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**HCRG CARE VERTIS LLP**

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**UNAUDITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

THURSDAY



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**HCRG CARE VERTIS LLP**

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**INFORMATION**

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**Designated Members**

HCRG Care Ltd  
HCRG Care Services Ltd

**LLP registered number**

OC326636

**Registered office**

The Heath Business and Technical Park, Runcorn, Cheshire, WA7 4QX

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**HCRG CARE VERTIS LLP**

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## HCRG CARE VERTIS LLP

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### MEMBERS' REPORT FOR THE YEAR ENDED 31 MARCH 2023

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The members present their annual report together with the financial statements of HCRG Care Vertis LLP (the "LLP") for the year ended 31 March 2023.

#### Principal activities

The principal object of the LLP is the provision of NHS Primary Care services.

#### Designated Members

HCRG Care Ltd and HCRG Care Services Ltd were designated members of the LLP throughout the period.

#### Members' capital and interests

At the commencement of the business HCRG Care Limited has invested a capital sum based on the number of patients registered with the practice members. The remainder of the members were not required to contribute capital to the LLP on incorporation. The capital invested by HCRG Care Limited was originally only repayable if the LLP is liquidated or wound up. On 25 March 2013 the LLP agreement was amended which resulted in the capital amounts becoming repayable on demand.

The policy on members' drawings states that, following each financial year, once the financial statements have been prepared, the whole of the profit shall, after setting off any losses brought forward from any previous financial year, be distributed 99% to HCRG Limited and 1% to HCRG Care Services Limited.

#### Political and charitable donations

There were no political or charitable donations during the year (2022: £Nil).

#### Policy on members' remuneration and the subscription and repayment of capital

HCRG Care Limited has invested an initial capital sum into the partnership to facilitate trade. The remaining member, HCRG Care Services Limited, was not required to contribute to the capital of the LLP. The capital invested by HCRG Care Limited is repayable on demand.

The capital requirements of the partnership are determined by the members and reviewed regularly. Any additional requirement would be subscribed by HCRG Care Limited.

The distribution to members' policy follows preparation of the financial statements. Any profits for the period will only be distributed to designated members:

- after selling off any cumulative losses brought forward from any previous years; and
- after review of the cash requirements of the LLP.

As noted previously, profits are distributed 99% to HCRG Care Limited and 1% to HCRG Care Services Limited.

Remuneration is treated as payments on account of profit allocation and is only repayable to the LLP in so far as there are insufficient profits to allocate against such remuneration. Any remuneration in excess of total profits would be included within "amounts due from members" within debtors.

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**HCRG CARE VERTIS LLP**

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**MEMBERS' REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 MARCH 2023**

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**Employment of disabled persons**

Under the LLP's Equal Opportunities policy, the LLP ensures all employees are treated equally and do not discriminate on the grounds of gender, marital status, race, ethnic origin, colour, nationality, national origin, disability, sexual orientation, religion or age.

This report was approved by the members on 29 November 2023 and signed on their behalf by:



**HCRG Care Ltd  
D J Deitz**

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**HCRG CARE VERTIS LLP**

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**MEMBERS' RESPONSIBILITIES STATEMENT  
FOR THE YEAR ENDED 31 MARCH 2023**

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The members are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law, (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008), requires the members to prepare financial statements for each financial year. Under that law the members 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, as applied to LLPs, the members 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 LLP and of the profit or loss of the LLP for that period.

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

- select suitable accounting policies for the LLP's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the entity will continue in business.

The members are responsible for keeping adequate accounting records that are sufficient to show and explain the LLP's transactions and disclose with reasonable accuracy at any time the financial position of the LLP and to enable them to ensure that the financial statements comply with the Limited Liability Partnerships (Accounts and Audit) (Application of the Companies Act 2006) Regulations 2008. They are also responsible for safeguarding the assets of the LLP and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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HCRG CARE VERTIS LLP

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STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 MARCH 2023

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	Note	2023 £	2022 £
Turnover	4	2,156,488	2,279,256
Cost of sales		(1,673,478)	(1,904,982)
<b>Gross profit</b>		<b>483,010</b>	<b>374,274</b>
Administrative expenses		(37,948)	(40,249)
<b>Operating profit</b>	5	<b>445,062</b>	<b>334,025</b>
<b>Profit for the year before members' remuneration and profit shares</b>		<b>445,062</b>	<b>334,025</b>
Profit for the year before members' remuneration and profit shares		445,062	334,025
Members' remuneration charged as an expense		(445,062)	(334,025)
<b>Results for the year available for discretionary division among members and total comprehensive income</b>		<b>-</b>	<b>-</b>

There was no other comprehensive income for 2023(2022:£NIL).

The notes on pages 8 to 17 form part of these financial statements.

**HCRG CARE VERTIS LLP**  
**REGISTERED NUMBER: OC326636**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2023**

	Note	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	8	2,327	277
<b>Current assets</b>			
Stocks	9	2,500	2,500
Debtors: amounts falling due within one year	10	6,412,512	6,316,208
Cash at bank and in hand	11	2,159,854	921,124
		<u>8,574,866</u>	<u>7,239,832</u>
Creditors: Amounts Falling Due Within One Year	12	(4,894,038)	(3,958,417)
<b>Net current assets</b>		<u>3,680,828</u>	<u>3,281,415</u>
<b>Total assets less current liabilities</b>		<u>3,683,155</u>	<u>3,281,692</u>
<b>Net assets</b>		<u>3,683,155</u>	<u>3,281,692</u>
<b>Represented by:</b>			
<b>Loans and other debts due to members within one year</b>			
Members' capital classified as a liability		339,588	339,588
Other amounts	13	3,343,567	2,942,104
		<u>3,683,155</u>	<u>3,281,692</u>
<b>Total members' interests</b>			
Amounts due from members (included in debtors)	10	(6,230,000)	(6,230,000)
Loans and other debts due to members	13	3,683,155	3,281,692
		<u>(2,546,845)</u>	<u>(2,948,308)</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 479A 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.



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**HCRG CARE VERTIS LLP**  
**REGISTERED NUMBER: OC326636**

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**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT 31 MARCH 2023**

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The financial statements were approved and authorised for issue by the members and were signed on their behalf on 29 November 2023.



**HCRG Care Ltd**  
**D J Deitz**

The notes on pages 8 to 17 form part of these financial statements.

HCRG Care Vertis 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.

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**HCRG CARE VERTIS LLP**

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**RECONCILIATION OF MEMBERS' INTERESTS  
FOR THE YEAR ENDED 31 MARCH 2023**

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	Debt		
	Loans and other debts due to members less any amounts due from members in debtors		
	Members' capital (classified as debt)	Other amounts	Total
	£	£	£
Amounts due to members	339,588	2,942,104	3,281,692
Amounts due from members		(6,230,000)	(6,230,000)
<b>Balance at 31 March 2022</b>	<b>339,588</b>	<b>(3,287,896)</b>	<b>(2,948,308)</b>
Members' remuneration charged as an expense	-	445,462	445,462
<b>Members' interests after profit for the year</b>	<b>339,588</b>	<b>(2,842,434)</b>	<b>(2,502,846)</b>
Other amounts	-	(43,999)	(43,999)
Amounts due to members	339,588	3,343,567	3,683,155
Amounts due from members		(6,230,000)	(6,230,000)
<b>Balance at 31 March 2023</b>	<b>339,588</b>	<b>(2,886,433)</b>	<b>(2,546,845)</b>

The notes on pages 8 to 17 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.

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## HCRG CARE VERTIS LLP

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

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#### 1. General information

HCRG Care Vertis LLP is a Limited Liability Partnership ('LLP') incorporated in England & Wales under the Companies Act. The address of the registered office is given on the contents page and the nature of the LLP's operations and its principal activities are set out 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 judgment in applying the LLP's accounting policies (see note 3).

The following principal accounting policies have been applied:

##### 2.2 Financial Reporting Standard 102 - reduced disclosure exemptions

The LLP has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 26 Share-based Payment paragraphs 26.18(b), 26.19 to 26.21 and 26.23;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of HCRG Care Group Holdings Ltd as at 31 March 2023 and these financial statements may be obtained from Companies House.

##### 2.3 Going concern

The LLP has remained profitable during the year and this is expected to continue over the life of the contract. The LLP is dependent on resources provided by the wider group to continue to operate.

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## HCRG CARE VERTIS LLP

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

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#### 2. Accounting policies (continued)

##### 2.4 Revenue

The LLP recognises revenue from the provision of health and social care services funded by the NHS (National Health Service) and Local Authorities across England.

Revenue is recognised in the accounting period which the services are rendered at an amount that reflects the consideration to which the LLP expects to be entitled in exchange for fulfilling its performance obligations to customers. Any amounts received where the performance obligation has not been met are held as deferred income.

Revenue is exclusive of Value Added Taxes.

##### 2.5 Members remuneration charged as an expense

Members' remuneration charged as an expense includes management charges payable to HCRG Care Limited for providing various support services to the LLP. These are calculated in accordance with the terms set out in the LLP agreement. Members' remuneration charged as an expense includes the profits which are attributable to the members which are automatically allocated to them in accordance with the terms of the LLP agreement.

##### 2.6 Pensions

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 profit or loss 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.

##### 2.7 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 straight-line method.

The estimated useful lives range as follows:

Furniture, fittings and equipment- 3 years on a straight-line basis

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.

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## HCRG CARE VERTIS LLP

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

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#### 2. Accounting policies (continued)

##### 2.8 Stocks

*Stocks are stated at the lower of cost and net realisable value. Cost is based on the cost of acquiring the stocks on an actual basis.*

##### 2.9 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.

##### 2.10 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

##### 2.11 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.

##### 2.12 Intra-group arrangements

The bank balances of the sub group headed up by HCRG Care Holdings Ltd (the 'group') are pooled together on a group basis and swept into an overnight deposit account. Consequently, individual entity bank accounts may show an overdrawn position at any time, but overall the group has the capacity to offset any positive cash balances against any negative cash balances and always maintains a net positive cash position across the group as a whole. As a result, the group has no requirement for a formal overdraft facility. This right of offset is underwritten by cross company guarantees (or otherwise known as credit insurance). Therefore, the arrangement is treated as an insurance contract and not a derivative. Subsequently, if indebtedness occurs within the group, the LLP treats the guarantee contract as a contingent liability until such time as it becomes probable that the LLP will be required to make a payment under the guarantee.

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## HCRG CARE VERTIS LLP

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

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#### 2. Accounting policies (continued)

##### 2.13 Leases

Where assets are financed by leasing agreements that give rights approximating to ownership (finance leases), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable over the term of the lease. The corresponding leasing commitments are shown as amounts payable to the lessor. Depreciation on the relevant assets is charged to profit or loss over the shorter of estimated useful economic life and the term of the lease.

Finance lease payments are analysed between capital and interest components so that the interest element of the payment is charged to profit or loss over the term of the lease and is calculated so that it represents a constant proportion of the balance of capital repayments outstanding. The capital part reduces the amounts payable to the lessor.

All other leases are treated as operating leases. Their annual rentals are charged to profit or loss on a straight-line basis over the term of the lease.

Where the LLP has a legal obligation, a dilapidations provision is created on inception of a lease. These provisions are a best estimate of the cost required to return leased properties to their original condition upon termination of the lease. Where the obligation arises from 'wear and tear', the provision is accrued and expensed in profit or loss as the 'wear and tear' occurs.

##### 2.14 Holiday pay accrual

A liability is recognised to the extent of any unused holiday pay entitlement which is accrued at the reporting date and carried forward to future periods. This is measured at the undiscounted salary cost of the future holiday entitlement so accrued at the reporting date.

##### 2.15 Going concern

The LLP has remained profitable during the year and this is expected to continue over the life of the contract. The LLP is dependent on resources provided by the wider group to continue to operate.

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

The members do not believe there to be any key sources of estimation uncertainty at the balance sheet date that may cause material adjustments to the carrying amounts of assets and liabilities within the next financial year.

Additionally, the members do not believe there to be any critical accounting judgements in applying the LLP's accounting policies.

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## HCRG CARE VERTIS LLP

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

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#### 4. Turnover

An analysis of turnover by class of business is as follows:

	2023 £	2022 £
Provision of medical services	<u>2,156,488</u>	<u>2,279,256</u>

All turnover arose within the United Kingdom.

#### 5. Operating profit

The operating profit is stated after charging:

	2023 £	2022 £
Other operating lease rentals	110,512	148,939
Depreciation expense	<u>330</u>	<u>122</u>

#### 6. Employees

	2023 £	2022 £
Wages and salaries	748,361	933,796
Social security costs	82,351	100,139
Cost of defined contribution scheme	84,047	33,282
	<u>914,759</u>	<u>1,067,217</u>

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

	2023 No.	2022 No.
Non-registered	7	8
Registered	15	15
	<u>22</u>	<u>23</u>

Registered employees refer to our health and care professionals who are registered with a relevant professional governance body, such as the Nursing and Midwifery Council or General Medical Council.

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HCRG CARE VERTIS LLP

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NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2023

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7. Intangible assets

	Internally generated software costs £
<b>Cost</b>	
At 1 April 2022	2,383
At 31 March 2023	<u>2,383</u>
<b>Amortisation</b>	
At 1 April 2022	2,383
At 31 March 2023	<u>2,383</u>
<b>Net book value</b>	
At 31 March 2023	<u>-</u>
At 31 March 2022	<u>-</u>



**HCRG CARE VERTIS LLP**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2023**

**8. Tangible fixed assets**

	Land and buildings £	Other property, plant and equipment £	Furniture, fittings and equipment £	Total £
<b>Cost or valuation</b>				
At 1 April 2022	1,469	13,618	14,296	29,383
Additions	-	-	2,380	2,380
At 31 March 2023	<u>1,469</u>	<u>13,618</u>	<u>16,676</u>	<u>31,763</u>
<b>Depreciation</b>				
At 1 April 2022	1,469	13,618	14,019	29,106
Charge for the year on owned assets	-	-	330	330
At 31 March 2023	<u>1,469</u>	<u>13,618</u>	<u>14,349</u>	<u>29,436</u>
<b>Net book value</b>				
At 31 March 2023	<u>-</u>	<u>-</u>	<u>2,327</u>	<u>2,327</u>
At 31 March 2022	<u>-</u>	<u>-</u>	<u>277</u>	<u>277</u>

**9. Stocks**

	2023 £	2022 £
Medical consumables	<u>2,500</u>	<u>2,500</u>

**10. Debtors**

	2023 £	2022 £
Trade debtors	52,792	73,373
Other debtors	4,736	-
Prepayments and accrued income	124,984	12,835
Amounts due from members	6,230,000	6,230,000
	<u>6,412,512</u>	<u>6,316,208</u>

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HCRG CARE VERTIS LLP

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NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2023

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**10. Debtors (continued)**

Amounts owed by group subsidiaries are repayable on demand. However, given that the LLP does not operate a regular process for settling these amounts, they are not considered to be working capital in nature and are not expected to be settled within 12 months of the balance sheet date.

The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

**11. Cash and cash equivalents**

	2023 £	2022 £
Cash at bank and in hand	<u>2,159,854</u>	<u>921,124</u>

**12. Creditors: Amounts falling due within one year**

	2023 £	2022 £
Trade creditors	104,171	32,454
Amounts owed to group undertakings	4,588,948	3,855,124
Other taxation and social security	16,737	16,084
Other creditors	577	2,993
Accruals and deferred income	183,605	51,762
	<u>4,894,038</u>	<u>3,958,417</u>

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## HCRG CARE VERTIS LLP

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

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#### 13. Loans and other debts due to members

	2023 £	2022 £
Members' capital treated as debt	339,588	339,588
Other amounts due to members	3,343,567	2,942,104
	<u>3,683,155</u>	<u>3,281,692</u>

Loans and other debts due to members may be further analysed as follows:

	2023 £	2022 £
Falling due within one year	<u>3,683,155</u>	<u>3,281,692</u>

Loans and other debts due to members rank equally with debts due to ordinary creditors in the event of a winding up.

#### 14. Contingent liabilities

As of the date of signing the statutory accounts, the members considered there to be no contingent liabilities (2022: £Nil).

The bank balances of the sub group headed up by HCRG Care Group Holdings Limited (the 'group') are pooled together on a group basis and swept into an overnight deposit account. Consequently, individual entity bank accounts may show an overdrawn position at any time, but overall the group has the capacity to offset any positive cash balances against any negative cash balances and always maintains a net positive cash position across the group as a whole. As a result, the group has no requirement for a formal overdraft facility. This right of offset is underwritten by cross company guarantees (or otherwise known as credit insurance). Therefore, the arrangement is treated as an insurance contract and not a derivative. Subsequently, if indebtedness occurs within the group, the LLP treats the guarantee contract as a contingent liability until such time as it becomes probable that the LLP will be required to make a payment under the guarantee.

#### 15. Pension commitments

The LLP operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the LLP to the scheme and amounted to £84,047 (2022: £33,282). Contributions totalling £570 (2022: £2,986) were payable to the scheme at the end of the year and are included in creditors.

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## HCRG CARE VERTIS LLP

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

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#### 16. Controlling party

The immediate parent company is HCRG Care Limited, a company incorporated in the United Kingdom. The registered office is The Heath Business & Technical Park, Runcorn, Cheshire, WA7 4QX.

The ultimate controlling party is Twenty20 Capital Investments Limited, a company incorporated in the United Kingdom. The registered office is 33 Soho Square, London, England, W1D 3QU.

The largest Group in which this Group's results are consolidated are those for Twenty20 Capital Investments Limited, a company registered in England and Wales. Copies of these accounts can be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ

#### 17. Contingent liabilities

*As of the date of signing the statutory accounts, the members considered there to be no contingent liabilities (2022: £Nil).*

The bank balances of the sub group headed up by HCRG Care Group Holdings Limited (the 'group') are pooled together on a group basis and swept into an overnight deposit account. Consequently, individual entity bank accounts may show an overdrawn position at any time, but overall the group has the capacity to offset any positive cash balances against any negative cash balances and always maintains a net positive cash position across the group as a whole. As a result, the group has no requirement for a formal overdraft facility. This right of offset is underwritten by cross company guarantees (or otherwise known as credit insurance). Therefore, the arrangement is treated as an insurance contract and not a derivative. Subsequently, if indebtedness occurs within the group, the LLP treats the guarantee contract as a contingent liability until such time as it becomes probable that the LLP will be required to make a payment under the guarantee.