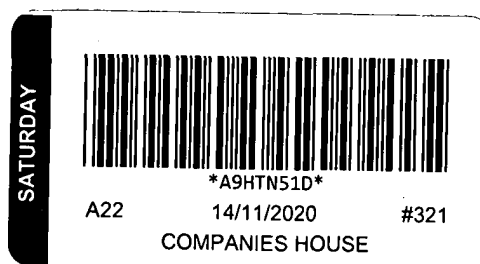


HCN Holdings Limited (Registered Number 09121398)

Report of the Directors and
Financial Statements for the Year Ended 30 April 2020
for
HCN Holding Limited



HCB Holdings Limited

Company Information for the Year Ended 30 April 2020

Directors: Dr RA Werner
C Ward
JH Haas

Registered Office: 3 The Square
Winchester
Hampshire
SO23 9ES

Registered Number: 09121398 (England and Wales)

Auditors: Azets Audit Services
Athenia House
10-14 Andover Road
Winchester
Hampshire
SO23 7BS

HCB Holdings Limited

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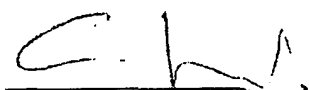
Balance Sheet at 30 April 2020

	Notes	Year Ending 30 April 2020 £	Year Ending 30 April 2020 £	Year Ending 30 April 2019 £	Year Ending 30 April 2019 £
FIXED ASSETS					
Intangible Assets	5		50,973		67,373
Investments	6		3,050,100		2,050,100
Investment property	7		805,099		762,405
			<u>3,906,172</u>		<u>2,879,878</u>
CURRENT ASSETS					
Debtors	8		-	1,920	
Cash at bank and in hand		496,354		1,448,792	
		<u>496,354</u>		<u>1,450,712</u>	
CREDITORS					
Amounts falling due within one year	9	8,504		14,897	
				<u>14,897</u>	
NET CURRENT ASSETS			487,850		1,435,815
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>4,394,022</u>		<u>4,315,693</u>
CAPITAL AND RESERVES					
Called up share capital	10		15,038		14,675
Share Premium			6,231,762		5,869,125
Retained Earnings			(1,852,778)		(1,568,107)
			<u>4,394,022</u>		<u>4,315,693</u>

The financial statements have been prepared 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

Date 07 Sept 2020 and were signed on its behalf by:



C Ward - Director

Notes to the Financial Statements for the Year Ended 30 April 2020

1. STATUTORY INFORMATION

HCB Holding 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 FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.
Computer software is being amortised evenly over its estimated useful life of six years.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Investment property

Investment property, which is property held for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the profit and loss.

Any rent received on investment property is recognised on an accruals basis.

Hire purchase and leasing commitments

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.

Going concern

After reviewing the group's forecasts and projections, the directors have a reasonable expectation that the firm has adequate resources to continue in operational existence for the foreseeable future. The company therefore continues to adopt the going concern basis in preparing its financial statements.

Notes to the Financial Statements for the Year Ended 30 April 2020 – continued

2. ACCOUNTING POLICIES – continued

Foreign currency translation

The company holds cash at bank balances denominated in EUR. This bank account balance is re-valued into GBP at each year-end using Bank of England closing spot rates. Any profit or loss is reported under other comprehensive income.

Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current Tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred Tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 3 (2019 – 8)

	30 April 2020 £	30 April 2019 £
Directors remuneration paid in year		
Gross pay	-	42,070
Employers Pension	-	1,125
Total directors remuneration paid in year	<u>-</u>	<u>43,195</u>

4. OPERATING LOSS

The operating loss is stated after charging:

	30 April 2020 £	30 April 2019 £
Computer software amortisation	<u>16,400</u>	<u>16,400</u>

Notes to the Financial Statements for the Year Ended 30 April 2020 – continued

5. INTANGIBLE FIXED ASSETS

	Other Intangible Fixed Assets £
COST	
At 1 May 2019	98,400
Additions in year	
At 30 April 2020	<u>98,400</u>
AMORTISATION	
At 1 May 2019	31,027
Charge for year	16,400
At 30 April 2020	<u>47,427</u>
NET BOOK VALUE	
At 30 April 2020	<u>50,973</u>
At 30 April 2019	<u>67,373</u>

6. FIXED ASSET INVESTMENTS

	Shares In Group Undertakings £
COST	
At 1 May 2019	2,050,100
Additional Investments in year	1,000,000
At 30 April 2020	<u>3,050,100</u>
NET BOOK VALUE	
At 30 April 2020	<u>3,050,100</u>
At 30 April 2019	<u>2,050,100</u>

The company's Investments at the Balance Sheet date in the share capital of companies include the following:

Hampshire Community BNK Ltd.

Registered office: 3 The Square, Winchester, Hampshire, SO23 9ES
Nature of business: Financial services

	% age Holding
Ordinary shares:	
Ordinary shares on £1 each	<u>100.00</u>

Notes to the Financial Statements for the Year Ended 30 April 2020 – continued

7. INVESTMENT PROPERTY

	Investment Property £
COST	
At 1 May 2019	762,405
Additions in year	42,694
At 30 April 2020	<u>805,099</u>
NET BOOK VALUE	
At 30 April 2020	<u>805,099</u>
At 30 April 2019	<u>762,405</u>

The investment property was acquired in the year ending 30 April 2018 and is included in the financial statements at original cost including refurbishment expenses. It is the view of the directors that the value of the property increased in line with the acquisition cost plus the value of refurbishment works completed and that this represents the fair value of the property at the year-end date.

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30 April 2020 £	30 April 2019 £
Other debtors	<u>-</u>	<u>1,920</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30 April 2020 £	30 April 2019 £
Other creditors and accruals	<u>8,504</u>	<u>14,897</u>

10. CALLED UP SHARE CAPITAL

Allotted Number	Issued and Fully Paid	Nominal Value	30 April 2020 £	30 April 2019 £
6,238	Ordinary A shares	<u>£1.00</u>	<u>6,238</u>	<u>5,875</u>
8000	Ordinary B shares	<u>£1.10</u>	<u>8,800</u>	<u>8,800</u>

Notes to the Financial Statements for the Year Ended 30 April 2020 – continued

11. AUDIT REPORT INFORMATION

As the income statement has been omitted from the filing copy of the financial statements the following information in relation to the audit report on the statutory financial statements is provided in accordance with S444(5B) of the Companies Act 2006:

The report was unqualified.

The senior statutory auditor was Michael Tizard.

The auditor was Azets Audit Services.

12. POST BALANCE SHEET EVENTS

As part of the enterprise risk management framework, the directors and senior management assess the likely impact of low likelihood high impact external events as part of key risk assessments, scenario analysis and stress testing.

As part of this exercise, the potential effects of pandemic were analysed. In response to this risk, procedures were put in place to ensure all staff remain safe, can work from home effectively using secure systems and servers. In addition, in respect to the current Covid-19 crisis, all borrowers of the company's wholly owned subsidiary, Hampshire Community BNK Ltd (Community Bank), were offered interest only payments on their loans as soon as the Community Bank became aware of the severity of the unfolding pandemic in order to assist their businesses survival.

As a result, no abnormal provisions have needed to be made (2019 - £nil).

13. ULTIMATE HOLDING COMPANY

The ultimate controlling party is HCB Foundation, a company limited by guarantee.

14. RELATED PARTY TRANSACTIONS

Providence Asset Management Ltd

In the course of the year £45,000 rent (2019 £40,500 – rent) was paid to Providence Asset Management Ltd by the company. One of the directors of HCB Holding Limited is a director of Providence Asset Management Ltd.