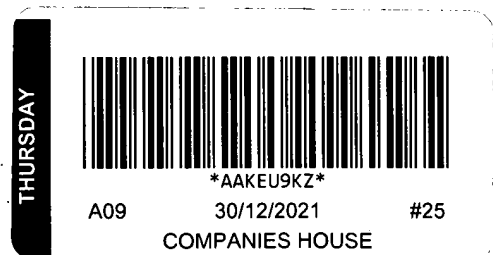


Registered number: 02210916

BRADWELL HALL NURSING HOME LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021



BRADWELL HALL NURSING HOME LIMITED

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BRADWELL HALL NURSING HOME LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 31 MARCH 2021

The directors present the strategic report for the company for the year ended 31 March 2021.

Fair review of business

During the year, the company saw a decrease in turnover of £2.2m due to the impact of Covid19. Cost of sales remained in line with the previous year. Administrative expenses saw a fall of £700k, mostly due to the writing off of historic bad debts in the previous year.

The development of the new care home continued during the year also resulted in continued expenditure on staffing for both the refurbishment and the establishment of new systems and protocols. The Unit is now fully open and the company is now starting to see a return on their investment.

This has resulted in a net increase in profit of £173k, which the directors consider to be an accurate reflection of the trading position.

Principal risks and uncertainties

The main risk to the business is the global pandemic. Covid-19 hits the elderly disproportionately hard and is having a severe to critical impact on the care home sector as a whole. The home had an outbreak which resulted in 90% of the workforce being off sick and sadly, many residents caught the virus.

The current economic pressures resulting from the COVID-19 virus has been well documented. The directors take this opportunity to update on the impact of the virus on the affairs of the company.

The company has been adversely impacted in terms of trading by the COVID-19 lockdown in the UK.

The company utilised the government furlough arrangement during the year to safeguard employees, receiving a total of £492,649 in job retention scheme funding.

The directors have considered the position of the business and its future cash flows and consider that sufficient resources are in place to ensure it can continue as a going concern for the foreseeable future.

Development and performance

The new care home, Trentham House, was fully opened during the year. The home is now starting to perform to a good standard and occupancy is increasing.

Key performance indicators

The company measures its performance by monitoring margins achieved against expectations. These are:

Turnover: £11,416,185 (2020: £13,617,202)
Operating profit: £218,771 (2020: £45,244)
Operating profit as a percentage of sales: 1.92% (2020: 0.333%)

The directors review the financial information monthly and also send quarterly reports to the bankers. They take corrective action to any areas not performing to the expected standards.

BRADWELL HALL NURSING HOME LIMITED

**STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021**

This report was approved by the board on

22/12/21

and signed on its behalf.

**Mr J Twigge
Director**



BRADWELL HALL NURSING HOME LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2021

The directors present their report and the financial statements for the year ended 31 March 2021.

Directors' responsibilities statement

The directors are responsible for preparing the Strategic report, the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the company's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are 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 to enable them 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.

Principal activity

The principal activity of the company continued to be that of a nursing home.

Results and dividends

The profit for the year, after taxation, amounted to £206,898 (2020 - £20,182).

Directors

The directors who served during the year were:

Mr E Twigge
Mr M D Twigge
Mr J Twigge
Mrs J V Carson

Future developments

This is covered in the strategic report.

BRADWELL HALL NURSING HOME LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021**

Post balance sheet events

The Covid 19 pandemic has continued prior to the year end and the consequences for the global economy since the year end have remained significant and at the date of this report continue to be so. The impact of the pandemic on the company is considered in the strategic report.

Disclosure of information to auditor

Each of the persons who are directors at the time when this Directors' report is approved has confirmed 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 the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Auditor

The auditor, MHA MacIntyre Hudson, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board on

and signed on its behalf.

22/12/21

Mr J Twigge
Director



BRADWELL HALL NURSING HOME LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BRADWELL HALL NURSING HOME LIMITED

Qualified opinion

We have audited the financial statements of Bradwell Hall Nursing Home Limited (the 'company') for the year ended 31 March 2021, which comprise the Statement of comprehensive income, the Balance sheet, the Statement of changes in equity and the related notes, 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 Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

Except for those points raised in the basis for qualified opinion section below, in our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2021 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 qualified opinion

We were unable to obtain an accurate sales ledger as at 31 March 2020. We were unable to satisfy ourselves by alternative means concerning the trade debtor balance of £1,637,255 or accrued income of £76,655, at the end of that year, by using other audit procedures. We were therefore unable to satisfy ourselves regarding the material accuracy of opening balances in respect of trade debtors or accrued income.

As a result of these findings, we were unable to determine whether appropriate cut-off procedures have been applied to transactions in related balances to ensure they have been recognised in the appropriate accounting period. As such, we are unable to determine whether there was any consequential effect on the year ended 31 March 2021, in respect of turnover of £11,416,185 or bad debt expense, included within administrative expenses, of £284,808, as included in the statement of comprehensive income, are materially accurate.

Consequently, we were unable to determine whether any adjustment to these amounts were necessary. In addition, were any adjustment to these balances to be required, the strategic/directors' report would also need to be amended.

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 Auditors' 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 United Kingdom, including the Financial Reporting Council's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we obtained is sufficient and appropriate to provide a basis for our qualified opinion.

BRADWELL HALL NURSING HOME LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BRADWELL HALL NURSING HOME LIMITED (CONTINUED)

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' 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 directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' report thereon. 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.

As described in the basis for qualified opinion section of our report, we were unable to satisfy ourselves concerning the material accuracy of certain opening balances in the financial statements for the year ended 31 March 2021. We have concluded that where the other information refers to these balances or related balances, it may be materially misstated for the same reason.

Opinion on other matters prescribed by the Companies Act 2006

Except for the possible effects of the matter described in the basis for qualified opinion section of our report, in our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic report and the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic report and the Directors' report have been prepared in accordance with applicable legal requirements.

BRADWELL HALL NURSING HOME LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BRADWELL HALL NURSING HOME LIMITED (CONTINUED)

Matters on which we are required to report by exception

Except for the matter described in the basis for qualified opinion section of our report, 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 Directors' report.

Arising solely from the limitation on the scope of our work relating to the opening trade debtors, referred to above:

- we have not obtained all the information and explanations that we considered necessary for the purpose of our audit; and
- we were unable to determine whether adequate accounting records have been kept.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- 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 returns; or
- certain disclosures of directors' remuneration specified by law are not made.

Responsibilities of directors

As explained more fully in the Directors' responsibilities statement set out on page 3, the directors are 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 directors determine 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 directors are 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 directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

BRADWELL HALL NURSING HOME LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BRADWELL HALL NURSING HOME LIMITED (CONTINUED)

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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management around actual and potential litigation and claims;
- Enquiry of management to identify any instances of non-compliance with laws and regulations;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness and reviewing accounting estimates for evidence of management bias;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.

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: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditor's report.

Use of our report

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



Christopher Barlow BFP FCA FCCA (Senior statutory auditor)
for and on behalf of

MHA MacIntyre Hudson Statutory Auditors
Birmingham, United Kingdom

Date: 24 December 2021

BRADWELL HALL NURSING HOME LIMITED

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2021**

	Note	2021 £	2020 £
Turnover		11,416,185	13,617,202
Cost of sales		(10,121,132)	(10,482,599)
Gross profit		1,295,053	3,134,603
Distribution costs		(40,664)	(39,116)
Administrative expenses		(2,271,779)	(2,975,518)
Other operating income	4	1,180,292	73,537
Operating profit	5	162,902	193,506
Amounts written off investments		147,628	(47,672)
Interest receivable and similar income	9	360	590
Interest payable and similar expenses	10	(92,119)	(101,200)
Profit before tax		218,771	45,224
Tax on profit	11	(11,873)	(25,042)
Profit for the financial year		206,898	20,182

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

The notes on pages 12 to 22 form part of these financial statements.

BRADWELL HALL NURSING HOME LIMITED
REGISTERED NUMBER: 02210916

BALANCE SHEET
AS AT 31 MARCH 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	12	4,286,695	4,179,950
Investments	13	613,945	471,927
		<u>4,900,640</u>	<u>4,651,877</u>
Current assets			
Stocks		2,000	2,000
Debtors	14	4,335,115	5,486,555
Cash at bank and in hand	15	2,127,068	1,656,821
		<u>7,124,183</u>	<u>7,145,376</u>
Creditors: amounts falling due within one year	16	(4,354,077)	(7,978,266)
Net current assets/(liabilities)		<u>2,770,106</u>	<u>(832,890)</u>
Total assets less current liabilities		<u>7,670,746</u>	<u>3,818,987</u>
Creditors: amounts falling due after more than one year	17	(3,648,362)	-
Provisions for liabilities			
Deferred tax	19	(23,097)	(26,598)
Net assets		<u><u>3,999,287</u></u>	<u><u>3,792,389</u></u>
Capital and reserves			
Called up share capital	20	100	100
Share premium account		33	33
Profit and loss account		3,999,154	3,792,256
		<u><u>3,999,287</u></u>	<u><u>3,792,389</u></u>

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

22/12/21
 Mr J Twigge
 Director

[Signature]

The notes on pages 12 to 22 form part of these financial statements.

BRADWELL HALL NURSING HOME LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2021**

	Called up share capital	Share premium account	Profit and loss account	Total equity
	£	£	£	£
At 1 April 2019	100	33	3,772,074	3,772,207
Profit for the year	-	-	20,182	20,182
At 1 April 2020	100	33	3,792,256	3,792,389
Profit for the year	-	-	206,898	206,898
At 31 March 2021	100	33	3,999,154	3,999,287

The notes on pages 12 to 22 form part of these financial statements.

BRADWELL HALL NURSING HOME LIMITED

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

1. General information

Bradwell Hall Nursing Home Limited is a private company limited by shares incorporated in England and Wales. The registered office is Bradwell Hall, Old Hall Drive, Bradwell, Newcastle under Lyme, Staffordshire, ST5 8RQ.

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.

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

The following principal accounting policies have been applied:

2.2 Going concern

The pandemic has had a disproportionate impact on the elderly and operating a care home in such circumstances is challenging. The company was on a strong financial footing at the start of the pandemic and therefore in a good position to face the challenges to the company in 2021. The company has been able to continue to operate throughout the post year end period, and has taken advantage of various government grants that have been made available to the sector. The group's banker has been supportive and offered repayment holidays which have been accepted. The directors have performed a thorough analysis of the forecast trading for the year ended 31 March 2022, taking into account the potential impact on the business of the ongoing pandemic and also considered the subsequent year. These forecasts show that the company will be profitable during that period.

Based on this analysis and the resources available to the company, the directors have concluded that there is no material uncertainty regarding the company's ability to continue to operate and accordingly it is appropriate to prepare the financial statements on a going concern basis.

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

2. Accounting policies (continued)

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.4 Operating leases: the company as lessee

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the lease term.

2.5 Government grants

Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income. Grants of a revenue nature are recognised in the Statement of comprehensive income in the same period as the related expenditure.

2.6 Pensions

The company operates a defined contribution plan for its employees. The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown as a liability in the Balance sheet. The assets of the plan are held separately from the company in independently administered funds.

BRADWELL HALL NURSING HOME LIMITED

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

2. Accounting policies (continued)**2.7 Current and deferred taxation**

The tax expense for the year 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.

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. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2.8 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the methods below.

Depreciation is provided on the following basis:

Freehold property	- 2% straight line
Plant and machinery	- 15% reducing balance
Motor vehicles	- 25% reducing balance
Fixtures and fittings	- 15% reducing balance

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 profit or loss.

2.9 Valuation of investments

Investments in unlisted company shares, whose market value can be reliably determined, are remeasured to market value at each balance sheet date. Gains and losses on remeasurement are recognised in the Statement of comprehensive income for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

BRADWELL HALL NURSING HOME LIMITED

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

2. Accounting policies (continued)

2.10 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired the loss is recognised immediately in profit or loss.

2.11 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.

2.12 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.

2.13 Provisions for liabilities

Provisions are made where an event has taken place that gives the company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to profit or loss in the year that the company becomes aware of the obligation, and are measured at the best estimate at the Balance sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Balance sheet.

2.14 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.

BRADWELL HALL NURSING HOME LIMITED

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

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

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount 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 where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods. In this respect the directors believe that the critical accounting policy where judgements or estimates are necessary is the provision for doubtful debts, this by its nature requires judgement. The directors make provision based upon the circumstances of the debt using their experience in the business.

4. Other operating income

	2021 £	2020 £
Government grants receivable	1,180,292	73,537
	<u>1,180,292</u>	<u>73,537</u>

5. Operating profit

The operating profit is stated after charging:

	2021 £	2020 £
Government grants receivable	1,180,292	73,537
Depreciation of owned tangible fixed assets	120,206	107,115
Other operating lease rentals	401,690	367,894
Defined contribution pension cost	<u>130,789</u>	<u>127,688</u>

6. Auditor's remuneration

	2021 £	2020 £
Fees payable to the company's auditor for the audit of the company's annual financial statements	<u>39,750</u>	<u>11,150</u>

The company has taken advantage of the exemption not to disclose amounts paid for non audit services as these are disclosed in the group accounts of the parent company.

BRADWELL HALL NURSING HOME LIMITED

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

7. Employees

Staff costs, including directors' remuneration, were as follows:

	2021 £	2020 £
Wages and salaries	6,966,151	7,135,510
Social security costs	458,580	474,694
Cost of defined contribution scheme	130,789	127,689
	<u>7,555,520</u>	<u>7,737,893</u>

8. Directors' remuneration

	2021 £	2020 £
Directors' emoluments	329,322	481,599
Company contributions to defined contribution pension schemes	24,043	24,925
	<u>353,365</u>	<u>506,524</u>

9. Interest receivable

	2021 £	2020 £
Other interest receivable	<u>360</u>	<u>590</u>

10. Interest payable and similar expenses

	2021 £	2020 £
Bank interest payable	<u>92,119</u>	<u>101,200</u>

BRADWELL HALL NURSING HOME LIMITED

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

11. Taxation

	2021 £	2020 £
Corporation tax		
Current tax on profits for the year	26,000	35,900
Adjustments in respect of previous periods	(10,626)	(1,185)
Total current tax	15,374	34,715
Deferred tax		
Origination and reversal of timing differences	(3,501)	(9,673)
Total deferred tax	(3,501)	(9,673)
Taxation on profit on ordinary activities	11,873	25,042
Factors affecting tax charge for the year		

The tax assessed for the year is lower than (2020 - higher than) the standard rate of corporation tax in the UK of 19% (2020 - 19%). The differences are explained below:

	2021 £	2020 £
Profit on ordinary activities before tax	218,771	45,224
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2020 - 19%)	41,566	8,593
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	71	27,307
Depreciation for the year in excess of capital allowances	14,736	-
Adjustments to tax charge in respect of prior periods	(10,626)	(1,185)
Short term timing difference leading to an (decrease) in taxation	(2,324)	-
Non-taxable income less expenses not deductible for tax purposes, other than goodwill and impairment	(28,049)	-
Deferred taxation movement	(3,501)	(9,673)
Total tax charge for the year	11,873	25,042

BRADWELL HALL NURSING HOME LIMITED

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

12. Tangible fixed assets

	Freehold property £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
Cost					
At 1 April 2020	4,101,125	650,471	45,528	306,960	5,104,084
Additions	200,643	-	-	26,308	226,951
At 31 March 2021	4,301,768	650,471	45,528	333,268	5,331,035
Depreciation					
At 1 April 2020	131,681	492,650	28,585	271,218	924,134
Charge for the year on owned assets	84,764	23,673	4,245	7,524	120,206
At 31 March 2021	216,445	516,323	32,830	278,742	1,044,340
Net book value					
At 31 March 2021	4,085,323	134,148	12,698	54,526	4,286,695
At 31 March 2020	3,969,444	157,821	16,943	35,742	4,179,950

13. Fixed asset investments

	Corporate bond £
Valuation	
At 1 April 2020	471,927
Additions	5
Disposals	(5,615)
Revaluations	147,628
At 31 March 2021	613,945

BRADWELL HALL NURSING HOME LIMITED

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

14. Debtors

	2021 £	2020 £
Trade debtors	1,319,504	1,637,255
Amounts owed by group undertakings	3,018,465	3,018,465
Other debtors	516,063	754,180
Prepayments and accrued income	141,083	76,655
	<u>4,995,115</u>	<u>5,486,555</u>

15. Cash and cash equivalents

	2021 £	2020 £
Cash at bank and in hand	2,127,068	1,656,821
	<u>2,127,068</u>	<u>1,656,821</u>

16. Creditors: Amounts falling due within one year

	2021 £	2020 £
Bank loans	258,804	3,941,345
Trade creditors	367,299	529,090
Corporation tax	158,570	125,764
Other taxation and social security	106,850	114,862
Other creditors	3,394,453	3,221,102
Accruals and deferred income	68,101	46,103
	<u>4,354,077</u>	<u>7,978,266</u>

The bank loans are secured against the assets of the company.

Included within other creditors is a loan from MEJJ, an unincorporated related party, of £1,949,724 (2020: £1,949,724), this is interest free and repayable on demand.

Included within other creditors is a loan from Helping Hands Care Agency Limited, which is owned and controlled by the directors, of £13,101 (2020: £Nil), this is interest free and repayable on demand.

BRADWELL HALL NURSING HOME LIMITED

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

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

	2021 £	2020 £
Bank loans	<u>3,648,362</u>	<u>-</u>

The bank loans are secured against the assets of the company.

18. Loans

Analysis of the maturity of loans is given below:

	2021 £	2020 £
Amounts falling due within one year		
Bank loans	258,804	3,941,345
Amounts falling due 1-2 years		
Bank loans	258,804	-
Amounts falling due 2-5 years		
Bank loans	3,389,558	-
	<u>3,907,166</u>	<u>3,941,345</u>

19. Deferred taxation

	2021 £
At beginning of year	(26,598)
Charged to profit or loss	3,501
At end of year	<u>(23,097)</u>

The provision for deferred taxation is made up as follows:

	2021 £	2020 £
Accelerated capital allowances	<u>(23,097)</u>	<u>(26,598)</u>

BRADWELL HALL NURSING HOME LIMITED

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

20. Share capital

	2021 £	2020 £
Allotted, called up and fully paid		
66 (2020 - 66) Ordinary shares of £1.00 each	66	66
2 (2020 - 2) Ordinary A shares of £1.00 each	2	2
32 (2020 - 32) Ordinary B shares of £1.00 each	32	32
	<hr/> 100	<hr/> 100

21. Transactions with directors

Included within debtors is an amount of £Nil (2020: £386,955) due from a director. This loan was interest free, unsecured and has no fixed repayment date.

22. Controlling party

The company is a wholly owned subsidiary of Huggies Day Nursery Limited, a company registered in England.

The largest and smallest group of undertakings for which group accounts have been prepared is that headed up by Huggies Day Nursery Limited. Group consolidated financial statements can be obtained from the registered office of Huggies Day Nursery Limited.