

Springfield Lodge Day Nursery (Swanscombe) Limited

Report and Financial Statements

Year Ended

31 December 2012

Company Number 04653020

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Springfield Lodge Day Nursery (Swanscombe) Limited

**Report and financial statements
for the year ended 31 December 2012**

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Directors

E Boland
D Lissy
M Tocio
S Dreier

Secretary and registered office

S Kramer, 2 Crown Court, Rushden, Northamptonshire, NN10 6BS

Company number

04653020

Auditors

BDO LLP, Arcadia House, Maritime Walk, Ocean Village, Southampton, SO14 3TL

Springfield Lodge Day Nursery (Swanscombe) Limited

Report of the directors for the year ended 31 December 2012

The directors present their report together with the audited financial statements for the year ended 31 December 2012

Results

The profit and loss account is set out on page 5 and shows the profit for the year

Principal activities

The company's principal activity is that of the provision of children's day nursery services

Directors

The directors of the company during the year were

A Hurran (resigned 23 May 2012)
P Brosnan (resigned 23 May 2012)
J Carney (resigned 23 February 2012)
M Moore (resigned 23 May 2012)
E Boland (appointed 23 May 2012)
D Lissy (appointed 23 May 2012)
M Tocio (appointed 23 May 2012)
S Dreier (appointed 23 May 2012)

Directors' responsibilities

The directors are responsible for preparing the directors' report 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.

Springfield Lodge Day Nursery (Swanscombe) Limited

Report of the directors for the year ended 31 December 2012 (*continued*)

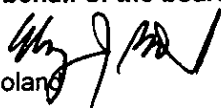
Auditors

All of the current directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The directors are not aware of any relevant audit information of which the auditors are unaware.

BDO LLP have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting.

In preparing this directors' report advantage has been taken of the small companies' exemption.

On behalf of the board


E Boland

Director

24/9/2013

Springfield Lodge Day Nursery (Swanscombe) Limited

Independent auditor's report

To the member of Springfield Lodge Day Nursery (Swanscombe) Limited

We have audited the financial statements of Springfield Lodge Day Nursery (Swanscombe) Limited for the year ended 31 December 2012 which comprise the profit and loss account, the balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's member 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 member those matters we are required to state to them in an auditor's report 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 member, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the statement of directors' responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2012 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Springfield Lodge Day Nursery (Swanscombe) Limited

Independent auditor's report (continued)

Matters on which we are required to report by exception

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, or
- the directors were not entitled to prepare the financial statements and the directors' report in accordance with the small companies' regime



*Malcolm Thixton (senior statutory auditor)
For and on behalf of BDO LLP, statutory auditor
Southampton
United Kingdom*

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127)

26/9/2013

Springfield Lodge Day Nursery (Swanscombe) Limited

Profit and loss account for the year ended 31 December 2012

	Note	Year ended 31 December 2012 £	33 weeks ended 31 December 2011 £
Turnover	2	837,323	514,142
Cost of sales		350,297	149,135
		<hr/>	<hr/>
Gross profit		487,026	365,007
Administrative expenses		356,575	261,373
		<hr/>	<hr/>
Operating profit	3	130,451	103,634
Other interest receivable and similar income		-	74
		<hr/>	<hr/>
Profit on ordinary activities before taxation		130,451	103,708
Taxation on profit on ordinary activities	4	2,486	27,715
		<hr/>	<hr/>
Profit on ordinary activities after taxation		127,965	75,993
		<hr/>	<hr/>

The notes on pages 7 to 13 form part of these financial statements

Springfield Lodge Day Nursery (Swanscombe) Limited

Balance sheet at 31 December 2012

Company number 04653020

	Note	31 December 2012 £	31 December 2012 £	31 December 2011 £	31 December 2011 £
Fixed assets					
Tangible assets	5		33,101		28,292
Current assets					
Debtors	6	447,421		430,479	
Cash at bank and in hand		93,326		79,066	
		<u>540,747</u>		<u>509,545</u>	
Creditors, amounts falling due within one year	7	<u>160,721</u>		<u>237,873</u>	
Net current assets			<u>380,026</u>		<u>271,672</u>
Total assets less current liabilities			<u>413,127</u>		<u>299,964</u>
Creditors, amounts falling due after more than one year	8		<u>-</u>		<u>14,802</u>
			<u>413,127</u>		<u>285,162</u>
Capital and reserves					
Called up share capital	9		1,000		1,000
Profit and loss account			<u>412,127</u>		<u>284,162</u>
Shareholder's funds			<u>413,127</u>		<u>285,162</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the board of directors and authorised for issue on 24/9/2013


E Boland
Director

The notes on pages 7 to 13 form part of these financial statements

Springfield Lodge Day Nursery (Swanscombe) Limited

Notes forming part of the financial statements for the year ended 31 December 2012

1 Accounting policies

The financial statements have been prepared under the historical cost convention

The following principal accounting policies have been applied

Turnover

Turnover represents the value of sales, excluding value added tax and is attributable to the group's principal activities, and arises wholly within the United Kingdom. Nursery fees paid in advance are held in deferred income and only recognised in the period to which they relate.

Government grants

Capital grants received are held on the balance sheet and are amortised over the same period as the assets to which the grants relate. Grants of a revenue nature are credited to the profit and loss account in the same year as the related expenditure.

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation, such costs include costs directly attributable to making the asset capable of operations as intended.

Depreciation is provided at rates calculated to write off the cost of fixed assets, except for freehold land, less their estimated residual value, over their expected useful lives on the following basis:

Motor vehicles	- 25% Straight line
Fixtures and fittings	- 14% Straight line
Equipment	- 10% to 33% Straight line

The carrying value of tangible fixed assets is reviewed for impairment when events or changes in circumstances indicate the carrying value may not be fully recoverable.

Taxation

The charge for taxation is based on the profit for the year and takes into account deferred taxation.

Current tax is measured at amounts expected to be paid using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

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

Deferred tax balances are not discounted.

Springfield Lodge Day Nursery (Swanscombe) Limited

Notes forming part of the financial statements for the year ended 31 December 2012 (*continued*)

1 Accounting policies (*continued*)

Comparative year reclassification

There has been a prior year adjustment as a result of accounting reclassifications in the previous year

This has reclassified payroll costs totalling £113,456 which were previously included within cost of sales, and included these within administration expenses to be consistent with the Bright Horizons accounting policy

There has been no effect on the overall results for the year or the net assets position

2 Turnover

Turnover arises solely within the United Kingdom

3 Operating profit

	Year ended 31 December 2012 £	33 weeks ended 31 December 2011 £
This is arrived at after charging		
Depreciation of tangible fixed assets	10,154	8,716

The audit fee for the year totalling £2,400 will be borne by Bright Horizons Family Solutions Limited. In the prior year the audit fee was borne by Casterbridge Nurseries Limited.

All directors costs are borne by Bright Horizons Family Solutions Inc from 23 May 2012, prior to this they were borne by Casterbridge Nurseries Limited.

Springfield Lodge Day Nursery (Swanscombe) Limited

Notes forming part of the financial statements
for the year ended 31 December 2012 (*continued*)

4 Taxation on profit on ordinary activities

	Year ended 31 December 2012 £	33 weeks ended 31 December 2011 £
<i>UK Corporation tax</i>		
Current tax on profits of the year/period	3,125	29,000
Adjustment in respect of previous periods	196	-
	<hr/>	<hr/>
Total current tax	3,321	29,000
	<hr/>	<hr/>
<i>Deferred tax</i>		
Origination and reversal of timing differences	(904)	(1,525)
Adjustment in respect of previous periods	-	240
Effect of rate change	69	-
	<hr/>	<hr/>
Movement in deferred tax provision	(835)	(1,285)
	<hr/>	<hr/>
Taxation on profit on ordinary activities	2,486	27,715
	<hr/>	<hr/>

The tax charge for the year has been reduced by the utilisation of tax losses from other group companies

Springfield Lodge Day Nursery (Swanscombe) Limited

Notes forming part of the financial statements
for the year ended 31 December 2012 (*continued*)

5 Tangible fixed assets

	Motor vehicles £	Fixtures and fittings £	Computer equipment £	Total £
<i>Cost or valuation</i>				
At 1 January 2012	12,919	44,019	17,018	73,956
Additions	-	12,888	2,075	14,963
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2012	12,919	56,907	19,093	88,919
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Depreciation</i>				
At 1 January 2012	12,919	24,010	8,735	45,664
Provided for the year	-	6,078	4,076	10,154
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2012	12,919	30,088	12,811	55,818
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Net book value</i>				
At 31 December 2012	-	26,819	6,282	33,101
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2011	-	20,009	8,283	28,292
	<hr/>	<hr/>	<hr/>	<hr/>

Springfield Lodge Day Nursery (Swanscombe) Limited

Notes forming part of the financial statements
for the year ended 31 December 2012 (*continued*)

6 Debtors

	31 December 2012 £	31 December 2011 £
Amounts receivable within one year		
Trade debtors	1,110	18,469
Other debtors	10,953	20,367
Deferred taxation	1,063	228
	<u>13,126</u>	<u>39,064</u>
Amounts receivable after more than one year		
Amounts owed by group undertakings	434,295	391,415
	<u>447,421</u>	<u>430,479</u>
Total debtors		
		<u>1,063</u>
		Deferred taxation £
At 1 January 2012		228
Credited to profit and loss account		835
		<u>1,063</u>
At 31 December 2012		

Deferred taxation

	31 December 2012 £	31 December 2011 £
The amount of deferred tax provided for is as follows		
Accelerated capital allowances	1,063	228
	<u>1,063</u>	<u>228</u>

Springfield Lodge Day Nursery (Swanscombe) Limited

Notes forming part of the financial statements
for the year ended 31 December 2012 (*continued*)

7 Creditors amounts falling due within one year

	31 December 2012 £	31 December 2011 £
Trade creditors	9,535	52,864
Corporation tax	3,125	64,205
Other taxation and social security	4,947	6,113
Other creditors	67,795	59,752
Accruals and deferred income	75,319	54,939
	<u>160,721</u>	<u>237,873</u>

8 Creditors: amounts falling due after more than one year

	31 December 2012 £	31 December 2011 £
Amounts owed to group undertakings	-	14,802
	<u>-</u>	<u>14,802</u>

Amounts owed to group undertakings are unsecured and not subject to any fixed repayment date. Undertakings have been given that the amounts will not be repaid in the next 12 months and accordingly the amounts due have been classified as due after one year.

9 Share capital

	31 December 2012 £	31 December 2011 £
<i>Allotted, called up and fully paid</i>		
1,000 Ordinary shares of £1 each	1,000	1,000
	<u>1,000</u>	<u>1,000</u>

10 Contingent liabilities

In a previous period, a parent company, Casterbridge Care and Education Group Limited, entered into a bank loan agreement which was guaranteed by all group companies which includes Springfield Lodge Day Nursery (Swanscombe) Limited.

At 31 December 2012 the loans totalled £nil (2011 £33,087,494). Upon BHFS Two Limited's acquisition of Huntyard Limited and its subsidiary undertakings on 23 May 2012 this loan was repaid.

Springfield Lodge Day Nursery (Swanscombe) Limited

Notes forming part of the financial statements
for the year ended 31 December 2012 (*continued*)

11 Related party disclosures

Controlling parties

Following BHFS Two Limited's acquisition of Huntyard Limited and its subsidiary undertakings on 23 May 2012, the company is a subsidiary of Bright Horizons Family Solutions Inc which is the ultimate parent company incorporated in the United States of America

Prior to 23 May 2012, the company was a 100% subsidiary of Casterbridge Nurseries Limited, a company incorporated in England and Wales. The ultimate parent undertaking was Huntyard Limited, a company incorporated in Jersey

Prior to 23 May 2012, the company's ultimate controlling party was Lydian Capital Partners LP by virtue of its interest in Huntyard Limited

The company has taken advantage of the exemption conferred by Financial Reporting Standard 8 'Related party disclosures' not to disclose transactions with members of the group headed by BHFS One Limited on the grounds that 100% of the voting rights in the company are controlled within that group and the company is included in consolidated financial statements

12 Ultimate parent company and parent undertaking of larger group

The company's immediate parent undertaking is Casterbridge Nurseries Limited, a company incorporated in England & Wales. The company's ultimate controlling party is Bright Horizons Family Solutions Inc which is the ultimate parent company incorporated in the United States of America

The largest group in which the results of the company are consolidated is that headed by Bright Horizons Family Solutions Inc, incorporated in the United States of America. The smallest group in which they are consolidated is that headed by BHFS One Limited, incorporated in England and Wales. The consolidated accounts are available to the public and may be obtained from The Secretary, BHFS One Limited, 2 Crown Court, Rushden, Northamptonshire, NN10 6BS