

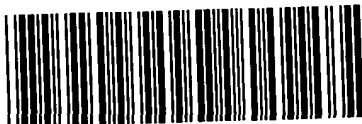
Company registration No. 05156683

Care and Mobility (Midlands) Limited

Report and Financial Statements

31 December 2015

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Care and Mobility (Midlands) Limited

REPORT AND FINANCIAL STATEMENTS 2015

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Care and Mobility (Midlands) Limited

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

Mrs R Abdin
Mr B D J Kent

SECRETARY

Mr J Glover

REGISTERED OFFICE

Hambleton House
Waterloo Court
Andover
Hampshire
SP10 1LQ

BANKERS

National Westminster Bank plc
9 Bridge Street
Andover
Hampshire
SP10 1LQ

SOLICITORS

Addleshaw Goddard
Sovereign House
PO Box 8
Sovereign Street
Leeds
LS1 1HQ

INDEPENDENT AUDITOR

Rochesters Audit Services Limited
Statutory Auditors
3 Caroline Court
13 Caroline Street
St Pauls Square
Birmingham
B3 1TR

Care and Mobility (Midlands) Limited

STRATEGIC REPORT

Overview of Care and Mobility (Midlands) Limited ('the Company')

The Company is a retailer of mobility products and daily living aids which help customers to lead an independent lifestyle. It owns one store.

Review of activities and business performance

Totally Active Limited, part of the Simplyhealth Group, acquired 100% of the Company's share capital on 2 March 2015.

In preparing these financial statements the Company has adopted Financial Reporting Standard 102 "*The Financial Reporting Standard Applicable in the UK and Republic of Ireland*" ('FRS 102'). The Directors have considered the need to restate the comparative figures on the basis of the necessary changes in the Company's accounting policies and have concluded there is no material effect on the results of the Company in the current or prior year arising from the adoption.

The results for the year ended 31 December 2015 are shown in the statement of comprehensive income on page 9. The Company retained a profit after tax for the year of £67,912 (2014: £94,963). This increases the Company's net assets to £263,178 (2014: £195,266). The profit for the year reflects the continuing success of the Company following the change in ownership, which helped to reduce overheads and maintained profitability despite a reduction in gross margin.

Key performance indicators

The Company manages its business performance based on a number of key financial and other performance indicators as follows:

	2015	2014	Change
Gross margin	35.2%	42.5%	-7.3%
Profit for the year	£67,912	£94,963	-£27,051
Net current assets	£260,647	£189,347	+£71,300

- Gross margin was negatively impacted by the continuing challenges in the retail market.
- Cost efficiencies post acquisition by Totally Active Limited helped to maintain overall profitability.
- A reduced tax charge due to the availability of group relief to offset taxable profits.

The Company will benefit from Totally Active's investment in IT infrastructure and will share its reporting and analytics platform when it fully integrates during 2016.

Risk management

The role of risk management

The Company considers risk management to be fundamental to good management practice and a significant aspect of corporate governance; we therefore take this responsibility very seriously and actively embed risk management principles throughout our business. The effective management of risk is central to our culture and provides an essential contribution towards the achievement of our strategy, goals and objectives.

Like all organisations, we operate in an uncertain world and we have to take risks to run and grow our business. We continually work to identify, assess and manage both the risks and the opportunities that might affect the development of the business and may hamper our ability to achieve our strategic objectives.

Risk governance

The Board is responsible for determining the nature and extent of the principal risks the Company is willing to take in achieving its strategic objectives and this includes the setting of the overall risk appetite. The Board delegates oversight of risk management to a sub-committee of the Simplyhealth Group Board, the Risk and Capital Committee. Further details of how this Committee operates are contained in the financial statements of Simplyhealth Group Limited, the ultimate parent company.

Care and Mobility (Midlands) Limited

STRATEGIC REPORT (continued)

Risk management (continued)

Principal risks and uncertainties

The Directors have considered the principal and emerging risks and uncertainties facing the business and these are described below.

Credit risk

Revenue is recognised at the point of sale and all sales are for cash with the exception of a small number of sales to charitable organisations and sales through the Government Motability scheme, that are invoiced and settled according to agreed payment terms. Due to the nature and size of these sales there is deemed to be minimal credit risk exposure.

Operational/conduct risk

The Company's strategic intentions bring with them the increased risk of failure to manage the overall type, volume and pace of change. Increasingly challenging demands on resources and skills within the business could negatively affect the operational capacity and capability of the company and the resilience of its operational systems and processes. This could lead to financial loss, customer detriment and reputational damage. The management and governance culture of the company continues to be enhanced specifically to address this challenge.

The external environment in which the company does business presents both opportunities and threats, including the impact of:

- A slowdown in economic growth and reduction in consumer confidence on the company's sales,
- The digital revolution, with its increasing expectations of a "24/7" operating culture.

The Company, as part of the Simplyhealth Group, has established processes for risk acceptance and risk management that are addressed through a framework of policies, procedures and internal controls. All policies are subject to ongoing review by management, risk management and group internal audit. Compliance with regulation, legal and ethical standards is a high priority for the Company.

Going concern

In the course of preparing the annual financial statements, the Directors have assessed whether the Company is a going concern. As part of this review, the Directors have carefully considered the extent to which both the risks associated with the wider economic environment, and the operational risks which the Company has identified, might affect the preparation of the financial statements on a going concern basis.

Based on this assessment the Directors consider that the Company maintains an appropriate level of capital and liquidity, sufficient to meet both the normal demands of the business and the requirements that might arise in stressed circumstances. In addition, the Company's assets are assessed for recoverability on a regular basis. If these are not already carried at fair value, an additional provision is made.

On this basis, the Directors have a reasonable expectation that the Company has sufficient capital and liquidity facilities to ensure that it will continue in operational existence for the foreseeable future and are satisfied that it is appropriate to prepare the 2015 financial statements on a going concern basis.

Customers

The Company relies on recruiting and maintaining customers through a variety of channels, be it online, in store, or through its network of Home Assessment Consultants. The Company monitors its inbound customer service team performance so that it can manage call waiting times and so that peak demand is met.

Through 2016 and beyond, we will continue to listen to our customers, aiming for further improvements to our service and their experience. Our aim remains to help people to live fulfilling everyday lives through our products and services.

Care and Mobility (Midlands) Limited

STRATEGIC REPORT (continued)

People

The Company had no permanent employees at 31 December 2015. The Company's operations and management are performed by people employed by Simplyhealth People Limited, a fellow group undertaking. These employees are managed in accordance with the employment policies of the Group that aim to provide a healthy, productive and successful work environment for all employees, through the culture created, support provided, and through employment benefits and wellbeing offerings. The Group's policies and practices promote equality, fair treatment and a supportive working environment.

Outlook for 2016

The Simplyhealth group is increasingly focussed on the provision of everyday healthcare, where we see numerous growth opportunities in services to address the everyday things that stop our customers from making the most of life. This is an area where we see demand rising inexorably.

The Company is restructuring its business and investing for the future in accordance with this strategy.

We are currently implementing a new computer system that will enable the Company to become a truly omni-channel retailer which is a key strategic pillar in the delivery of our business plan.

Approved by the Board of Directors and signed on behalf of the Board.



Romana Abdin, Chief Executive

22 March 2016

Care and Mobility (Midlands) Limited

DIRECTORS' REPORT

DIRECTORS

The directors who served during the year and up to the date of approval of these financial statements were:

Mrs R Abdin	(appointed 2 March 2015)
Mr B D J Kent	(appointed 2 March 2015)
Mr L Hickman	(resigned 2 March 2015)

SECRETARY

The Company Secretaries who served during the year and up to the date of approval of these financial statements were:

Mr J Glover	(appointed 2 March 2015)
Ms R Taylor	(resigned 2 March 2015)

DIVIDEND

The Directors do not recommend any dividend payment for the year (2014: £nil).

DIRECTORS' REPORT DISCLOSURES

The Strategic Report contains disclosures otherwise required to be contained in the Directors' Report in respect of risk management, disabled employees and employee involvement.

DIRECTORS' INDEMNITIES

During the year and at the time the Directors' Report was approved the Company's Directors were the beneficiaries of qualifying indemnity provisions in respect of proceedings brought by third parties (subject to the conditions set out in section 234 of the Companies Act 2006) provided by Simplyhealth Group Limited.

DISCLOSURE OF INFORMATION TO THE AUDITOR

Each of the persons who are Directors of the Company at the date when this report was approved confirms that:

- So far as the Director is aware, there is no relevant audit information (as defined in the Companies Act 2006) of which the Company's auditor is unaware; and
- The Director has taken all the steps that he or she ought to have taken as a Director to make himself or herself aware of any relevant audit information (as defined) and to establish that the Company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

INDEPENDENT AUDITOR

Rochesters Audit Services Limited has expressed its willingness to continue in office as the Company's auditor.

Approved by the Board of Directors and signed on their behalf,



James Glover
Secretary

22 March 2016

Hambleden House
Waterloo Court
Andover
Hampshire
SP10 1LQ

Care and Mobility (Midlands) Limited

DIRECTORS' RESPONSIBILITIES STATEMENT

The Directors are responsible for preparing the Strategic Report, 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) including FRS 102. 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 that 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.

The Directors are responsible for the maintenance and integrity of the corporate and financial information included on the Company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CARE AND MOBILITY (MIDLANDS) LIMITED

We have audited the financial statements of Care and Mobility (Midlands) Limited for the year ended 31 December 2015 on pages 9 to 18. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 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.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 6, 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

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 2015 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.

Opinion on other matter prescribed by the Companies Act 2006


In our opinion the information given in the Strategic and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CARE AND MOBILITY
(MIDLANDS) LIMITED (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.

 *Peter Hewston*

Peter Hewston FCA
Senior Statutory Auditor
For and behalf of Rochesters Audit Services Limited
Statutory Auditors
3 Caroline Court, 13 Caroline Street, St Pauls Square
Birmingham, B3 1TR

22 March 2016

Care and Mobility (Midlands) Limited

STATEMENT OF COMPREHENSIVE INCOME Year ended 31 December 2015

	Notes	Year ended 31 December 2015 £	Year ended 31 December 2014 £
Turnover		398,128	475,041
Cost of sales		(257,959)	(273,281)
Gross profit		140,169	201,760
Administrative expenses	2,3	(67,951)	(83,368)
Profit on ordinary activities before taxation	2	72,218	118,392
Tax on profit on ordinary activities	4	(4,306)	(23,429)
Profit for the financial year		67,912	94,963

The Company has no recognised items of other comprehensive income other than those included above, and therefore no separate statement of other comprehensive income has been presented.

The amounts shown above are in respect of continuing operations.

The accounting policies and notes on pages 12 to 18 form an integral part of these financial statements.

Care and Mobility (Midlands) Limited

Company number: 05156683

STATEMENT OF FINANCIAL POSITION As at 31 December 2015

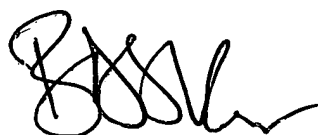
	Notes	31 December 2015 £	31 December 2014 £
Fixed assets			
Tangible assets	5	3,087	7,419
Current assets			
Stock	6	36,841	29,913
Debtors	7	219,927	10,116
Cash at bank and in hand		26,577	215,727
		<u>283,345</u>	<u>255,756</u>
Creditors			
Amounts falling due within one year	8	<u>(22,698)</u>	<u>(66,409)</u>
Net current assets		260,647	189,347
Deferred taxation	9	(556)	(1,500)
Net assets		<u>263,178</u>	<u>195,266</u>
Capital and reserves			
Called up share capital	10	1,000	1,000
Profit and loss account		262,178	194,266
Shareholders' funds		<u>263,178</u>	<u>195,266</u>

The accounting policies and notes on pages 12 to 18 form an integral part of these financial statements.

These financial statements were approved by the Board and authorised for issue on 22 March 2016.



Romana Abdin, Chief Executive



Ben Kent, Finance Director

Care and Mobility (Midlands) Limited

STATEMENT OF CHANGES IN EQUITY Year ended 31 December 2015

	Called-up share capital £	Profit and loss account £	Total £
At 31 January 2014	1,000	107,303	108,303
Total comprehensive income for the year	-	94,963	94,963
Dividend paid	-	(8,000)	(8,000)
	<hr/>	<hr/>	<hr/>
At 31 December 2014	1,000	194,266	195,266
	<hr/>	<hr/>	<hr/>
At 31 December 2014	1,000	194,266	195,266
Total comprehensive income for the year	-	67,912	67,912
	<hr/>	<hr/>	<hr/>
At 31 December 2015	1,000	262,178	263,178
	<hr/>	<hr/>	<hr/>

There was no material effect on the results of the Company in the current or prior year arising from the adoption of FRS 102.

The accounting policies and notes on pages 12 to 18 form an integral part of these financial statements.

Care and Mobility (Midlands) Limited

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2015

1. ACCOUNTING POLICIES

The Company is limited by shares and incorporated in the United Kingdom under the Companies Act, registration number 05156683. The address of the registered office is detailed on page 1. The nature of the Company's operations and its principal activities are set out in the Strategic Report.

The principal accounting policies are summarised below.

During the year the Company adopted Financial Reporting Standard 102 *"The Financial Reporting Standard Applicable in the UK and Republic of Ireland"* ('FRS 102') issued by the Financial Reporting Council, which is mandatory for accounting periods beginning on or after 1 January 2015.

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include certain items at fair value, and in accordance with FRS 102.

On adoption of FRS 102 the Directors considered the need to restate the comparative figures on the basis of the necessary changes in the Company's accounting policies and concluded that there is no material effect on the results of the Company in the current or prior year arising from the adoption.

The functional currency of the Company is considered to be pounds sterling because that is the currency of the primary economic environment in which the Company operates.

The Company meets the definition of a qualifying entity under FRS 102 and has therefore taken advantage of the disclosure exemptions available to it in relation to presentation of a cash flow statement and remuneration of key management personnel in its financial statements.

Going concern

The Directors have considered in detail the Company's forecast performance, as well as its capital and liquidity resources. On this basis the Directors have a reasonable expectation that the Company has sufficient capital and liquidity facilities to ensure that it will continue in operational existence for the foreseeable future. Accordingly the Directors have adopted the going concern basis in preparing these financial statements.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at historical purchase cost less accumulated depreciation. Cost includes the original purchase price of the asset and the costs attributable to bringing the asset to its working condition for its intended use. Depreciation is provided at rates calculated to write off the cost or valuation of each asset on a straight-line basis over its expected useful life, as follows:

Fixtures, fittings and office equipment 3 years

Motor vehicles 4 years

The expected useful lives of the assets to the business are reassessed periodically in the light of experience.

Carrying values of fixed assets are reviewed for impairment on an annual basis.

Impairment of assets

Assets, other than those measured at fair value, are assessed for indicators of impairment at each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in the statement of comprehensive income.

An asset is impaired where there is objective evidence that, as a result of one or more events that occurred after initial recognition, the estimated recoverable value of the asset has been reduced. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use.

Care and Mobility (Midlands) Limited

NOTES TO THE FINANCIAL STATEMENTS (continued)

Year ended 31 December 2015

1. ACCOUNTING POLICIES (continued)

Impairment of assets (continued)

Where indicators exist for a decrease in impairment loss, the prior impairment loss is tested to determine reversal. An impairment loss is reversed on an individual impaired asset to the extent that the revised recoverable value does not lead to a revised carrying amount higher than the carrying value had no impairment been recognised.

Cash and cash equivalents

Cash and cash equivalents are defined as cash at bank and in hand.

Taxation

The Company is liable to taxation on its profit or loss on ordinary activities. Current tax is provided at amounts expected to be paid or recovered using the tax rate and laws that have been enacted or substantively enacted by the reporting date.

Current tax assets and liabilities are offset only when there is a legally enforceable right to set off the amounts and the Company intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at that date. Timing differences are differences between the Company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Deferred tax assets and liabilities are not discounted.

Stock

Stock is stated at the lower of cost and estimated selling price less costs to sell, which is equivalent to the net realisable value. Cost represents all expenses incurred in bringing each product to its present location and condition. Net realisable value is based on estimated selling price less further costs expected to be incurred to completion and delivery. Provision is made for obsolete, slow-moving or defective items where appropriate.

Leases

Payments in respect of operating leases are charged to the profit and loss account on a straight-line basis, over the term of the lease, even if the payments are not made on such a basis. Benefits received and receivable as an incentive to sign an operating lease are similarly spread on a straight-line basis over the lease term.

Turnover

Turnover represents net invoiced sales of services and goods, excluding value added tax, and is recognised on the date of despatch or delivery of service.

Turnover has been generated wholly from the UK.

Care and Mobility (Midlands) Limited

NOTES TO THE FINANCIAL STATEMENTS (continued)

Year ended 31 December 2015

2. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Profit on ordinary activities before taxation is stated after charging:

	Year ended 31 December 2015 £	Year ended 31 December 2014 £
Depreciation - owned assets	4,332	5,112
Fees payable to the Company's auditors for the audit of the Company's annual accounts	5,000	2,750
Operating leases - buildings	24,000	24,000

The Company paid a further £1,500 to the auditors of the Simplyhealth Group.

3. STAFF COSTS

Staff costs comprise the following:	Year ended 31 December 2015 £	Year ended 31 December 2014 £
Wages and salaries	8,255	22,648
Social security costs	446	919
Other pension costs	-	-
	8,701	23,567

There were no outstanding pension contributions as at 31 December 2015 (31 December 2014: £nil).

Following acquisition by Totally Active Limited on 2 March 2015 all people are employed by Simplyhealth People Limited, a fellow subsidiary of the ultimate parent company, Simplyhealth Group Limited and from that date all their costs are borne by Care and Mobility UK Limited, a fellow subsidiary of Totally Active Limited.

Average number of employees during the year was as follows:	Year ended 31 December 2015 No	Year ended 31 December 2014 No
Operations	1	3
Finance and other administration services	-	1
	1	4

Directors' remuneration

Following the acquisition by Totally Active Limited on 2 March 2015 all Directors are employed by and receive emoluments from Simplyhealth People Limited and consider that their services to the Company are incidental to their other duties. Accordingly no remuneration, fees or other benefits were paid to the current Directors by the Company in the current or prior year.

The current Directors are Directors of Simplyhealth Group Limited. The Directors' emoluments, which relate to their services to the Simplyhealth Group as a whole, are disclosed in the financial statements of that Company.

Care and Mobility (Midlands) Limited

NOTES TO THE FINANCIAL STATEMENTS (continued)

Year ended 31 December 2015

3. STAFF COSTS (continued)

Directors' remuneration (continued)

Amounts paid to the former Director in each year were as follows:

	Year ended 31 December 2015 £	Year ended 31 December 2014 £
Remuneration for services	<u>1,050</u>	<u>6,650</u>

4. TAX CHARGE ON PROFIT ON ORDINARY ACTIVITIES

Analysis of the tax charge

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

	Year ended 31 December 2015 £	Year ended 31 December 2014 £
UK corporation tax at 20.00% (2014: 20.00%)	5,000	25,000
Current tax adjustment in respect of prior years	250	(521)
Total current tax	<u>5,250</u>	<u>24,479</u>
Current year deferred tax	(928)	(1,050)
Effect of change in tax rate	(16)	-
Tax charge on profit on ordinary activities	<u>4,306</u>	<u>23,429</u>

The corporation tax charge for the year is lower (2014: lower) than the standard rate of corporation tax for small profits in the UK of 20.25% (2014: 21.49%) on the accounting profit. The differences are explained as follows:

	Year ended 31 December 2015 £	Year ended 31 December 2014 £
Profit on ordinary activities before tax	<u>72,218</u>	<u>118,392</u>
Tax charge on profit at UK rate of 20.25% (2014: 21.49%)	<u>14,622</u>	<u>25,442</u>
Effects of:		
Expenses not deductible for tax purposes	-	49
Group relief received for no payment	(10,437)	-
Current tax adjustment in respect of prior years	250	(298)
Effect of change to small companies rate	(129)	(1,764)
Tax charge on profit on ordinary activities	<u>4,306</u>	<u>23,429</u>

Care and Mobility (Midlands) Limited

NOTES TO THE FINANCIAL STATEMENTS (continued)

Year ended 31 December 2015

5. TANGIBLE FIXED ASSETS

	Motor vehicles £	Fixtures and fittings £	Total £
Cost			
At 1 January 2015			
and 31 December 2015	<u>12,350</u>	<u>35,723</u>	<u>48,073</u>
Depreciation			
At 1 January 2015	5,445	35,209	40,654
Charge for the year	4,080	252	4,332
At 31 December 2015	<u>9,525</u>	<u>35,461</u>	<u>44,986</u>
Net book value			
At 31 December 2015	<u>2,825</u>	<u>262</u>	<u>3,087</u>
At 31 December 2014	<u>6,905</u>	<u>514</u>	<u>7,419</u>

6. STOCK

	31 December 2015 £	31 December 2014 £
Finished goods and goods for resale	<u>36,841</u>	<u>29,913</u>

7. DEBTORS

	31 December 2015 £	31 December 2014 £
Trade debtors	1,010	5,089
Amounts due to group undertakings	207,748	-
Other debtors	9,608	3,173
Prepayments and accrued income	1,561	1,854
	<u>219,927</u>	<u>10,116</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 December 2015 £	31 December 2014 £
Trade creditors	5,348	32,138
Corporation tax	5,000	25,000
Accruals and deferred income	6,910	8,633
Other taxation and social security	-	638
Other creditors	5,440	-
	<u>22,698</u>	<u>66,409</u>

Care and Mobility (Midlands) Limited

NOTES TO THE FINANCIAL STATEMENTS (continued)

Year ended 31 December 2015

9. DEFERRED TAXATION

The Company's deferred tax liability calculated in accordance with FRS 102 was as follows:

	31 December 2015	31 December 2014
	£	£
Liability relating to accelerated capital allowances	556	1,500
Deferred tax liability	556	1,500

The movement in the deferred tax liability during the year was as follows:

	31 December 2015	31 December 2014
	£	£
At 1 January	1,500	2,550
Accelerated capital allowances	(928)	(1,050)
Effect of change in tax rates	(16)	-
At 31 December	556	1,500

The Finance (No 2) Act 2015, which was substantively enacted on 26 October 2015, included provisions to reduce the rate of corporation tax to 19% with effect from 1 April 2017 and 18% with effect from 1 April 2020. As this legislation was substantively enacted by 31 December 2015, the impact of the anticipated rate change is reflected in the tax provisions reported in these accounts.

10. CALLED UP SHARE CAPITAL

The allotted, called up and fully paid share capital of the Company is:

	31 December 2015	31 December 2014
	£	£
1,000 Ordinary shares of £1 each	1,000	1,000

None of the above classes of the Company's shares carries a right to fixed income.

Care and Mobility (Midlands) Limited

NOTES TO THE FINANCIAL STATEMENTS (continued)

Year ended 31 December 2015

11. FINANCIAL COMMITMENTS

Total future minimum lease payments under non-cancellable operating leases are as follows:

	31 December 2015 £	31 December 2014 £
Operating leases which expire:		
Within one year	24,000	24,000
Within two to five years	28,129	52,129
	<u>52,129</u>	<u>76,129</u>

All of the above operating leases relate to buildings.

12. RELATED PARTY TRANSACTIONS

The Company has taken advantage of the exemption in FRS 102 not to disclose details of transactions with:

- Simplyhealth Group Limited and its subsidiary undertakings, 100% of whose voting rights are controlled within the group, that are included in the consolidated financial statements of Simplyhealth Group Limited, and
- Key management personnel.

During the year the Company paid Mr L Hickman, a former director, £24,000 (2014: £24,000) for rent of business premises.

13. ULTIMATE PARENT AND CONTROLLING PARTY

The Company's ultimate parent company is Simplyhealth Group Limited, a company registered in the United Kingdom and limited by guarantee.

Simplyhealth Group Limited is the parent of the largest and smallest group for which consolidated accounts are prepared of which the Company is a member. The financial statements of this company can be obtained from Companies House, Crown Way, Maindy, Cardiff, CF14 3UZ.