

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017**

**FOR**

**SAFETY CARE LIMITED**

WEDNESDAY



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# **SAFETY CARE LIMITED**

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**SAFETY CARE LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31 MARCH 2017**

**DIRECTORS:**

L P Hapangama  
M J Peck  
A D Everett  
A V R d S Jayatilleke

**REGISTERED OFFICE:**

Unit 17  
Park Farm Business Centre  
Fornham St. Genevieve  
Bury St. Edmunds  
Suffolk  
IP28 6TS

**REGISTERED NUMBER:**

07377491 (England and Wales)

**SENIOR STATUTORY AUDITOR:** Gary Howard FCA

**AUDITORS:**

Howard & Company  
Statutory Auditors  
Unit 17  
Park Farm Business Centre  
Fornham St. Genevieve  
Bury St. Edmunds  
Suffolk  
IP28 6TS

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF SAFETY CARE LIMITED**

**Although the company is only required to file a Balance Sheet, the Companies Act 2006 requires the accompanying Report of the Auditors to be a copy of our report to the members on the company's full Financial Statements and Report of the Directors. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors, referred to in the copy of our Report of the Auditors, are not required to be filed with the Registrar of Companies.**

We have audited the financial statements of Safety Care Limited for the year ended 31 March 2017 on pages five to fifteen. 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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.

### **Respective responsibilities of directors and auditors**

As explained more fully in the Statement of Directors' Responsibilities set out on page two, 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.

### **Basis for qualified opinion on financial statements**

Included in investments is an amount of £25,083 in respect of the company's 75% holding in World of Outdoors Limited. Included in trade debtors is an amount of £83,301 and included in amounts owed by group undertakings is an amount of £351,691 due from World of Outdoors Limited. In our opinion the company is unlikely to recover any of these amounts and full provision should have been made. Accordingly, investments should be reduced to £Nil, trade debtors reduced to £2,000 and amounts owed by group undertakings reduced to £Nil. The loss for the year should be increased by £460,075 and the reserves should be reduced by £460,075.

## REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF SAFETY CARE LIMITED

### Qualified opinion on financial statements

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraph, the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2017 and of its loss for the year then ended;
- have been properly prepared in accordance with the United Kingdom Generally Accepted Accounting Practice for 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, based on the work undertaken in the course of our audit, the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements, and has been prepared in accordance with applicable legal requirements. In the light of the knowledge and understanding of the company and its environment, we have not identified any material misstatements in the Report of the Directors.

### 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 in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.



Gary Howard FCA (Senior Statutory Auditor)  
for and on behalf of Howard & Company

Statutory Auditors  
Unit 17  
Park Farm Business Centre  
Fornham St. Genevieve  
Bury St. Edmunds  
Suffolk  
IP28 6TS

Date: 30/11/2017

# SAFETY CARE LIMITED

## STATEMENT OF TOTAL COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 MARCH 2017

	Notes	31.3.17 £	31.3.16 £
<b>TURNOVER</b>		<b>27,182</b>	<b>92,000</b>
Cost of sales		<u>25,621</u>	<u>-</u>
<b>GROSS PROFIT</b>		<b>1,561</b>	<b>92,000</b>
Administrative expenses		<u>17,015</u>	<u>34,347</u>
<b>OPERATING (LOSS)/PROFIT</b>	<b>3</b>	<b>(15,454)</b>	<b>57,653</b>
Interest payable and similar expenses		<u>2</u>	<u>229</u>
<b>(LOSS)/PROFIT BEFORE TAXATION</b>		<b>(15,456)</b>	<b>57,424</b>
Tax on (loss)/profit	<b>4</b>	<u>-</u>	<u>11,485</u>
<b>(LOSS)/PROFIT FOR THE FINANCIAL YEAR</b>		<b><u>(15,456)</u></b>	<b><u>45,939</u></b>

The notes form part of these financial statements


**SAFETY CARE LIMITED (REGISTERED NUMBER: 07377491)**

**BALANCE SHEET  
31 MARCH 2017**

	Notes	31.3.17 £	£	31.3.16 £	£
<b>FIXED ASSETS</b>					
Investments	5		<b>25,083</b>		25,083
<b>CURRENT ASSETS</b>					
Debtors	6	<b>449,357</b>		489,178	
Cash at bank		<b>15,119</b>		13,311	
		<b>464,476</b>		502,489	
<b>CREDITORS</b>					
Amounts falling due within one year	7	<b>103,627</b>		126,184	
<b>NET CURRENT ASSETS</b>			<b>360,849</b>		376,305
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<b>385,932</b>		401,388
<b>CAPITAL AND RESERVES</b>					
Called up share capital	8		<b>50,100</b>		50,100
Retained earnings			<b>335,832</b>		351,288
<b>SHAREHOLDERS' FUNDS</b>			<b>385,932</b>		401,388

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 30/11/2017 and were signed on its behalf by:

  
.....  
M J Peck - Director

The notes form part of these financial statements

**SAFETY CARE LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 MARCH 2017**

	Called up share capital £	Retained earnings £	Total equity £
<b>Balance at 1 April 2015</b>	50,100	305,349	355,449
<b>Changes in equity</b>			
Total comprehensive income	-	45,939	45,939
<b>Balance at 31 March 2016</b>	<u>50,100</u>	<u>351,288</u>	<u>401,388</u>
<b>Changes in equity</b>			
Total comprehensive income	-	(15,456)	(15,456)
<b>Balance at 31 March 2017</b>	<u><u>50,100</u></u>	<u><u>335,832</u></u>	<u><u>385,932</u></u>

The notes form part of these financial statements



**SAFETY CARE LIMITED**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31 MARCH 2017**

	Notes	31.3.17 £	31.3.16 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	46,783	215,733
Interest paid		(2)	(229)
Tax paid		-	(29,936)
Net cash from operating activities		<u>46,781</u>	<u>185,568</u>
<b>Cash flows from financing activities</b>			
Loan repaid by subsidiary		20,000	-
Loan to subsidiary company		(65,000)	(178,250)
Net cash from financing activities		<u>(45,000)</u>	<u>(178,250)</u>
<b>Increase in cash and cash equivalents</b>		<u>1,781</u>	<u>7,318</u>
<b>Cash and cash equivalents at beginning of year</b>	2	13,311	5,993
<b>Cash and cash equivalents at end of year</b>	2	<u><u>15,092</u></u>	<u><u>13,311</u></u>

The notes form part of these financial statements

# SAFETY CARE LIMITED

## NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2017

### 1. RECONCILIATION OF (LOSS)/PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	31.3.17	31.3.16
	£	£
(Loss)/profit before taxation	(15,456)	57,424
Finance costs	2	229
	<u>(15,454)</u>	<u>57,653</u>
Decrease in trade and other debtors	84,821	49,680
(Decrease)/increase in trade and other creditors	(22,584)	108,400
	<u>(15,454)</u>	<u>108,400</u>
<b>Cash generated from operations</b>	<b><u>46,783</u></b>	<b><u>215,733</u></b>

### 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 31 March 2017

	31.3.17	1.4.16
	£	£
Cash and cash equivalents	15,119	13,311
Bank overdrafts	(27)	-
	<u>15,092</u>	<u>13,311</u>

#### Year ended 31 March 2016

	31.3.16	1.4.15
	£	£
Cash and cash equivalents	13,311	5,993

The notes form part of these financial statements

## **SAFETY CARE LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017**

#### **1. STATUTORY INFORMATION**

Safety Care Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

#### **2. ACCOUNTING POLICIES**

##### **Basis of preparing the financial statements**

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of 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.

This is the first year in which financial statements have been prepared under FRS 102. Refer to Note 12 for an explanation of the transition.

The financial statements are prepared on a going concern basis. This assumption is appropriate as the immediate holding company have confirmed their continued support to the company. The company has made cost savings with a view to a return to profitability in the near future.

##### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable net of VAT and trade discounts. The policies adopted for the recognition of turnover are as follows:

##### **Sale of goods**

Turnover from the sale of goods is recognised when significant risks and rewards of ownership of the goods have transferred to the buyer, the amount of turnover can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the company and the costs incurred or to be incurred in respect of the transaction can be measured reliably. This is usually on the dispatch of the goods.

##### **Rendering of services**

When the outcome of a transaction can be estimated reliably, turnover from marketing fees are recognised by reference to the stage of completion at the balance sheet date. Stage of completion is measured by reference to the length of the contract.

Where the outcome cannot be measured reliably, turnover is recognised only to the extent of the expenses recognised that are recoverable.

##### **Investments in subsidiaries**

Investments in subsidiary undertakings are recognised at cost.

## SAFETY CARE LIMITED

### NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2017

#### 2. ACCOUNTING POLICIES - continued

##### **Tax**

Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current or past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense 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 it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences. Deferred tax on revalued non-depreciable tangible fixed assets and investment properties is measured using the rates and allowances that apply to the sale of the asset.

##### **Debtors and creditors receivable/payable within one year**

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administration expenses.

##### **Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

##### **Group accounts**

The company is exempt from the requirement to prepare group financial statements by virtue of section 399 of the Companies Act 2006. These accounts, therefore, present information about the company as an individual undertaking and not about its group.

##### **Loans and borrowings**

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

#### 3. OPERATING (LOSS)/PROFIT

The operating loss (2016 - operating profit) is stated after charging:

	31.3.17	31.3.16
	£	£
Auditors' remuneration	<u>3,000</u>	<u>3,500</u>

# SAFETY CARE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2017

### 4. TAXATION

#### Analysis of the tax charge

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

	31.3.17 £	31.3.16 £
Current tax:		
Tax losses surrendered	-	11,485
Tax on (loss)/profit	-	11,485

Subject to agreement, the company has tax losses of £15,456 available for offset against future taxable profits as at 31 March 2017.

### 5. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
<b>COST</b>	
At 1 April 2016 and 31 March 2017	25,083
<b>NET BOOK VALUE</b>	
At 31 March 2017	25,083
At 31 March 2016	25,083

### 6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.17 £	31.3.16 £
Trade debtors	85,301	144,693
Amounts owed by group undertakings	351,691	306,691
Other debtors	12,365	37,794
	449,357	489,178

### 7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.17 £	31.3.16 £
Bank loans and overdrafts	27	-
Trade creditors	-	1,084
Other creditors	103,600	125,100
	103,627	126,184

**SAFETY CARE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2017**

**8. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	<b>31.3.17</b>	31.3.16
			<b>£</b>	<b>£</b>
50,100	Ordinary	1	<b><u>50,100</u></b>	<b><u>50,100</u></b>

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

As at 31 March 2017 the company owed Mr L P Hapangama £1,600 ( 2016 - £1,600). The loan was on an interest free, unsecured basis for which no repayment terms have been agreed.

## **SAFETY CARE LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2017**

#### **10. RELATED PARTY DISCLOSURES**

##### **Mibeck Limited**

A company in which M Peck is a director and shareholder.

During the year the company purchased services from Mibeck Limited to the value of £9,600 (2016 - £18,845). At the year end no amounts were owed to or from Mibeck Limited.

##### **Lalan Rubbers (Pvt) Limited**

Parent company.

The company provided marketing services to Lalan Rubbers (Pvt) Limited to the value of £92,000 in the previous financial year. At the year end there was a balance of £2,000 (2016 - £32,010) due to the company.

##### **Everett Mitchell**

A business in which A D Everett has an interest.

A D Everett received directors fees of £3,702 (2016 - £9,519). £1,084 was payable by the company at the end of the previous financial year.

##### **Gloveman Supplies Limited**

A company under the control of Lalan Rubbers (Pvt) Limited.

During the year the company made loan repayments to Gloveman Supplies Limited of £20,000 (2016 - £5,000). The balance outstanding at the year end of £Nil (2016 - £20,000) was shown within Other Creditors.

##### **World of Outdoors Limited**

A subsidiary company.

During the year the company sold goods to World of Outdoors Limited to the value of £27,182. An amount of £83,301 (2016-£112,683) was outstanding at the year end and included in Trade Debtors.

In addition the company made a further loan to World of Outdoors Limited of £65,000 (2016 - £178,250). This loan was reduced by a payment of £Nil (2016-£11,485) for tax losses surrendered and a repayment of £20,000 (2016 - Nil). At the year end the balance outstanding was of £351,691 (2016-£306,691). The loan was interest free and no repayment terms have been agreed..

##### **Main Man Supplies Limited**

A company under common control.

During the previous financial year Main Man Supplies Limited made a loan to the company of £100,000. The loan was outstanding at both the current and previous the year ends and shown within Other Creditors. The loan was interest free and no repayment terms have been agreed.

**SAFETY CARE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2017**

**11. ULTIMATE CONTROLLING PARTY**

Lalan Rubbers (Pvt) Limited (incorporated in Sri Lanka) is regarded by the directors as being the company's ultimate parent company. The main address of the above company is shown below:

No 95B, Zone A  
Export Processing Zone  
Biyagama  
Malwana  
Sri Lanka

**12. FIRST YEAR ADOPTION**

The policies applied under the entity's previous accounting framework were not materially different to FRS 102 and have not impacted on equity or profit and loss.