

Registered number: 12345883

## **HIGHMEAD HOLDINGS LIMITED**

**UNAUDITED**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED 31 DECEMBER 2020**

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**HIGHMEAD HOLDINGS LIMITED**  
**REGISTERED NUMBER: 12345883**

**BALANCE SHEET**  
**AS AT 31 DECEMBER 2020**

	Note	2020 £
<b>Fixed assets</b>		
Investments	4	12,000,000
<b>Current assets</b>		
Debtors	5	18,742
Cash at bank and in hand		39,979
		<u>58,721</u>
Creditors: amounts falling due within one year	6	<u>(1,703,093)</u>
<b>Net current liabilities</b>		<b>(1,644,372)</b>
<b>Total assets less current liabilities</b>		<b>10,355,628</b>
Creditors: amounts falling due after more than one year		<u>(6,400,000)</u>
<b>Net assets</b>		<b>3,955,628</b>
<b>Capital and reserves</b>		
Called up share capital		100
Profit and loss account		3,955,528
<b>Total shareholders' funds</b>		<b>3,955,628</b>

**HIGHMEAD HOLDINGS LIMITED**  
**REGISTERED NUMBER: 12345883**

**BALANCE SHEET (CONTINUED)**  
**AS AT 31 DECEMBER 2020**

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the period in question in accordance with section 476 of the Companies Act 2006.

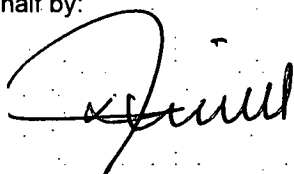
The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



**L J Davies**  
Director

Date: 2/9/2021

The notes on pages 4 to 7 form part of these financial statements.

**HIGHMEAD HOLDINGS LIMITED****STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 DECEMBER 2020**

	<b>Called up share capital</b>	<b>Profit and loss account</b>	<b>Total shareholders' funds</b>
	<b>£</b>	<b>£</b>	<b>£</b>
On incorporation	-	-	-
<b>Comprehensive income for the financial period</b>			
Profit for the financial period	-	3,955,528	3,955,528
<b>Total comprehensive income for the financial period</b>	-	3,955,528	3,955,528
<b>Contributions by and distributions to owners</b>			
Shares issued during the financial period	100	-	100
<b>Total transactions with owners</b>	100	-	100
<b>At 31 December 2020</b>	<b>100</b>	<b>3,955,528</b>	<b>3,955,628</b>

The notes on pages 4 to 7 form part of these financial statements.

## **HIGHMEAD HOLDINGS LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2020**

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

Highmead Holdings Limited (the "Company") is a private company, limited by shares and is incorporated and domiciled in the England and Wales. The address of its registered office is 18 Windsor Place, Cardiff, CF10 3BY.

#### **2. Accounting policies**

##### **2.1 Basis of preparation of financial statements**

The financial statements have been prepared on a going concern basis, under the historical cost convention and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

Under Section 399 of the Companies Act 2006, the Company has taken advantage of exemption not to prepare consolidated accounts as the related group meets the small company definition.

The following principal accounting policies have been applied consistently throughout the period:

##### **2.2 Finance costs**

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

##### **2.3 Borrowing costs**

All borrowing costs are recognised in profit or loss in the period in which they are incurred.

##### **2.4 Current and deferred taxation**

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

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

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date.

##### **2.5 Investments**

Investments in subsidiaries are measured at cost less accumulated impairment.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 31 DECEMBER 2020**

**2. Accounting policies (continued)**

**2.6 Debtors**

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

**2.7 Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

**2.8 Creditors**

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

**2.9 Financial instruments**

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or in case of an out-right short-term loan that is not at market rate, the financial asset or liability is measured, initially at the present value of future cash flows discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost, unless it qualifies as a loan from a director in the case of a small company, or a public benefit entity concessionary loan.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Comprehensive Income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

**3. Employees**

The Company has no employees other than the directors, who did not receive any remuneration.

# HIGHMEAD HOLDINGS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2020

### 4. Investments

	Investments in subsidiary companies £
<b>Cost and net book value</b>	
On incorporation	-
Additions	12,000,000
At 31 December 2020	<u>12,000,000</u>

### 5. Debtors

	2020 £
Called up share capital not paid	100
Deferred taxation (note 8)	18,642
	<u>18,742</u>

### 6. Creditors: amounts falling due within one year

	2020 £
Loans	1,600,000
Accruals and deferred income	103,093
	<u>1,703,093</u>

### 7. Creditors: amounts falling due after more than one year

	2020 £
Loans	<u>6,400,000</u>

This relates to unsecured loan notes which are repayable in installments of £1.6m each year over five years. Interest is charged at the base rate plus 1%. £4.8m of loan notes are held by L J Davies, a director of the Company with remaining £3.2m held by K Davies, the wife of L J Davies.

# HIGHMEAD HOLDINGS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2020

### 8. Deferred taxation

	2020 £
At beginning of year	-
Charged to profit or loss	18,642
<b>At end of year</b>	<b>18,642</b>

The deferred tax asset is made up as follows:

	2020 £
Short term timing differences - non trading	18,642

### 9. Subsequent events

During January 2021, £4,000,000 of loan notes were repaid leaving a balance of £4,000,000 outstanding.