

Company registration number: 12298057

**Belmont Healthcare Management Limited**

**Consolidated Financial statements**

**31 March 2022**

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## **Belmont Healthcare Management Limited**

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**Belmont Healthcare Management Limited**

**Directors and other information**

<b>Director</b>	Mr A N Hutchison
<b>Company number</b>	12298057
<b>Registered office</b>	1st Floor, Highlands House Highlands Road Shirley, Solihull B90 4ND
<b>Business address</b>	1st Floor, Highlands House Highlands Road Shirley, Solihull B90 4ND
<b>Auditor</b>	Barnett Ravenscroft Limited 13 Portland Road Edgbaston Birmingham B16 9HN

## **Belmont Healthcare Management Limited**

### **Strategic report Year ended 31 March 2022**

The director presents his report of the group for the year ended 31 March 2022.

Belmont Healthcare Management Limited is a holding company. The subsidiaries provide care home facilities.

#### **Review and analysis of the business period.**

The aim is to present a balanced and comprehensive review of the development and performance of the business during the year to 31 March 2022 and its position at the period end. The review is consistent with the size and non-complex nature of the business and is written in the context of the risks and uncertainties faced.

#### **Business review**

The Financial Year 2021/22 has been a successful one for the Group. Following low occupancy as a result of the pandemic in 2020/21 this was improved upon with increasing resident numbers, resulting in an increase in revenues. The main focus has been placed on the service delivery of the business and ensuring we have higher Average Weekly Fees (AWF) to support the growing costs of operating in this sector. The Group's two larger sites closed the year with high occupancy levels, promising a solid foothold for the start of 2022/23. Outbreaks of Covid-19 within our sites during the year did not critically impact trading as we saw in the previous year, with the rollout of vaccinations and boosters having a visibly positive effect on the health of residents.

For one site recovery has been more challenging due to the site's demographics, not only with regard to building occupancy but also with the recruitment of staff. A new manager was placed on-site during the year, and work is being focused on driving admissions upwards, along with the recruitment of staff. We have seen improvements already at this site as it begins to get closer to achieving the budget. The site is now profitable and self-sustaining which is important for further growth aspirations.

In line with our existing business model, the sale of our Sandbanks Care Home site was completed during the year, following the extension works at Madeira Lodge care home being finalised and occupancy increasing to 48 at this site. We successfully brought the 2 buildings together into Madeira Lodge offering further efficiencies on overheads and direct costs. This has been directly reflected in the EBITDA growth throughout this year.

#### **Principle risks and uncertainties**

The management of the business and the execution of the group's strategy are subject to a number of risks, as follows:

##### **Credit risk**

The group seeks to manage its credit risk by ensuring that it deals with customers clearly and ensuring payment is made for services rendered.

##### **Liquidity risk**

The group seeks to manage financial risk by ensuring that sufficient liquidity is available to meet foreseeable needs and to obtain short term cash injections if required.

##### **Industry risk**

The director is fully aware of the group's standing in the marketplace, the group is not immune to the industry specific pressures placed upon it and constantly strives for improvement and excellence.

#### **Business outlook**

We continue our Strategic Growth Plan and have maintained the strong resource base required to support this. Our 22/23 budget is robust and our Q1 22/23 MI is 3% above budget. We maintain strong cost control across the Group and are confident we will achieve our target EBITDA this year.

**Belmont Healthcare Management Limited**

**Strategic report (continued)**  
**Year ended 31 March 2022**

This report was approved by the board of directors on 26 July 2022 and signed on behalf of the board by:

A handwritten signature in black ink, consisting of a large, stylized 'H' followed by a cursive 'N' and a final flourish.

**Mr A N Hutchison**  
**Director**

## **Belmont Healthcare Management Limited**

### **Director's report Year ended 31 March 2022**

The director presents his report and the financial statements of the company and the group for the year ended 31 March 2022.

#### **Director**

The director who served the company during the year was as follows:

Mr A N Hutchison

#### **Dividends**

Particulars of recommended dividends are detailed in note 12 to the financial statements.

#### **Director's responsibilities statement**

The director is responsible for preparing the strategic report, director's report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and the profit or loss of the company for that period.

In preparing these financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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 him 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.

#### **Disclosure of information to the auditor**

The person who is a director at the date of approval of this report confirms that:

- so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- the director has taken all steps that they ought to have taken as a director to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

#### **Auditor**

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

**Belmont Healthcare Management Limited**

**Director's report (continued)  
Year ended 31 March 2022**

This report was approved by the board of directors on 26 July 2022 and signed on behalf of the board by:

A handwritten signature in black ink, consisting of several loops and a long horizontal stroke at the end.

**Mr A N Hutchison  
Director**

## **Belmont Healthcare Management Limited**

### **Independent auditor's report to the member of Belmont Healthcare Management Limited Year ended 31 March 2022**

#### **Opinion**

We have audited the financial statements of Belmont Healthcare Management Limited (the 'company') for the year ended 31 March 2022 which comprise the statement of comprehensive income, statement of financial position, statement of changes in equity, statement of cash flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2022 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.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and the provisions available for small entities, in the circumstances set out below, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the director with respect to going concern are described in the relevant sections of this report.

#### **Other Information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The director is responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.



## **Belmont Healthcare Management Limited**

### **Independent auditor's report to the member of Belmont Healthcare Management Limited (continued) Year ended 31 March 2022**

#### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the director's report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the director's report has been prepared in accordance with applicable legal requirements.

#### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the director's report.

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 the returns; or
- certain disclosures of director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of directors**

As explained more fully in the director's responsibilities statement, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the director determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the director is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the director either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

#### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management, those charged with governance around actual and potential litigation and claims;
- Enquiry of entity staff in tax and compliance functions to identify any instances of non-compliance with laws and regulations;
- Reviewing financial statements disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

**Belmont Healthcare Management Limited**

**Independent auditor's report to the member of  
Belmont Healthcare Management Limited (continued)  
Year ended 31 March 2022**

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at

[https://www.frc.org.uk/Our-Work/Audit/Audit](https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx)

[-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx](https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx).

This description forms part of our auditor's report.

**Use of our report**

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



**B D Eley FCA (Senior Statutory Auditor)**

**For and on behalf of  
Barnett Ravenscroft Limited  
Chartered Accountants and and Statutory Auditor  
13 Portland Road  
Edgbaston  
Birmingham  
B16 9HN**

**26 July 2022**

**Belmont Healthcare Management Limited**

**Statement of comprehensive income  
Year ended 31 March 2022**

	<b>Note</b>	<b>2022 £</b>	<b>2021 £</b>
<b>Turnover</b>	<b>4</b>	4,336,256	3,594,562
Cost of sales		(2,422,644)	(2,429,500)
<b>Gross profit</b>		<u>1,913,612</u>	<u>1,165,062</u>
Administrative expenses		(1,150,732)	(846,711)
Other operating income	<b>5</b>	2,667	36,879
<b>Operating profit</b>	<b>6</b>	<u>765,547</u>	<u>355,230</u>
Other interest receivable and similar income	<b>9</b>	2,266	-
Interest payable and similar expenses	<b>10</b>	(187,401)	(171,340)
<b>Profit before taxation</b>		<u>580,412</u>	<u>183,890</u>
Tax on profit	<b>11</b>	(431,671)	36,214
<b>Profit for the financial year</b>		<u><u>148,741</u></u>	<u><u>220,104</u></u>
<b>Profit for the financial year attributable to:</b>			
Owners of the parent company		<u><u>148,741</u></u>	<u><u>220,104</u></u>

The notes on pages 15 to 23 form part of these financial statements.

**Belmont Healthcare Management Limited**

**Consolidated statement of financial position  
31 March 2022**

	Note	2022 £	£	2021 £	£
<b>Fixed assets</b>					
Tangible assets		9,611,139		7,746,891	
			9,611,139		7,746,891
<b>Current assets</b>					
Debtors	15	97,440		50,990	
Cash at bank and in hand		192,589		156,593	
		290,029		207,583	
<b>Creditors: amounts falling due within one year</b>	16	(1,290,289)		(1,435,940)	
<b>Net current liabilities</b>			(1,000,260)		(1,228,357)
<b>Total assets less current liabilities</b>			8,610,879		6,518,534
<b>Creditors: amounts falling due after more than one year</b>	17		(4,969,052)		(5,795,851)
<b>Provisions for liabilities</b>	18		(365,076)		-
<b>Net assets</b>			3,276,751		722,683
<b>Capital and reserves</b>					
Called up share capital	21		100		100
Revaluation reserve			2,710,327		215,000
Capital reserve			426,974		426,974
Profit and loss account			139,350		80,609
<b>Shareholder funds</b>			3,276,751		722,683

These financial statements were approved by the director and authorised for issue on 26 July 2022 and signed by the director.

Mr A N Hutchison  
Director



Company registration number: 12298057

**The notes on pages 15 to 23 form part of these financial statements.**

**Belmont Healthcare Management Limited**  
**Consolidated Statement of changes in equity**  
**Year ended 31 March 2022**

	Called up share capital	Revaluation reserve	Capital reserve	Profit and loss account	<b>Total</b>
	£	£	£	£	£
<b>At 1 April 2020</b>	100	-	-	(84,495)	(84,395)
Profit for the period				220,104	220,104
Revaluation of tangible assets		215,000			215,000
Reserve arising on consolidation	-	-	426,974	-	426,974
<b>Total comprehensive income for the year</b>	-	215,000	426,974	135,609	777,583
Dividends paid and payable				(55,000)	(55,000)
<b>Total investments by and distributions to owners</b>	-	-	-	(55,000)	(55,000)
<b>At 31 March 2021 and 1 April 2021</b>	100	215,000	426,974	80,609	722,583
Profit for the year				148,741	148,741
Revaluation of tangible assets		2,495,327			2,495,327
<b>Total comprehensive income for the year</b>	-	2,495,327	-	148,741	2,644,068
Dividends paid and payable				(90,000)	(90,000)
<b>Total investments by and distributions to owners</b>	-	-	-	(90,000)	(90,000)
<b>At 31 March 2022</b>	100	2,710,327	426,974	139,350	3,276,751

**Belmont Healthcare Management Limited**

**Statement of financial position  
31 March 2022**

	<b>Note</b>	<b>2022</b> £	£	<b>2021</b> £	£
<b>Fixed assets</b>					
Investments	<b>14</b>	<u>2,362,747</u>		<u>2,362,747</u>	
			2,362,747		2,362,747
<b>Current assets</b>					
Debtors	<b>15</b>	536,237		294,136	
Cash at bank and in hand		<u>6,451</u>		<u>4,980</u>	
		542,688		299,116	
<b>Creditors: amounts falling due within one year</b>	<b>16</b>	<u>(668,333)</u>		<u>(464,899)</u>	
<b>Net current liabilities</b>			(125,645)		(165,783)
<b>Total assets less current liabilities</b>			2,237,102		2,196,964
<b>Creditors: amounts falling due after more than one year</b>	<b>17</b>		(1,086,352)		(1,128,012)
<b>Net assets</b>			<u>1,150,750</u>		<u>1,068,952</u>
<b>Capital and reserves</b>					
Called up share capital	<b>21</b>		100		100
Merger reserve			1,000,000		1,000,000
Profit and loss account			<u>150,650</u>		<u>68,852</u>
<b>Shareholder funds</b>			<u>1,150,750</u>		<u>1,068,952</u>

These financial statements were approved by the director and authorised for issue on 26 July 2022 and signed by the director.

Mr A N Hutchison  
Director



Company registration number: 12298057

**The notes on pages 15 to 23 form part of these financial statements.**

**Belmont Healthcare Management Limited**

**Company statement of equity  
Year ended 31 March 2022**

	Called up share capital	Merger reserve	Profit and loss account	<b>Total</b>
	£	£	£	£
<b>At 1 April 2020</b>	100	1,000,000	(118,359)	881,741
Profit for the year			242,211	242,211
<b>Total comprehensive income for the year</b>	-	-	123,852	123,852
Dividends paid and payable			(55,000)	(55,000)
<b>Total investments by and distributions to owners</b>	-	-	68,852	68,852
<b>At 31 March 2021</b>	<u>100</u>	<u>1,000,000</u>	<u>68,852</u>	<u>1,068,952</u>
Profit for the year			171,798	171,798
<b>Total comprehensive income for the year</b>	-	-	171,798	171,798
Dividends paid and payable			(90,000)	(90,000)
<b>Total investments by and distributions to owners</b>	-	-	(90,000)	(90,000)
<b>At 31 March 2022</b>	<u>100</u>	<u>1,000,000</u>	<u>150,650</u>	<u>1,150,750</u>

**Belmont Healthcare Management Limited**

**Consolidated Statement of cash flows**  
**Year ended 31 March 2022**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Cash flows from operating activities</b>		
Profit for the financial year	148,741	220,104
<i>Adjustments for:</i>		
Depreciation of tangible assets	88,641	73,393
Other interest receivable and similar income	(2,266)	-
Interest payable and similar expenses	187,401	171,340
Loss on disposal of tangible assets	152,752	-
Tax on profit	431,671	(36,214)
<i>Changes in:</i>		
Trade and other debtors	(46,450)	110,483
Trade and other creditors	(227,515)	(35,595)
Cash generated from operations	<u>732,975</u>	<u>503,511</u>
Interest paid	(187,401)	(171,340)
Interest received	2,266	-
Taxation	13,914	36,214
Net cash from operating activities	<u><u>561,754</u></u>	<u><u>368,385</u></u>
<b>Cash flows from investing activities</b>		
Purchase of tangible assets	(461,822)	(1,171,157)
Proceeds from sale of tangible assets	845,000	-
Net cash from/(used in) investing activities	<u><u>383,178</u></u>	<u><u>(1,171,157)</u></u>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	818,937	928,306
Equity dividends paid	(90,000)	(55,000)
Net used cash from financing activities	<u><u>(908,937)</u></u>	<u><u>873,306</u></u>
<b>Net increase in cash and cash equivalents</b>	35,995	70,534
<b>Cash and cash equivalents at beginning of year</b>	156,594	86,060
<b>Cash and cash equivalents at end of year</b>	<u><u>192,589</u></u>	<u><u>156,594</u></u>



## **Belmont Healthcare Management Limited**

### **Notes to the financial statements Year ended 31 March 2022**

#### **1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 1st Floor, Highlands House, Highlands Road, Shirley, Solihull, B90 4ND.

#### **2. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

#### **3. Accounting policies**

##### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation at market value of certain fixed assets.

The financial statements are prepared in sterling, which is the functional currency of the entity.

The accounts are rounded to the nearest Pound Sterling (£).

##### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts.

##### **Taxation**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in capital and reserves. In this case, tax is recognised in other comprehensive income or directly in capital and reserves, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other 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. 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.

## **Belmont Healthcare Management Limited**

### **Notes to the financial statements (continued) Year ended 31 March 2022**

#### **Tangible assets**

Tangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses.

Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in capital and reserves, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in capital and reserves in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves in respect of that asset, the excess shall be recognised in profit or loss.

Property improvements are modernisation costs to the freehold property. Development costs are the continuing expansion extension of the freehold property until completion of all works.

The freehold property is revalued each year

#### **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	No depreciation
Fittings fixtures and equipment	-	10% straight line
Motor vehicles	-	25% reducing balance
Property improvements	-	10% straight line
Development works	-	10% straight line

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

#### **Fixed asset investments**

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses. Listed investments are measured at fair value with changes in fair value being recognised in profit or loss.

#### **Impairment**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

## Belmont Healthcare Management Limited

### Notes to the financial statements (continued) Year ended 31 March 2022

#### Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised in finance costs in profit or loss in the period in which it arises.

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

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

#### Loan 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 financing transaction it is measured at present value.

#### 4. Turnover

Turnover arises from:

	2022	2021
	£	£
Rendering of services	4,336,256	3,594,562

The whole of the turnover is attributable to the principal activity of the company wholly undertaken in the United Kingdom.

#### 5. Other operating income

	2022	2021
	£	£
Rental income	-	1,879
Business grants	2,667	35,000
	<u>2,667</u>	<u>36,879</u>

#### 6. Operating profit

	2022	2021
	£	£
Depreciation of tangible assets	88,641	73,393
Loss on disposal of tangible assets	152,752	-
Fees payable for the audit of the financial statements	<u>31,494</u>	<u>35,705</u>

**Belmont Healthcare Management Limited**

**Notes to the financial statements (continued)**  
**Year ended 31 March 2022**

**7. Staff costs**

The average number of persons employed by the company during the year, including the director, amounted to:

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Administrative staff	7	6
Healthcare workers	122	132
	<u>129</u>	<u>138</u>

The aggregate payroll costs incurred during the year were:

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Wages and salaries	2,259,877	2,252,095
Social security costs	161,109	160,182
Other pension costs	36,523	35,752
	<u>2,457,509</u>	<u>2,448,029</u>

**8. Directors remuneration**

The director's aggregate remuneration in respect of qualifying services was:

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Remuneration	<u>-</u>	<u>8,710</u>

**9. Other interest receivable and similar income**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Bank deposits	<u>2,266</u>	<u>-</u>

**10. Interest payable and similar expenses**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	<u>187,401</u>	<u>171,340</u>

**Belmont Healthcare Management Limited**

**Notes to the financial statements (continued)**  
**Year ended 31 March 2022**

**11. Tax on profit**

**Major components of tax expense/income**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Current tax:</b>		
UK current tax expense	80,445	-
Adjustments in respect of previous periods	(13,850)	(36,214)
Total current tax	<u>66,595</u>	<u>(36,214)</u>
<b>Deferred tax:</b>		
Deferred tax on revaluation of tangible assets	<u>365,076</u>	<u>-</u>
<b>Tax on profit</b>	<u><u>431,671</u></u>	<u><u>(36,214)</u></u>

**Reconciliation of tax expense/income**

The tax assessed on the profit for the year is higher than (2021: lower than) the standard rate of corporation tax in the UK of 19.00% (2021: 19.00%).

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Profit before taxation	<u>580,412</u>	<u>183,890</u>
Profit multiplied by rate of tax	110,278	34,939
Adjustments in respect of prior periods	(13,850)	(36,214)
Effect of capital allowances and depreciation	(16,057)	(9,094)
Utilisation of tax losses	<u>(13,776)</u>	<u>(25,845)</u>
Tax on profit	<u><u>66,595</u></u>	<u><u>(36,214)</u></u>

**Factors affecting future tax expense**

Factors affecting future tax expenses are changes to the tax rates from April 2023 to 25%.

**12. Dividends**

**Equity dividends**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Dividends paid during the year (excluding those for which a liability existed at the end of the prior year)	<u>90,000</u>	<u>55,000</u>

**Belmont Healthcare Management Limited**

**Notes to the financial statements (continued)**  
**Year ended 31 March 2022**

**13. Tangible assets**

	Freehold property	Fixtures, fittings and equipment	Motor vehicles	Property improvements	Development works	Total
	£	£	£	£	£	£
<b>Cost or valuation</b>						
At 1 April 2021	5,696,447	1,198,309	37,220	58,702	1,189,052	8,179,730
Additions	-	47,969	-	71,571	342,282	461,822
Disposals	(980,000)	(283,117)	(15,025)	-	-	(1,278,142)
Revaluation	2,495,327	-	-	-	-	2,495,327
Transfers	1,196,940	(10,657)	-	925	(1,196,184)	(8,976)
<b>At 31 March 2022</b>	<b>8,408,714</b>	<b>952,504</b>	<b>22,195</b>	<b>131,198</b>	<b>335,150</b>	<b>9,849,761</b>
<b>Depreciation</b>						
At 1 April 2021	1,445	390,755	29,428	(58,702)	-	362,926
Charge for the year	2,269	68,718	2,521	(43,569)	-	29,939
Disposals	-	(266,051)	(14,339)	-	-	(280,390)
Transfers	-	(2,466)	-	(58,702)	-	(61,168)
<b>At 31 March 2022</b>	<b>3,714</b>	<b>190,956</b>	<b>17,610</b>	<b>(160,973)</b>	<b>-</b>	<b>51,307</b>
<b>Carrying amount</b>						
<b>At 31 March 2022</b>	<b>8,405,000</b>	<b>761,548</b>	<b>4,585</b>	<b>292,171</b>	<b>335,150</b>	<b>9,798,454</b>
At 31 March 2021	5,695,002	807,554	7,792	117,404	1,189,052	7,816,804

The company does not own any tangible assets.

**Tangible assets held at valuation**

The freehold land and buildings of the group had been professionally valued on 31 March 2022 by Knight Frank LLP at a market valuation.

**Belmont Healthcare Management Limited**

**Notes to the financial statements (continued)**  
**Year ended 31 March 2022**

**14. Investments - Company**

	Shares in group undertakings £	<b>Total</b>  £
<b>Cost or valuation</b>		
At 1 April 2021	2,362,747	2,362,747
<b>At 31 March 2022</b>	<u>2,362,747</u>	<u>2,362,747</u>
<b>At 31 March 2022</b>	<u><u>2,362,747</u></u>	<u><u>2,362,747</u></u>
At 31 March 2021	<u><u>2,362,747</u></u>	<u><u>2,362,747</u></u>

All companies either directly or indirectly owned by Belmont Healthcare Management Limited are consolidated into the group.

**Investments in group undertakings**

	Registered office	Class of share	Percentage of shares held
<b>Subsidiary undertakings</b>			
Belmont Healthcare Services Limited	1st Floor, Highlands House, Highland Road, Shirley, Solihull. B90 4ND	Ordinary	100
Belmont Sandbanks Limited	1st Floor, Highlands House, Highland Road, Shirley, Solihull. B90 4ND	Ordinary	100
Belmont Healthcare (Edendale) Limited	1st Floor, Highlands House, Highland Road, Shirley, Solihull. B90 4ND	Ordinary	100
Belmont Healthcare (Haslington) Limited	1st Floor, Highlands House, Highland Road, Shirley, Solihull. B90 4ND	Ordinary	100

**Belmont Healthcare Management Limited**

**Notes to the financial statements (continued)**  
**Year ended 31 March 2022**

**15. Debtors**

	<b>Group 2022</b>	<b>Company 2022</b>	<b>Group 2021</b>	<b>Company 2021</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Trade debtors	13,722	-	-	-
Amounts owed by group undertakings	-	532,412	-	291,095
Amounts owed by related companies	54,368	-	9,394	-
Prepayments and accrued income	22,342	-	30,972	-
Other debtors	7,008	3,825	10,624	3,041
	<u>97,440</u>	<u>536,237</u>	<u>50,990</u>	<u>294,136</u>

**16. Creditors: amounts falling due within one year**

	<b>Group 2022</b>	<b>Company 2022</b>	<b>Group 2021</b>	<b>Company 2021</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Bank loans	504,059	38,736	511,196	38,736
Trade creditors	189,182	1,260	378,052	75,240
Amounts owed to group undertakings	-	386,871	-	133,611
Accruals and deferred income	63,583	1,881	106,414	1,800
Corporation tax	80,510	-	-	-
Social security and other taxes	51,915	-	52,130	-
Director loan accounts	846	846	702	702
Other creditors	400,194	238,739	387,446	214,810
	<u>1,290,289</u>	<u>668,333</u>	<u>1,435,940</u>	<u>464,899</u>

The bank loans are secured by a charge over the assets of the of the companies. All loans are repayable within 5 years. Interest is charged on the loans at rates varying between 2.8% and 3.0% above the Banks base rate.

**17. Creditors: amounts falling due after more than one year**

	<b>2022 Group</b>	<b>2022 Company</b>	<b>2021 Group</b>	<b>2021 Company</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Bank loans	4,099,052	353,910	4,910,851	380,570
Other creditors	870,000	732,442	885,000	747,442
	<u>4,969,052</u>	<u>1,086,352</u>	<u>5,795,851</u>	<u>1,128,012</u>

Included within creditors: amounts falling due after more than one year is an amount of £ 420,000 (2021 £ 420,000 ) in respect of liabilities payable or repayable by instalments which fall due for payment after more than five years from the reporting date.



**Belmont Healthcare Management Limited**

**Notes to the financial statements (continued)**  
**Year ended 31 March 2022**

**18. Provisions**

	Deferred tax (note 19)	Total
	£	£
At 1 April 2021	-	-
Additions	365,076	365,076
<b>At 31 March 2022</b>	<u>365,076</u>	<u>365,076</u>

**19. Deferred tax**

The deferred tax included in the statement of financial position is as follows:

	2022	2021
	£	£
Included in provisions (note 18)	<u>365,076</u>	<u>-</u>

The deferred tax account consists of the tax effect of timing differences in respect of:

	2022	2021
	£	£
Revaluation of tangible assets	<u>365,076</u>	<u>-</u>

**20. Employee benefits**

The amount recognised in profit or loss in relation to defined contribution plans was £36,523 (2021: £35,752).

**21. Called up share capital**  
**Issued, called up and fully paid**

	2022		2021	
	No	£	No	£
Ordinary shares of £ 1.00 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

**22. Controlling party**

The company is under the control of Mr A N Hutchison, the sole director and shareholder.

**23. Results of Parent Company**

As permitted by Section 408 of the Companies Act 2006, the profit and loss account of the parent company is not presented as part of these financial statements. The consolidated profit and loss account includes a profit after tax of £171,798 which is dealt with in the financial statements of the parent company.