to related parties	<u>(7,749)</u>	<u>(6,196)</u>

**21. ULTIMATE CONTROLLING PARTY**

The directors own 100% of the share capital.

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.