
FINCHAMPSTEAD HEALTHCARE LLP

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

FINCHAMPSTEAD HEALTHCARE LLP

INFORMATION

Designated Members

Community Pharmacies (UK) Limited
Finchampstead Medical LLP

LLP registered number

OC378219

Registered office

2 Peterwood Way, Croydon, Surrey, CR0 4UQ

FINCHAMPSTEAD HEALTHCARE LLP

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FINCHAMPSTEAD HEALTHCARE LLP

MEMBERS' REPORT FOR THE YEAR ENDED 31 MARCH 2021

The Members present their annual report together with the financial statements of Finchampstead Healthcare LLP (the "LLP") for the year ended 31 March 2021.

Principal activities

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

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

Finchampstead Medical LLP

Members' capital and interests

Each Member's subscription to the capital of the LLP is determined by their share of the profit and is repayable following retirement from the LLP.

Details of changes in Members' capital in the year ended 31 March 2021 are set out in the Reconciliation of Members' Interests.

Members are remunerated from the profits of the LLP and are required to make their own provision for pensions and other benefits. Profits are allocated and divided between Members after finalisation of the financial statements. Members draw a proportion of their profit shares monthly during the year in which it is made, with the balance of profits being distributed after the year ended, subject to the cash requirements of the business.

This report was approved by the Members on 26 November 2021 and signed on their behalf by:

.....
Community Pharmacies (UK) Limited
Designated Member

FINCHAMPSTEAD HEALTHCARE LLP

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 £	2020 £
Turnover	4	1,336,028	1,248,728
Cost of sales		(977,051)	(953,158)
Gross profit		358,977	295,570
Administrative expenses		(382,066)	(352,617)
Operating loss		(23,089)	(57,047)
Interest payable and expenses		(3,320)	(4,383)
Loss before tax		(26,409)	(61,430)
Loss for the year before Members' remuneration and profit shares		(26,409)	(61,430)
Loss for the year before Members' remuneration and profit shares		(26,409)	(61,430)
Members' remuneration charged as an expense	6	(52,546)	(44,368)
Loss for the financial year available for discretionary division among Members		(78,955)	(105,798)

There was no other comprehensive income for 2021(2020:£NIL).

The notes on pages 7 to 18 form part of these financial statements.

FINCHAMPSTEAD HEALTHCARE LLP
REGISTERED NUMBER: OC378219

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	Note	2021 £	2020 £
Fixed assets			
Intangible assets	7	-	-
Tangible assets	8	37,301	52,970
		<u>37,301</u>	<u>52,970</u>
Current assets			
Stocks	9	65,058	54,721
Debtors: amounts falling due within one year	10	228,780	245,895
Cash at bank and in hand	11	3,145	2,667
		<u>296,983</u>	<u>303,283</u>
Creditors: amounts falling due within one year	12	(400,847)	(354,992)
Net current liabilities		<u>(103,864)</u>	<u>(51,709)</u>
Total assets less current liabilities		<u>(66,563)</u>	<u>1,261</u>
Creditors: amounts falling due after more than one year	13	(52,387)	(60,411)
		<u>(118,950)</u>	<u>(59,150)</u>
Net liabilities		<u><u>(118,950)</u></u>	<u><u>(59,150)</u></u>

FINCHAMPSTEAD HEALTHCARE LLP
REGISTERED NUMBER: OC378219

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 MARCH 2021

	Note	2021 £	2020 £
Represented by:			
Loans and other debts due to members within one year			
Amounts due in respect of profits		(14,512)	(14,512)
Other amounts		365,799	346,644
		<u>351,287</u>	<u>332,132</u>
Members' other interests			
Members' capital classified as equity	2	2	
Other reserves classified as equity	(470,239)	(391,284)	
		<u>(470,237)</u>	<u>(391,282)</u>
		<u><u>(118,950)</u></u>	<u><u>(59,150)</u></u>
Total members' interests			
Loans and other debts due to Members		351,287	332,132
Members' other interests		(470,237)	(391,282)
		<u>(118,950)</u>	<u><u>(59,150)</u></u>

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small LLPs regime.

The entity 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.

The Members acknowledge their responsibilities for complying with the requirements of the Companies Act 2006, as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008, with respect to accounting records and the preparation of financial statements.

The financial statements were approved and authorised for issue by the Members and were signed on their behalf by:

.....
Community Pharmacies (UK) Limited
Designated Member

Date: 26 November 2021

The notes on pages 7 to 18 form part of these financial statements.

Finchampstead Healthcare LLP has no equity and, in accordance with the provisions contained within the Statement of Recommended Practice "Accounting by Limited Liability Partnerships", has not presented a Statement of Changes in Equity.

FINCHAMPSTEAD HEALTHCARE LLP

RECONCILIATION OF MEMBERS' INTERESTS
FOR THE YEAR ENDED 31 MARCH 2021

	EQUITY			DEBT			Total members' interests
	Members' other interests			Loans and other debts due to members less any amounts due from members in debtors			
	Members' capital (classified as equity) £	Other reserves £	Total £	Amounts due in respect of profits £	Other amounts £	Total £	Total £
Amounts due to Members				(14,512)	256,895	242,383	
Balance at 1 April 2019	2	(285,486)	(285,484)	(14,512)	256,895	242,383	(43,101)
Loss for the year available for discretionary division among Members	-	(105,798)	(105,798)	-	-	-	(105,798)
Members' remuneration charged as an expense	-	-	-	-	44,368	44,368	44,368
Drawings	-	-	-	-	(44,368)	(44,368)	(44,368)
Amounts introduced by Members	-	-	-	-	104,750	104,750	104,750
	-	-	-	-	(15,000)	(15,000)	(15,000)
Repayment of debt							
Amounts due to Members				(14,512)	346,644	332,132	
Balance at 31 March 2020	2	(391,284)	(391,282)	(14,512)	346,644	332,132	(59,150)
Loss for the year available for discretionary division among Members	-	(78,955)	(78,955)	-	-	-	(78,955)
Members' remuneration charged as an expense	-	-	-	-	52,546	52,546	52,546
Drawings	-	-	-	-	(52,546)	(52,546)	(52,546)
Amounts introduced by Members	-	-	-	-	29,155	29,155	29,155
	-	-	-	-	(10,000)	(10,000)	(10,000)
Repayment of debt							

FINCHAMPSTEAD HEALTHCARE LLP

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

**RECONCILIATION OF MEMBERS' INTERESTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021**

					365,799		
Amounts due to				(14,512)			
Members						351,287	
Balance at 31		(470,239			365,799		
March 2021	2)	(470,237)	(14,512)		351,287	(118,950)

The notes on pages 7 to 18 form part of these financial statements.

There are no existing restrictions or limitations which impact the ability of the Members of the LLP to reduce the amount of Members' other interests.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1. General information

Finchampstead Healthcare LLP is a limited liability partnership incorporated in England and Wales. The registered office is 2 Peterwood Way, Croydon, Surrey, United Kingdom, CR0 4UQ.

The limited liability partnerships principal activities and nature of its operations are disclosed in the Members' Report.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006 and the requirements of the Statement of Recommended Practice "Accounting by Limited Liability Partnerships".

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the LLP's accounting policies (see note 3).

The financial statements are prepared in sterling, which is the functional currency of the limited liability partnership. Monetary amounts in these financial statements are rounded to the nearest £.

The following principal accounting policies have been applied:

2.2 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 2021 were anticipated from the outset. The pharmacy continues to trade in line with expectations both financially and operationally. The Members believe the LLP has sufficient current and future cash reserves and facilities available for it to meet its liabilities including financing obligations.

The Members will continue to provide additional financial support to the business, if required, to ensure that it is able to meet its financial obligations as they fall due.

2.3 Turnover

Turnover is shown, net of Value Added Tax, for goods and services provided to customers.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

2. Accounting policies (continued)

2.4 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 section 22 of FRS 102. A Member's participation rights including amounts subscribed or otherwise contributed by Members, for example Members' capital, are classed as liabilities unless the LLP has an unconditional right to refuse payment to Members, in which case they are classified as equity.

All amounts due to Members that are classified as liabilities are presented within 'Loans and other debts due to Members' and, where such an amount relates to current year profits, they are recognised within 'Members' remuneration charged as an expense' in arriving at the relevant year's result. Unallocated amounts that are classified as equity are shown within 'Members' other interests'. Amounts recoverable from Members are presented as debtors and shown as amounts due from Members within Members' interests.

Where there exists an asset and liability component in respect of an individual Member's participation rights, they are presented on a gross basis unless the LLP has both a legally enforceable right to set off the recognised amounts, and it intends either to settle on a net basis or to settle and realise these amounts simultaneously, in which case they are presented net.

Whilst the Members' agreement does not differentiate between profits and losses for profit sharing purposes, it does stipulate that the LLP cannot demand additional contributions from Members, and as a result the LLP does not have an unconditional right to demand payment from Members for losses. Therefore, they are not recognised as a recoverable asset and so remain within equity as other reserves.

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. Amounts payable to Members under employment contracts and unavoidable interest on Members capital are charged to "Members remuneration charged as an expense" in the relevant year.

2.5 Operating leases: the LLP as lessee

Rentals paid under operating leases are charged to the Statement of Comprehensive Income on a straight-line basis over the lease term.

2.6 Finance costs

Finance costs are charged to the Statement of Comprehensive Income 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

2. Accounting policies (continued)

2.7 Borrowing costs

All borrowing costs are recognised in the Statement of Comprehensive Income in the year in which they are incurred.

2.8 Pensions

Defined contribution pension plan

The LLP operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the LLP pays fixed contributions into a separate entity. Once the contributions have been paid the LLP has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the LLP in independently administered funds.

2.9 Intangible assets

Intangible assets comprise a licence to trade as a pharmacy. Intangible assets are stated at cost less amortisation and are reviewed for impairment whenever there is an indication that the carrying value may be impaired.

2.10 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Leasehold property	-	7%	straight-line
Fixtures and fittings	-	20%	straight-line
Computer equipment	-	33%	straight-line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Comprehensive Income.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

2. Accounting policies (continued)

2.11 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in the Statement of Comprehensive Income. Reversals of impairment losses are also recognised in the Statement of Comprehensive Income.

2.12 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.

2.13 Cash and cash equivalents

Cash and cash equivalents include cash in hand and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

2.14 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

2. Accounting policies (continued)

2.15 Financial instruments

The LLP 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.

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.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the LLP would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position 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.

2.16 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the limited liability partnership is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

3. Judgements in applying accounting policies and key sources of estimation uncertainty

In the application of the LLP's accounting policies, which are described in note 2, the Members are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

There are no critical judgements and estimations that the Members have made in the process of applying the LLP's accounting policies that have a significant effect on the amounts recognised in the financial statements.

4. Turnover

The whole of the turnover is attributable to be that of retail pharmacy.

Analysis of turnover by country of destination:

	2021 £	2020 £
United Kingdom	1,336,028	1,248,728
	<u>1,336,028</u>	<u>1,248,728</u>

5. Employees

The average monthly number of persons (including Members with contracts of employment) employed during the year was as follows:

	2021 No.	2020 No.
The average number of persons (excluding members) employed by the partnership during the year	<u>12</u>	<u>13</u>

FINCHAMPSTEAD HEALTHCARE LLP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

6. Information in relation to Members

	2021 £	2020 £
Remuneration paid under an employment contract	13,349	12,487
Mandatory interest payments	39,197	31,881
	<u>52,546</u>	<u>44,368</u>

7. Intangible assets

	Licence £
Cost	
At 1 April 2020	1
At 31 March 2021	<u>1</u>
Amortisation	
At 1 April 2020	1
At 31 March 2021	<u>1</u>
Net book value	
At 31 March 2021	<u>-</u>
At 31 March 2020	<u>-</u>

FINCHAMPSTEAD HEALTHCARE LLP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

8. Tangible fixed assets

	Long-term leasehold property £	Plant and machinery £	Total £
Cost or valuation			
At 1 April 2020	54,078	82,073	136,151
At 31 March 2021	54,078	82,073	136,151
Depreciation			
At 1 April 2020	28,081	55,100	83,181
Charge for the year on owned assets	3,621	12,047	15,668
At 31 March 2021	31,702	67,147	98,849
Net book value			
At 31 March 2021	22,376	14,926	37,302
At 31 March 2020	25,997	26,973	52,970

9. Stocks

	2021 £	2020 £
Finished goods and goods for resale	65,058	54,721
	65,058	54,721

Stock recognised in cost of sales during the year as an expense was £977,051 (2020 - £953,158).

FINCHAMPSTEAD HEALTHCARE LLP

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

10. Debtors

	2021 £	2020 £
Trade debtors	207,349	205,096
Amounts owed by group undertakings	-	1,330
Other debtors	18,651	35,415
Prepayments and accrued income	2,780	4,054
	<u>228,780</u>	<u>245,895</u>

11. Cash and cash equivalents

	2021 £	2020 £
Cash at bank and in hand	3,145	2,667
Less: bank overdrafts	(118,547)	(94,567)
	<u>(115,402)</u>	<u>(91,900)</u>

12. Creditors: Amounts falling due within one year

	2021 £	2020 £
Bank overdrafts	118,547	94,567
Bank loans	8,244	7,684
Trade creditors	183,934	220,079
Amounts owed to group undertakings	-	3,284
Other taxation and social security	4,597	4,328
Other creditors	31,689	20,391
Accruals and deferred income	9,203	4,659
Government grants repayable	44,633	-
	<u>400,847</u>	<u>354,992</u>

Bank loans and overdrafts for which security has been given amounted to £126,791 (2020: £102,251).

FINCHAMPSTEAD HEALTHCARE LLP

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

13. Creditors: Amounts falling due after more than one year

	2021	2020
	£	£
Bank loans	52,387	60,411
	<u>52,387</u>	<u>60,411</u>

The aggregate amount of creditors, falling due after more than one year, for which security has been given amounted to £52,387 (2020: £60,411).

The bank loan is repayable by equal monthly instalments. Interest will be charged at 2% per annum over the Base Rate.

The following securities have been given:

(a) Debenture comprising fixed and floating charges over all the assets and undertaking of Finchampstead Healthcare LLP, both present and future,

(b) Guarantee in favour of the Bank from Day Lewis Plc guaranteeing all liabilities of the Borrower,

(c) Guarantee in favour of the Bank from Dr Jeremy Baily Gibson, Dr Susan Marie Bird, Dr Heinrich Johan Zylstra, Dr Robin John Mellows, Dr Jane Spurgeon and Dr Emily Taylor guaranteeing all liabilities of the Borrower limited to £41,000.

14. Loans and other debts due to Members

In the event of a winding up the amounts included in "Loans and other debts due to Members" will rank equally with unsecured creditors.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

15. Loans

Analysis of the maturity of loans is given below:

	2021 £	2020 £
Amounts falling due within one year		
Bank loans	8,244	7,684
	<u>8,244</u>	<u>7,684</u>
Amounts falling due 1-2 years		
Bank loans	8,244	7,684
	<u>8,244</u>	<u>7,684</u>
Amounts falling due 2-5 years		
Bank loans	44,143	52,727
	<u>44,143</u>	<u>52,727</u>
	<u>60,631</u>	<u>68,095</u>

16. Financial instruments

	2021 £	2020 £
Financial assets		
Financial assets measured at fair value	<u>3,145</u>	<u>2,667</u>
Financial liabilities		
Financial liabilities measured at fair value	<u>(179,178)</u>	<u>(162,662)</u>

17. Pension commitments

The LLP operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the LLP in an independently administered fund. The pension cost charge represents contributions payable by the LLP to the fund and amounted to £3,209 (2020: £2,408). Contributions totalling £608 (2020: £427) were payable to the fund at the balance sheet date and are included in creditors.

FINCHAMPSTEAD HEALTHCARE LLP

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

18. Commitments under operating leases

At 31 March 2021 the LLP had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2021	2020
	£	£
Not later than 1 year	7,353	7,353
Later than 1 year and not later than 5 years	29,413	29,413
Later than 5 years	57,456	64,810
	<u>94,222</u>	<u>101,576</u>

19. Related party transactions

Community Pharmacies (UK) Limited is a designated Member.

During the year management charges payable to Community Pharmacies (UK) Limited amounting to £13,349 (2020: £12,487).

During the year expenses totalling £33,494 (2020: £26,821) were paid by Community Pharmacies (UK) Limited. As at 31 March 2021 the LLP owed £2,800 (2020: £3,645) to Community Pharmacies (UK) Limited.

Other debts due to Members included £323,000 (2020: £303,000) owed to Community Pharmacies (UK) Limited. Interest charged on the loan amounted to £34,797 (2020: £27,478) during the year.

Finchampstead Medical LLP is a designated Member.

Other debts due to Members include £40,000 (2020: £40,000) owed to Finchampstead Medical LLP. Interest charged on the loan amounted to £4,400 (2020: £4,403).

During the year the LLP made purchases totalling £403,565 (2020: £400,391) from Day Lewis Medical Limited, a fellow subsidiary of the parent company of Community Pharmacies (UK) Limited, Day Lewis Plc. As at 31 March 2021 the LLP owed £68,849 (2020: £73,401) to Day Lewis Medical Limited.

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