

DAYBREAK NURSERIES LIMITED

UNAUDITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE PERIOD ENDED 31 AUGUST 2020

DAYBREAK NURSERIES LIMITED
REGISTERED NUMBER: 04581370

BALANCE SHEET
AS AT 31 AUGUST 2020

	Note	31 August 2020 £	31 January 2020 £
Fixed assets			
Tangible assets	4	177,785	180,391
		<u>177,785</u>	<u>180,391</u>
Current assets			
Debtors: amounts falling due within one year	5	215,231	205,385
Cash at bank and in hand	6	155,227	30,430
		<u>370,458</u>	<u>235,815</u>
Creditors: amounts falling due within one year	7	(501,327)	(285,796)
Net current liabilities		<u>(130,869)</u>	<u>(49,981)</u>
Total assets less current liabilities		<u>46,916</u>	<u>130,410</u>
Net assets		<u><u>46,916</u></u>	<u><u>130,410</u></u>
Capital and reserves			
Called up share capital		3	3
Capital redemption reserve		200	200
Profit and loss account		46,713	130,207
		<u>46,916</u>	<u>130,410</u>

DAYBREAK NURSERIES LIMITED
REGISTERED NUMBER: 04581370

BALANCE SHEET (CONTINUED)
AS AT 31 AUGUST 2020

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the period in question in accordance with section 476 of the Companies Act 2006.

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

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

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

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

.....
R M Ford
Director
Date: 3 December 2021

The notes on pages 3 to 9 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2020

1. General information

Daybreak Nurseries Limited is a private company, limited by shares, domiciled in England and Wales. The company registration number is 04581370 and the registered office is Aston House, Cornwall Avenue, London N3 1LF.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.3 Government grants

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of income and retained earnings in the same period as the related expenditure.

2.4 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2020

2. Accounting policies (continued)

2.5 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.6 Taxation

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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

2.7 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Freehold property	-	3%	Straight Line
Improvements to property	-		Over the term of the lease
Motor vehicles	-	25%	Reducing balance
Fixtures and fittings	-	20%	Reducing balance
Office equipment	-	33%	Reducing balance
Other fixed assets	-	20%	Straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2020

2. Accounting policies (continued)

2.8 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.9 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.10 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.11 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

2.12 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

3. Employees

The average monthly number of employees, including directors, during the period was 73 (2020 - 111).

DAYBREAK NURSERIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2020

4. Tangible fixed assets

	Improvements to property £	Motor vehicles £	Fixtures and fittings £	Office equipment £	Other fixed assets £
Cost or valuation					
At 1 February 2020	203,076	13,320	150,333	16,634	53,634
Additions	-	-	6,571	-	10,488
Disposals	-	-	(538)	-	-
At 31 August 2020	203,076	13,320	156,366	16,634	64,122
Depreciation					
At 1 February 2020	147,618	9,932	79,047	12,857	7,152
Charge for the period on owned assets	3,523	494	8,363	729	6,555
Disposals	-	-	(538)	-	-
At 31 August 2020	151,141	10,426	86,872	13,586	13,707
Net book value					
At 31 August 2020	51,935	2,894	69,494	3,048	50,415
At 31 January 2020	55,458	3,389	71,286	3,777	46,482

DAYBREAK NURSERIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS
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4. Tangible fixed assets (continued)

	Total £
Cost or valuation	
At 1 February 2020	436,997
Additions	17,059
Disposals	(538)
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At 31 August 2020	453,518
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Depreciation	
At 1 February 2020	256,606
Charge for the period on owned assets	19,664
Disposals	(538)
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At 31 August 2020	275,732
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Net book value	
At 31 August 2020	<u>177,786</u>
At 31 January 2020	<u>180,392</u>

The net book value of land and buildings may be further analysed as follows:

	31 August 2020 £	31 January 2020 £
Short leasehold	51,935	55,458
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	<u>51,935</u>	<u>55,458</u>

DAYBREAK NURSERIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2020**

5. Debtors

	31 August 2020 £	31 January 2020 £
Trade debtors	7,010	11,402
Amounts owed by group undertakings	162,863	162,863
Other debtors	5,171	5,170
Prepayments and accrued income	40,187	25,950
	<u>215,231</u>	<u>205,385</u>

6. Cash and cash equivalents

	31 August 2020 £	31 January 2020 £
Cash at bank and in hand	155,227	30,430
	<u>155,227</u>	<u>30,430</u>

7. Creditors: Amounts falling due within one year

	31 August 2020 £	31 January 2020 £
Trade creditors	1,982	9,624
Amounts owed to other participating interests	169,003	75,000
Corporation tax	12,906	12,464
Other taxation and social security	5,983	15,634
Other creditors	64,744	79,446
Accruals and deferred income	246,709	93,628
	<u>501,327</u>	<u>285,796</u>

8. Secured debts

A security charge was created by HSBC UK Bank PLC by way of floating and fixed charge over the undertaking and all property and assets present and future, goodwill, book debts, uncalled capital, building and fixtures, plant and machinery and freehold property at 29 Chiltern Avenue, Amersham, Bucks.

DAYBREAK NURSERIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2020**

9. Related party transactions

Included in debtors is an amount of £162,863 (2020: £162,863) owed from Langley Gorse Day Nursery Limited, the ultimate parent company. This loan is interest free, unsecured and repayable on demand.

Included in creditors is an amount of £168,729 (2020: 75,000) owed to All About Children Limited, a company with common directors. This loan is interest free, unsecured and repayable on demand.

10. Controlling party

The immediate parent and controlling party is Daybreak Interim Holdings Limited, a company incorporated in the United Kingdom. The ultimate controlling party is Langley Gorse Day Nursery Ltd, a company that owns Daybreak Interim Holdings Limited.

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.