

Limited Liability Partnership Registration No. OC368352 (England and Wales)

CREWKERNE HEALTHCARE LLP
REPORT AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2016

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COMPANIES HOUSE

CREWKERNE HEALTHCARE LLP

LIMITED LIABILITY PARTNERSHIP INFORMATION

Designated members Community Pharmacies (UK) Limited
Judas Tree (Somerset) LLP

Limited liability partnership number OC368352

Registered office Unit 7 Venture Point
Stanney Mill Road
Little Stanney
Chester
Cheshire
CH2 4NE

Accountants RSM UK Tax and Accounting Limited
Chartered Accountants
Steam Mill
Steam Mill Street
Chester
Cheshire
CH3 5AN

CREWKERNE HEALTHCARE LLP

MEMBERS' REPORT FOR THE YEAR ENDED 31 MARCH 2016

The members present their report and financial statements for the year ended 31 March 2016.

Principal activities

The principal activity of the company during the year was that of a pharmacy.

Results for the year and allocation to members

The profit for the year available for distribution to the members was £34,864 (2015: £15,759).

Designated Members

The designated members who held office during the year and up to the date of signature of the financial statements were as follows:

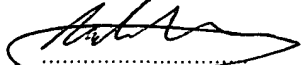
Community Pharmacies (UK) Limited
Judas Tree (Somerset) LLP

Policy on members' drawings

Members are permitted to make drawings in anticipation of profits which will be allocated to them.

New members are required to subscribe a minimum level of capital and in subsequent years members may be invited to subscribe for further capital, the amounts of which will be determined by the performance of the LLP.

On behalf of the members



Community Pharmacies (UK) Limited
Designated Member

04/08/2016

ACCOUNTANT'S REPORT TO THE DESIGNATED MEMBERS OF CREWKERNE HEALTHCARE LLP ON THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016

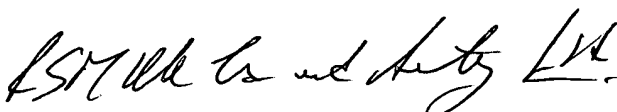
In order to assist you to fulfil your duties under the Limited Liability Partnerships Act 2000, the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 and regulations thereunder ("the Acts"), we have prepared for your approval the financial statements of Crewkerne Healthcare LLP which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the Limited Liability Partnership'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/en/members/regulations-standards-and-guidance>.

This report is made solely to the designated members of Crewkerne Healthcare LLP, as a body, in accordance with the terms of our engagement letter dated 3 May 2013. Our work has been undertaken solely to prepare for your approval the financial statements of Crewkerne Healthcare LLP and state those matters that we have agreed to state to them in accordance with AAF 2/10 as detailed at icaew.com/compilation. This report should not therefore be regarded as suitable to be used or relied on by any other party wishing to acquire any rights against RSM UK Tax and Accounting Limited for any purpose or in any context. Any party other than the designated members which obtains access to this report or a copy and chooses to rely on this report (or any part of it) will do so at its own risk. To the fullest extent permitted by law, RSM UK Tax and Accounting Limited will accept no responsibility or liability in respect of this report to any other party and shall not be liable for any loss, damage or expense of whatsoever nature which is caused by any person's reliance on representation in this report.

It is your duty to ensure that Crewkerne Healthcare LLP has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Crewkerne Healthcare LLP under the Acts. You consider that Crewkerne Healthcare LLP 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 financial statements of Crewkerne Healthcare LLP. 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 financial statements.



RSM UK Tax and Accounting Limited
Chartered Accountants
Steam Mill
Steam Mill Street
Chester
Cheshire
CH3 5AN

4/8/2016

CREWKERNE HEALTHCARE LLP
UNAUDITED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2016

	Notes	2016 £	2015 £
Turnover		1,259,254	1,182,532
Cost of sales		(874,394)	(841,841)
Gross profit		384,860	340,691
Administrative expenses		(327,130)	(304,141)
Operating profit	2	57,730	36,550
Interest receivable and similar income	3	20	20
Interest payable and similar charges		(6,871)	(6,661)
Profit for the financial year before members' remuneration and profit shares		50,879	29,909
Members' remuneration charged as an expense	4	(50,879)	(29,909)
Retained (loss)/profit for the financial year available for discretionary division among members		-	-

CREWKERNE HEALTHCARE LLP
UNAUDITED BALANCE SHEET
AS AT 31 MARCH 2016

	Notes	2016 £	£	2015 £	£
Fixed assets					
Intangible assets	5		1		1
Tangible assets	6		92,429		98,325
			<u>92,430</u>		<u>98,326</u>
Current assets					
Stocks	7	50,303		52,345	
Debtors	8	225,843		228,114	
Cash at bank and in hand		530		325	
		<u>276,676</u>		<u>280,784</u>	
Creditors: amounts falling due within one year	9	(285,122)		(267,204)	
Net current (liabilities)/assets			<u>(8,446)</u>		<u>13,580</u>
Total assets less current liabilities			<u>83,984</u>		<u>111,906</u>
Creditors: amounts falling due after more than one year	10		(156,149)		(182,939)
Net liabilities attributable to members			<u>(72,165)</u>		<u>(71,033)</u>
REPRESENTED BY:					
Loans and other debts due to members within one year					
Other amounts	11		40,953		42,085
			<u>40,953</u>		<u>42,085</u>
Members' other interests:					
Members' capital classified as equity	11		2		2
Other reserves classified as equity	11		(113,120)		(113,120)
			<u>(72,165)</u>		<u>(71,033)</u>
TOTAL MEMBERS' INTERESTS					
Loans and other debts due to members	11		40,953		42,085
Members' other interests	11		(113,118)		(113,118)
			<u>(72,165)</u>		<u>(71,033)</u>

CREWKERNE HEALTHCARE LLP

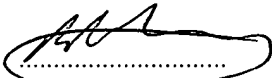
**UNAUDITED BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2016**

For the financial year ended 31 March 2016 the limited liability partnership 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 limited liability partnerships.

The members acknowledge their responsibility for complying with the requirements of the Companies Act 2006 (as applied to limited liability partnerships) with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the special provisions of the Companies Act 2006 (as applied by the Limited Liability Partnerships (Accounts and Audit)(Application of the Companies Act 2006) Regulations 2008) applicable to limited liability partnerships subject to the small limited liability partnerships regime and the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements on pages 3 to 13 were approved by the members and authorised for issue on 04/08/2016 and are signed on its behalf by:



Community Pharmacies (UK) Limited
Designated Member

CREWKERNE HEALTHCARE LLP

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016

1 Accounting policies

Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Statement of Recommended Practice (SORP); "Accounting by Limited Liability Partnerships", revised in 2014.

Going concern

The accounts have been prepared on a going concern basis which assumes the LLP will continue to be able to meet its financing obligations.

The accumulated losses reported in the period to 31 March 2016 were anticipated from the outset. The pharmacy continues to trade in line with expectations both financially and operationally. The pharmacy has generated an operating profit in the year and is cash generative enabling it to meet the repayments of its senior debt and any additional finance requirements.

Turnover

Turnover is recognised at the fair value of the consideration received or receivable for sale of goods and services in the ordinary nature of the business. Turnover is shown net of Value Added Tax, of goods and services provided to customers.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Leasehold property	7% straight line
Equipment	33% straight line
Fixtures & fittings	20% straight line

Leasing

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Stock

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Financial instruments

Financial instruments are classified and accounted for according to the substance of the contractual arrangement as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the LLP after deducting all of its liabilities.

Licences

All licences are initially recorded at cost included within intangible assets.

Taxation

The taxation payable on the partnership profits is solely the personal liability of the individual members consequently neither the partnership taxation nor the related deferred taxation arising in respect of the partnership are accounted for in these financial statements.

CREWKERNE HEALTHCARE LLP

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2016

1 Accounting policies (Continued)

Members' participation rights

Members' participation rights are the rights of a member against the LLP that arise under the members' agreement (for example, in respect of 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 FRS 25 (IAS 32) Financial Instruments: Disclosure and Presentation and UITF abstract 39 Members' shares in co-operative entities and similar instruments. 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 Profit and Loss Account in the relevant year. To the extent that they remain unpaid at the period end, they are shown as liabilities in the Balance Sheet.

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. They are therefore shown as a residual amount available for discretionary division among members in the Profit and Loss Account and are equity appropriations in the Balance Sheet.

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.

Loans and profits due to members are classified as liabilities and presented in the balance sheet within 'Loans and other debts due to the members'. Interest on the loans and profit divisions are charged to the Profit and Loss Account within 'Members' remuneration charged as an expense'. Amounts due to members that are classified as equity are shown in the Balance Sheet within 'Members' other interests'.

2	Operating profit	2016	2015
		£	£
	Operating profit is stated after charging:		
	Depreciation of tangible fixed assets		
	- owned	9,669	9,588
	Operating lease rentals		
	- Plant and machinery	2,964	-
	- Other assets	13,717	12,663
		<u> </u>	<u> </u>
3	Interest receivable and similar income	2016	2015
		£	£
	Bank interest	20	20
		<u> </u>	<u> </u>
		20	20
		<u> </u>	<u> </u>

CREWKERNE HEALTHCARE LLP

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2016

4	Information in relation to members	2016 £	2015 £
	Members' remuneration charged as an expense, which is deducted after arriving at 'Profit for the financial year before members' remuneration and profit shares' includes:		
	Management charges payable to members	12,796	11,724
	Automatic division of profits	34,864	15,759
	Mandatory interest payments	3,219	2,426
		<u>50,879</u>	<u>29,909</u>
		<u><u>50,879</u></u>	<u><u>29,909</u></u>
		Number	Number
	The average number of members during the year was:	2	2
		<u>2</u>	<u>2</u>

5	Intangible fixed assets	Licence £
	Cost	
	At 1 April 2015 & at 31 March 2016	1
		<u>1</u>
	Net book value	
	At 31 March 2016	1
		<u>1</u>
	At 31 March 2015	1
		<u>1</u>

CREWKERNE HEALTHCARE LLP

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2016

6 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 April 2015	118,870	4,174	123,044
Additions	-	3,773	3,773
At 31 March 2016	118,870	7,947	126,817
Depreciation			
At 1 April 2015	20,505	4,214	24,719
Charge for the year	7,581	2,088	9,669
At 31 March 2016	28,086	6,302	34,388
Net book value			
At 31 March 2016	90,784	1,645	92,429
At 31 March 2015	98,365	(40)	98,325

7 Stocks

	2016 £	2015 £
Finished goods and goods for resale	50,303	52,345

8 Debtors

	2016 £	2015 £
Trade debtors	192,912	197,169
Other debtors	32,931	30,945
	225,843	228,114

CREWKERNE HEALTHCARE LLP

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2016

9	Creditors: amounts falling due within one year	2016 £	2015 £
	Bank loans and overdrafts	58,511	74,941
	Trade creditors	202,433	181,094
	Amounts owed to group undertakings	499	2,079
	Other taxation and social security	4,469	6,837
	Other creditors	19,210	2,253
		<u>285,122</u>	<u>267,204</u>

Bank loan and overdraft for which security has been given amounted to £58,511 (2015: £74,941).

CREWKERNE HEALTHCARE LLP

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2016

10	Creditors: amounts falling due after more than one year	2016 £	2015 £
	Bank loans	<u>156,149</u>	<u>182,939</u>

Included in the above are the following:

The aggregate amount of creditors, falling due after more than one year, for which security has been given amounted to £156,149 (2015: £182,939).

The bank loan is repayable by equal monthly instalments. The rate of interest applicable to the loan for each interest period is the rate per annum which is equal to the aggregate of:

- (a) the 3% margin;
- (b) LIBOR; and
- (c) any mandatory cost

The following securities have been given over the bank loan:

- (a) A first legal charge from Crewkerne Healthcare LLP over the lease for the property
- (b) A debenture from Crewkerne Healthcare LLP over all of its assets giving Santander UK plc priority over all of its assets.
- (c) A guarantee from Community Pharmacies (UK) Limited in respect of the obligations of the Borrower to the Bank, supported by a debenture from Community Pharmacies (UK) Limited over all of its assets giving Santander UK plc priority over all of its assets.
- (d) A guarantee from APM Healthcare Limited in respect of the obligations of the Borrower to the Bank, supported by a debenture from APM Healthcare Limited over all of its assets giving Santander UK plc priority over all of its assets.
- (e) A deed of priority as appropriate.
- (f) A limited personal guarantee from Andrew Murray in respect of the obligations of the Borrower to the Bank.
- (g) A limited joint & several personal guarantees from Dr M W Field, Dr D H Balian, Dr O S N Merrifield and Dr J J Horne in respect of the obligations of the Borrower to the Bank.

Included within creditors falling due after more than one year is an amount of £42,849 (2015: £73,700) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

CREWKERNE HEALTHCARE LLP

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2016

11 Members' interests

	Members' capital classified as equity	EQUITY Other reserves	Total	DEBT Other debts due to/ (from) members	TOTAL MEMBERS' INTERESTS	
	£	£	£	£	2016	2015
					£	£
Amount due to members				42,085		
Members' interests at 1 April 2015	2	(113,120)	(113,118)	42,085	(71,033)	(93,118)
Members' Remuneration charged as an expense, including employment costs and retirement benefit costs	-	-	-	50,879	50,879	29,909
Members' interests after profit for the year	2	(113,120)	(113,118)	92,964	(20,154)	(63,209)
Introduced by members	-	-	-	-	-	8,140
Drawings	-	-	-	(52,011)	(52,011)	(15,964)
Members' interests at 31 March 2016	2	(113,120)	(113,118)	40,953	(72,165)	(71,033)
Amounts due to members				40,953		

12 Loans and other debts due to members

	2016	2015
	£	£
Loans from members	28,000	28,140
Amounts owed to members in respect of profits	12,953	13,945
	40,953	42,085

13 Commitments under operating leases

At 31 March 2016 the limited liability partnership was committed to making the following payments under non-cancellable operating leases in the year 31 March 2017:

	Land and buildings		Other	
	2016	2015	2016	2015
	£	£	£	£
Operating leases which expire:				
Between two and five years	-	-	2,079	-
In over five years	8,400	8,400	-	-
	8,400	8,400	2,079	-

CREWKERNE HEALTHCARE LLP

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2016

14 Related party transactions

Community Pharmacies (UK) Limited is a designated member.

During the year management charges payable to Community Pharmacies (UK) Limited amounted to £12,796 (2015: £11,724).

As at 31 March 2016 amounts were included within Creditors due within one year of £449 (2015: £2,079) owed to Community Pharmacies (UK) Limited.

Community Pharmacies (UK) Limited has loaned Crewkerne Healthcare LLP an amount of £18,000 (2015: £18,140). Interest charged on the loan amounted to £2,055 (2015: £1,321) during the year.

Judas Tree (Somerset) LLP is a designated member.

Crewkerne Healthcare LLP rents the pharmacy property from certain members of Judas Tree (Somerset) LLP amounting to £9,067 (2015: £8,400) during the year.

Judas Tree (Somerset) LLP has loaned Crewkerne Healthcare LLP an amount of £10,000 (2015: £10,000). Interest charged on the loan amounted to £1,164 (2015: £1,105) during the year.