

Blagreaves Care Home Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 July 2017

Blagreaves Care Home Limited

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Blagreaves Care Home Limited

Company Information

Director	R Purmessur
Registered office	5 Prospect Place Millennium Way Pride Park Derby DE24 8HG
Bankers	Lloyds Bank plc 43 Iron Gate Derby DE1 3FT
Accountants	Ashgates Corporate Services Limited 5 Prospect Place Millennium Way Pride Park Derby DE24 8HG

**Chartered Certified Accountants' Report to the Director on the Preparation of the
Unaudited Statutory Accounts of
Blagreaves Care Home Limited
for the Year Ended 31 July 2017**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Blagreaves Care Home Limited for the year ended 31 July 2017 as set out on pages 3 to 11 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/en/member/professional-standards/rules-standards/acca-rulebook.html>.

This report is made solely to the Board of Directors of Blagreaves Care Home Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Blagreaves Care Home Limited and state those matters that we have agreed to state to the Board of Directors of Blagreaves Care Home Limited, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at

http://www.accaglobal.com/content/dam/ACCA_Global/Technical/fact/technical-factsheet

-163.pdf. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Blagreaves Care Home Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Blagreaves Care Home Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Blagreaves Care Home Limited. You consider that Blagreaves Care Home Limited 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 accounts of Blagreaves Care Home Limited. 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 accounts.

.....
Ashgates Corporate Services Limited
5 Prospect Place
Millennium Way
Pride Park
Derby
DE24 8HG

Date:.....

Blagreaves Care Home Limited

(Registration number: 06478523)

Balance Sheet as at 31 July 2017

	Note	2017 £	2016 £
Fixed assets			
Intangible assets	<u>4</u>	64,000	70,000
Tangible assets	<u>5</u>	464,400	473,219
		<u>528,400</u>	<u>543,219</u>
Current assets			
Stocks	<u>6</u>	2,000	5,000
Debtors	<u>7</u>	1,631	1,570
Cash at bank and in hand		<u>70,894</u>	<u>279</u>
		74,525	6,849
Creditors: Amounts falling due within one year	<u>8</u>	<u>(198,615)</u>	<u>(211,465)</u>
Net current liabilities		<u>(124,090)</u>	<u>(204,616)</u>
Total assets less current liabilities		404,310	338,603
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(298,459)</u>	<u>(342,836)</u>
Provisions for liabilities		<u>(3,879)</u>	<u>(4,440)</u>
Net assets/(liabilities)		<u>101,972</u>	<u>(8,673)</u>
Capital and reserves			
Called up share capital		100	100
Capital redemption reserve		200	200
Profit and loss account		<u>101,672</u>	<u>(8,973)</u>
Total equity		<u>101,972</u>	<u>(8,673)</u>

The notes on pages 6 to 11 form an integral part of these financial statements.

Blagreaves Care Home Limited

(Registration number: 06478523)

Balance Sheet as at 31 July 2017

For the financial year ending 31 July 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 22 April 2018

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R Purmessur

Director

The notes on pages 6 to 11 form an integral part of these financial statements.

Blagreaves Care Home Limited

Statement of Changes in Equity for the Year Ended 31 July 2017

	Share capital £	Capital redemption reserve £	Profit and loss account £	Total £
At 1 August 2016	100	200	(8,973)	(8,673)
Profit for the year	-	-	110,645	110,645
Total comprehensive income	-	-	110,645	110,645
At 31 July 2017	100	200	101,672	101,972

	Share capital £	Capital redemption reserve £	Profit and loss account £	Total £
At 1 August 2015	300	-	508,285	508,585
Loss for the year	-	-	(8,954)	(8,954)
Total comprehensive income	-	-	(8,954)	(8,954)
Purchase of own share capital	(100)	-	(508,304)	(508,404)
Other share capital movements	(100)	-	-	(100)
Other capital redemption reserve movements	-	200	-	200
At 31 July 2016	100	200	(8,973)	(8,673)

The notes on pages 6 to 11 form an integral part of these financial statements.

Blagreaves Care Home Limited

Notes to the Financial Statements for the Year Ended 31 July 2017

1 General information

The company is a private company limited by share capital incorporated in England.

The address of the registered office is given in the company information on page 1 of the financial statements.

The principal place of activity of the business is Derbyshire.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The financial statements are presented in Sterling (£) and rounded to the nearest £1.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

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

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

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Blagreaves Care Home Limited

Notes to the Financial Statements for the Year Ended 31 July 2017

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Freehold land and buildings	50 years straight line basis on buildings only
Fixtures, fittings and equipment	15% reducing balance basis
Office equipment	15% straight line basis

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	20 years straight line

Upon incorporation, goodwill was thought to last 20 years and therefore amortised the total goodwill recognised of £170,000 over this period. There are currently 11 years left.

The estimate is still appropriate as at the year ended 31 July 2017, on the basis that the company is long established and will remain profitable.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Blagreaves Care Home Limited

Notes to the Financial Statements for the Year Ended 31 July 2017

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 31 (2016 - 29).

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 August 2016	120,000	120,000
At 31 July 2017	120,000	120,000
Amortisation		
At 1 August 2016	50,000	50,000
Amortisation charge	6,000	6,000
At 31 July 2017	56,000	56,000
Carrying amount		
At 31 July 2017	64,000	64,000
At 31 July 2016	70,000	70,000

Blagreaves Care Home Limited

Notes to the Financial Statements for the Year Ended 31 July 2017

5 Tangible assets

	Freehold land and buildings £	Furniture, fittings and equipment £	Office equipment £	Total £
Cost or valuation				
At 1 August 2016	500,545	60,063	10,186	570,794
Additions	4,200	7,483	553	12,236
Disposals	-	(20,879)	-	(20,879)
At 31 July 2017	504,745	46,667	10,739	562,151
Depreciation				
At 1 August 2016	53,838	34,060	9,677	97,575
Charge for the year	10,095	4,079	593	14,767
Eliminated on disposal	-	(14,591)	-	(14,591)
At 31 July 2017	63,933	23,548	10,270	97,751
Carrying amount				
At 31 July 2017	440,812	23,119	469	464,400
At 31 July 2016	446,707	26,003	509	473,219

Included within the net book value of land and buildings above is £440,812 (2016 - £446,707) in respect of freehold land and buildings.

6 Stocks

	2017 £	2016 £
Stock	2,000	5,000

7 Debtors

	2017 £	2016 £
Other debtors	1,631	1,570
	1,631	1,570

Blagreaves Care Home Limited

Notes to the Financial Statements for the Year Ended 31 July 2017

8 Creditors

	Note	2017 £	2016 £
Due within one year			
Loans and borrowings	<u>9</u>	43,757	54,675
Trade creditors		2,656	2,500
Taxation and social security		3,647	4,537
Corporation tax		30,456	2,480
Other creditors		118,099	147,273
		<u>198,615</u>	<u>211,465</u>
Due after one year			
Loans and borrowings	<u>9</u>	<u>298,459</u>	<u>342,836</u>

9 Loans and borrowings

	2017 £	2016 £
Current loans and borrowings		
Bank borrowings	32,362	38,349
Bank overdrafts	11,395	16,326
	<u>43,757</u>	<u>54,675</u>
Non-current loans and borrowings		
Bank borrowings	<u>298,459</u>	<u>342,836</u>

Other borrowings

Liabilities under bank borrowings and bank overdrafts of £342,216 (2016 - £397,511) are secured by the company.

10 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary C shares of £1 each	100	100	100	100

Blagreaves Care Home Limited

Notes to the Financial Statements for the Year Ended 31 July 2017

11 Financial commitments, guarantees and contingencies

The total amount of financial commitments not included in the balance sheet is £14,054 (2016 - £18,738).

12 Related party transactions

Summary of transactions with other related parties

Director of the company

At the balance sheet date amounts to the director amounted to £79,916 (2016 - £122,224).

13 Non adjusting events after the financial period

After the balance sheet date the following dividends have been voted;
£23,700 on ordinary C £1 shares

14 Transition to FRS102

The financial statements are the company's first financial statements that comply with FRS102. The date of transition to FRS102 was 1 August 2015.

The transition to FRS102 has not resulted in any changes between the amounts prepared previously under UK GAAP and those presented in compliance with FRS102.

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This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.