

Co Number: OC355330

CAREMANOR LLP

Financial statements
for the year ended

31st March 2021

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CAREMANOR LLP

Statement of financial position As at 31st March 2021

	Note	£	2021 £	2020 £
Fixed Assets				
Tangible Assets	6		64	85
Investment Property	7		1,800,000	1,800,000
			<u>1,800,064</u>	<u>1,800,085</u>
Current assets				
Debtors	8	860,769		880,476
Cash at bank		33,952		17,975
		<u>894,721</u>		<u>898,451</u>
Creditors: amounts falling due within one year	9	(278,466)		(282,217)
Net current assets			<u>616,255</u>	<u>616,234</u>
Total assets less current liabilities			<u>2,416,319</u>	<u>2,416,319</u>
Creditors: amounts falling due after one year	10		(1,015,950)	(1,015,950)
Net assets			<u>1,400,369</u>	<u>1,400,369</u>
Members' other interests				
Revaluation reserve			1,400,369	1,400,369
Other reserves			-	-
Members' funds			<u>1,400,369</u>	<u>1,400,369</u>
Total Members' interests				
Amounts due from Members			(24,382)	(51,256)
Loans and other debts due to Members			130,832	130,557
Members' other interests			1,400,369	1,400,369
			<u>1,506,819</u>	<u>1,479,670</u>

These financial statements have been prepared in accordance with the provisions applicable to LLPs subject to the small LLPs' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

For the year ending 31 March 2021 the LLP was entitled to exemption from audit under section 477 of the Companies Act 2006 (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008) relating to small LLPs.

The members acknowledge their responsibilities for complying with the requirements of the Act (as applied to LLPs) with respect to accounting records and the preparation of financial statements.

The statement of financial position continues onto the following page.

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Statement of financial position (continued) As at 31st March 2021

In accordance with section 444 of the Companies Act 2006 (as applied to LLPs), the statement of comprehensive income has not been delivered.

These financial statements were approved by the members and authorised for issue on **07 FEB 2022** and are signed on their behalf by:


.....
Brecon LLC
Designated Member

CAREMANOR LLP

Notes to the financial statements For the year ended 31st March 2021

1. General Information

Caremanor LLP is a limited liability partnership, registered in England and Wales. The address of the registered office is Kimberley House, 31 Burnt Oak Broadway, Edgware, Greater London, HA8 5LD.

2. Statement of compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', and the requirements of the Statement of Recommended Practice 'Accounting by Limited Liability Partnerships' issued in January 2017 (SORP 2017).

3. Summary of significant accounting policies

a) Basis of preparation of financial statements

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through the statement of comprehensive income.

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

b) Revenue recognition

The rent receivable shown in the profit and loss account represents amounts invoiced during the period.

c) Member's participation rights

Members' participation rights are the right of a member against the LLP that arise under the members' agreement (for example, in respect of the amounts subscribed or otherwise contributed, remuneration and profits).

Members' participation rights in the earnings or assets of the LLP are analysed between those that are, from the LLP's perspective, either a financial liability or equity, in accordance with Section 22 of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', and the requirements of the Statement of Recommended Practice 'Accounting by Limited Liability Partnerships'. A member's participation right results in a liability unless the right to any payment is discretionary on the part of the LLP.

Amounts subscribed or otherwise contributed by members, for example members' capital, are classed as equity if the LLP has an unconditional right to refuse payment to members. If the LLP does not have such an unconditional right, such amounts are classified as liabilities.

Where profits are automatically divided as they arise, so the LLP does not have an unconditional right to refuse payment, the amounts arising that are due to members are in the nature of liabilities. They are therefore treated as an expense in the statement of comprehensive income in the relevant year. To the extent that they remain unpaid at the year end, they are shown as liabilities in the statement of financial position.

Conversely, where profits are divided only after a decision by the LLP or its representative, so that the LLP has an unconditional right to refuse payment, such profits are classed as an appropriation of equity rather than as an expense.

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Notes to the financial statements For the year ended 31st March 2021

3. Summary of significant accounting policies (continued)

c) Member's participation rights (continued)

They are therefore shown as a residual amount available for discretionary division among members in the statement of comprehensive income and are equity appropriations in the statement of financial position.

Other amounts applied to members, for example remuneration paid under an employment contract and interest on capital balances, are treated in the same way as all other divisions of profits, as described above, according to whether the LLP has, in each case, an unconditional right to refuse payment.

All amounts due to members that are classified as liabilities are presented in the balance sheet within 'Loans and other debts due to members' and are charged to the statement of comprehensive income within 'Members' remuneration charged as an expense'. Amounts due to members that are classified as equity are shown in the statement of financial position within 'Members' other interests'.

d) Tangible assets

Tangible assets are initially recorded at cost, and 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.

e) 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:

Fixtures and fittings - 25% reducing balance

f) Investments

Investment properties are revalued annually to their fair value and any surplus or deficit arising on a revaluation is credited to the revaluation reserve as per the LLP agreement. The revaluation reserve is only to be distributed on a crystallising event.

g) Going Concern

The financial statements have been prepared on the going concern basis.

The Directors consider that the Company has a reasonable expectation of continuing operations for the foreseeable future, despite the turbulent economic climate caused by the COVID-19 pandemic. These financial statements have therefore been prepared on a going concern basis.

4. Judgements and key sources of estimation uncertainty

The members have made key assumptions in the determination of the fair value of the investments and the recoverability of loans due to the LLP.

5. Taxation

The property is able to claim relief from the UK Annual Tax on Enveloped Dwellings (ATED) and therefore no ATED is payable.

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Notes to the financial statements For the year ended 31st March 2021

6. Tangible Assets

	Fixtures and fittings £	Total £
Cost	270	270
Depreciation		
At 1 st April 2020	185	185
Charge for the year	21	21
As at 31 st March 2021	206	206
Net Present Value At 31st March 2021	64	64
At 31 st March 2020	85	85

7. Investment Property

	2021 £	2020 £
Book Cost	399,630	399,630
Balance brought forward	1,800,000	2,300,000
Additions	-	-
Disposals	-	-
Revaluation to Market Value	-	(500,000)
Balance carried forward	1,800,000	1,800,000

At the year-end 31 March 2020, the investment property was impaired to a value of £1,800,000 due to the economic impact of COVID-19 on the UK property market (Note 11).

8. Debtors

	2021 £	2020 £
Amounts due from Members	24,382	51,256
Amounts due from related parties	827,906	827,906
Prepayments	1,322	1,314
Deposit protection service	5,550	-
Trade debtor	1,609	-
	860,769	880,476

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Notes to the financial statements For the year ended 31st March 2021

8. Debtors (continued)

The loans due from members are unsecured, interest free and have no fixed date for repayment.

The loans due from related parties are unsecured, interest free and have no fixed date for repayment.

9. Creditors: amounts falling due within one year

	2021 £	2020 £
Amounts due to Members	130,832	130,557
Amounts due to related parties	135,261	135,260
Accruals and deferred income	6,823	10,850
Tenancy Deposit	5,550	5,550
	<u>278,466</u>	<u>282,217</u>

The loans due to members are unsecured, interest free and have no fixed date for repayment.

The loans due to related parties are unsecured, interest free and have no fixed date for repayment.

10. Creditors: amounts falling due in more than one year

	2021 £	2020 £
Bank loans and overdrafts	<u>1,015,950</u>	<u>1,015,950</u>

The bank loan is due to expire on 31st August 2024, is subject to monthly interest, and is secured against investment property and third party guarantees.

11. Covid-19

On 30th January 2020 the World Health Organisation (WHO) announced Coronavirus as a global health emergency. On 11th March 2020 the status was elevated to a global pandemic. This has given rise to economic uncertainty in financial markets across the world and severe financial pressure on many businesses.