

Earls Barton Day Nursery Limited

Annual Report and Unaudited Filleted Financial Statements
for the Year Ended 31 August 2023



Michael J Emery & Co Limited
CHARTERED ACCOUNTANTS

Earls Barton Day Nursery Limited

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Earls Barton Day Nursery Limited

Company Information

Directors	Mr PG Hannan Mrs HS Hannan
Registered office	5 Northampton Road Blisworth Northampton Northamptonshire NN7 3DN
Accountants	Michael J Emery & Co Limited Chartered Accountants 22 St. John Street Newport Pagnell Buckinghamshire MK16 8HJ

**Chartered Accountants' Report to the Board of Directors on the Preparation of the
Unaudited Statutory Accounts of
Earls Barton Day Nursery Limited
for the Year Ended 31 August 2023**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Earls Barton Day Nursery Limited for the year ended 31 August 2023 as set out on pages 3 to 10 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/regulation>.

This report is made solely to the Board of Directors of Earls Barton Day Nursery Limited, as a body, in accordance with the terms of our instructions. Our work has been undertaken solely to prepare for your approval the accounts of Earls Barton Day Nursery Limited and state those matters that we have agreed to state to the Board of Directors of Earls Barton Day Nursery Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Earls Barton Day Nursery Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Earls Barton Day Nursery Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Earls Barton Day Nursery Limited. You consider that Earls Barton Day Nursery Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Earls Barton Day Nursery Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

.....
Michael J Emery & Co Limited
Chartered Accountants
22 St. John Street
Newport Pagnell
Buckinghamshire
MK16 8HJ

25 March 2024

Earls Barton Day Nursery Limited

Profit and Loss Account for the Year Ended 31 August 2023

	Note	2023 £	2022 £
Turnover		479,208	413,441
Cost of sales		<u>20,771</u>	<u>19,322</u>
Gross profit		458,437	394,119
Administrative expenses		407,059	279,464
Other operating income		<u>351</u>	<u>-</u>
Operating profit		51,729	114,655
Interest payable and similar expenses		<u>627</u>	<u>1,037</u>
Profit before tax		51,102	113,618
Tax on profit		<u>9,964</u>	<u>16,713</u>
Profit for the financial year		<u><u>41,138</u></u>	<u><u>96,905</u></u>

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

Earls Barton Day Nursery Limited
(Registration number: 12147598)
Balance Sheet as at 31 August 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	<u>4</u>	73,517	76,566
Current assets			
Stocks	<u>5</u>	500	500
Debtors	<u>6</u>	-	2,196
Cash at bank and in hand		28,680	43,849
		29,180	46,545
Creditors: Amounts falling due within one year	<u>7</u>	(50,674)	(38,511)
Net current (liabilities)/assets		(21,494)	8,034
Total assets less current liabilities		52,023	84,600
Creditors: Amounts falling due after more than one year	<u>7</u>	(13,656)	(21,200)
Provisions for liabilities		(10,125)	(10,503)
Net assets		28,242	52,897
Capital and reserves			
Called up share capital		100	100
Retained earnings		28,142	52,797
Shareholders' funds		28,242	52,897

Earls Barton Day Nursery Limited
(Registration number: 12147598)
Balance Sheet as at 31 August 2023

For the financial year ending 31 August 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 25 March 2024 and signed on its behalf by:

.....
Mr PG Hannan
Director

.....
Mrs HS Hannan
Director

Earls Barton Day Nursery Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2023

1 General information

The company is a private company limited by share capital, incorporated in England and Wales. Registration number 12147598.

The address of its registered office is:

5 Northampton Road
Blisworth
Northampton
Northamptonshire
NN7 3DN

These financial statements were authorised for issue by the Board on 25 March 2024.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Turnover

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

Earls Barton Day Nursery Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2023

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

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Office equipment	33% on cost
Furniture and fittings	33% on cost
Plant and machinery	33% on cost
Improvements to property	5% on cost

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Earls Barton Day Nursery Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2023

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the profit and loss account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Earls Barton Day Nursery Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2023

3 Staff numbers

The average number of persons employed by the company during the year, including directors, was 21 (2022 - 16).

4 Tangible assets

	Land and buildings £	Fixtures and fittings £	Plant and machinery £	Office equipment £	Total £
Cost or valuation					
At 1 September 2022	70,485	16,671	2,938	4,573	94,667
Additions	-	4,509	293	76	4,878
At 31 August 2023	70,485	21,180	3,231	4,649	99,545
Depreciation					
At 1 September 2022	-	13,072	2,140	2,889	18,101
Charge for the year	3,524	2,678	534	1,191	7,927
At 31 August 2023	3,524	15,750	2,674	4,080	26,028
Carrying amount					
At 31 August 2023	66,961	5,430	557	569	73,517
At 31 August 2022	70,485	3,599	798	1,684	76,566

5 Stocks

	2023 £	2022 £
Inventory	500	500

Earls Barton Day Nursery Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2023

6 Debtors

	2023 £	2022 £
Current		
Director's loan account	-	2,196

7 Creditors

Creditors: amounts falling due within one year

	Note	2023 £	2022 £
Due within one year			
Loans and borrowings	<u>8</u>	7,542	7,357
Accruals		1,407	1,252
Corporation tax control		10,342	6,211
PAYE and NIC creditor		30,285	23,691
Other creditors		1,098	-
		<u>50,674</u>	<u>38,511</u>

Creditors: amounts falling due after more than one year

	Note	2023 £	2022 £
Due after one year			
Loans and borrowings	<u>8</u>	<u>13,656</u>	<u>21,200</u>

8 Loans and borrowings

	2023 £	2022 £
Non-current loans and borrowings		
Other borrowings	<u>13,656</u>	<u>21,200</u>

	2023 £	2022 £
Current loans and borrowings		
Other borrowings	<u>7,542</u>	<u>7,357</u>

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.