

**Virgin Care Wandle LLP**

**Annual report and financial statements  
for the year ended 31 March 2015**



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## **Information**

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### **Designated Members**

Virgin Care Corporate Services Limited  
Virgin Care Limited

### **LLP registered number**

OC338798

### **Registered office**

Lynton House, 7-12 Tavistock Square, London, WC1H 9LT

**Members' report**  
*for the year ended 31 March 2015*

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The members present their annual report together with the audited financial statements of Virgin Care Wandle LLP (the LLP) for the year ended 31 March 2015. The members confirm that the annual report and financial statements of the LLP comply with current statutory requirements and the requirements of the LLP's governing document.

**Principal activities**

The principal activity of the LLP continues to be the provision of NHS primary care services.

**Designated Members**

Virgin Care Limited and Virgin Care Corporate Services Limited were designated members of the LLP throughout the year.

**Policy on members' drawings and the subscription and repayment of capital**

At the commencement of the business Virgin Care Limited has undertaken to invest 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 Virgin Care Limited was only repayable if the LLP is liquidated or wound up. On 5 April 2013 the LLP agreement was amended which resulted in the capital becoming repayable on demand.

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

These accounts have been prepared in accordance with the provisions applicable to LLPs subject to the small LLPs' regime.

This report was approved by the members on 17/12/15 and signed on their behalf by:

  
Virgin Care Limited  
Designated member

**Members' responsibilities statement**  
*for the year ended 31 March 2015*

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The members are responsible for preparing the Members' Report and the financial statements in accordance with applicable law and regulations. The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 require the members to prepare financial statements for each financial year. Under that law the members have elected to prepare financial statements in accordance with the Financial Reporting Standard for Smaller Entities (Effective April 2008) and applicable law (UK Generally Accepted Accounting Practice applicable to Smaller Entities).

Under Regulation 8 of the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 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 and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the Members' Report and the financial statements on the going concern basis unless it is inappropriate to presume that the LLP will continue in business.

Under Regulation 6 of the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008, 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 enable them to ensure that its financial statements comply with those regulations. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the LLP and to prevent and detect fraud and other irregularities.

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## **Independent auditor's report to the members of Virgin Care Wandle LLP**

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We have audited the financial statements of Virgin Care Wandle LLP for the year ended 31 March 2015, set out on pages 6 to 14. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective April 2008) (UK Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the members of the limited liability partnership (LLP), as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, as required by Regulation 39 of the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008. Our audit work has been undertaken so that we might state to the LLP'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 LLP and the LLP's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of members and auditor**

As explained more fully in the Members' Responsibilities Statement, set out on page 3, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit, and express an opinion on, the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of affairs of the LLP as at 31 March 2015 and of its loss for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006, as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

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## **Independent auditor's report to the members of Virgin Care Wandle LLP**

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### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 as applied to limited liability partnerships requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or 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
- we have not received all the information and explanations we require for our audit; or
- the members were not entitled to prepare the financial statements in accordance with the small limited liability partnerships' regime.



**Will Baker** (Senior Statutory Auditor)  
**for and on behalf of KPMG LLP, Statutory Auditor**  
Chartered Accountants  
8 Princes Parade  
Liverpool  
L3 1QH  
Date: 18/12/2015

**Profit and loss account**  
*for the year ended 31 March 2015*

	<i>Note</i>	2015 £	2014 £
<b>Turnover</b>		<b>151,979</b>	151,252
Cost of sales		<u>(148,278)</u>	<u>(120,073)</u>
<b>Gross profit</b>		<b>3,701</b>	31,179
Administrative expenses		<u>(58,863)</u>	<u>55,061</u>
<b>(Loss)/profit for the financial year before members' remuneration and profit shares</b>	2	<u><u>(55,162)</u></u>	<u><u>86,240</u></u>
<b>(Loss)/profit for the financial year before members' remuneration and profit shares</b>		<b>(55,162)</b>	86,240
Members' remuneration charged as an expense	3	<u>(4,381)</u>	<u>(2,826)</u>
<b>(Loss)/profit for the financial year</b>		<u><u>(59,543)</u></u>	<u><u>83,414</u></u>

The notes on pages 9 to 14 form part of these financial statements.

All amounts relate to continuing operations. There were no recognised gains and losses for 2015 and 2014 other than those included in the profit and loss account.



Registered number: OC338798

**Balance sheet**  
*as at 31 March 2015*

	<i>Note</i>	£	2015 £	£	2014 £
<b>Fixed assets</b>					
Tangible assets	4		1,801		3,671
<b>Current assets</b>					
Debtors	5	29,353		68,276	
Cash at bank		7,070		13,107	
		<u>36,423</u>		<u>81,383</u>	
<b>Creditors: amounts falling due within one year</b>	6	<u>(10,115)</u>		<u>(17,469)</u>	
<b>Net current assets</b>			<u>26,308</u>		<u>63,914</u>
<b>Total assets less current liabilities</b>			<u>28,109</u>		<u>67,585</u>
<b>Provisions for liabilities</b>					
Provisions for liabilities	8		-		(78,000)
<b>Net assets/(liabilities) attributable to members</b>			<u>28,109</u>		<u>(10,415)</u>
<b>Represented by:</b>					
<b>Loans and other debts due to members</b>					
Members' capital classified as a liability	7	549,198		549,198	
Other amounts	7	<u>849,269</u>		<u>751,202</u>	
			<u>1,398,467</u>		<u>1,300,400</u>
<b>Members' other interests</b>					
Members' other interests	9		<u>(1,370,358)</u>		<u>(1,310,815)</u>
			<u>28,109</u>		<u>(10,415)</u>
<b>Total members' interests</b>					
Amounts due from members (included in debtors)	5, 9		<u>(1,881)</u>		-
Loans and other debts due to members	9		<u>1,398,467</u>		<u>1,300,400</u>
Members' other interests	9		<u>(1,370,358)</u>		<u>(1,310,815)</u>
			<u>26,228</u>		<u>(10,415)</u>

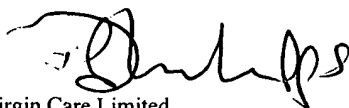
**Balance sheet (continued)**  
*as at 31 March 2015*

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The financial statements have been prepared in accordance with the provisions applicable to small LLPs within Part 15 of the Companies Act 2006 as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

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

17 December 2015



Virgin Care Limited  
Designated member

The notes on pages 9 to 14 form part of these financial statements.

## Notes to the financial statements

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### 1. Accounting policies

#### 1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008) and the requirements of the Statement of Recommended Practice "Accounting by Limited Liability Partnerships".

#### 1.2 Going concern

The financial statements have been prepared on the going concern basis, which the members believe to be appropriate for the following reasons. The LLP is dependent for its working capital on funds guaranteed by other group companies. The LLP's parent, Virgin Care Limited, has provided the LLP with an undertaking that for at least 12 months from the date of approval of these financial statements, it will continue to make available such funds and guarantees as are needed by the LLP. In particular, Virgin Care Limited has confirmed that the amounts due from the LLP of £1,398,467 included within loans and other debts due to members will not be called for payment within 12 months from the date of approval of these financial statements. This should enable the LLP to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due for payment. As with any entity placing reliance on other group entities for financial support, the members acknowledge that there can be no certainty that this support will continue although, at the date of approval of these financial statements, they have no reason to believe that it will not do so.

Based on this undertaking the members believe that it remains appropriate to prepare the financial statements on a going concern basis.

#### 1.3 Turnover

Turnover comprises revenue recognised by the LLP in respect of services supplied during the year, exclusive of Value Added Tax.

#### 1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold Improvements	-	5 years straight line
Plant and equipment	-	3 years straight line

#### 1.5 Members' remuneration charged as an expense

Members' remuneration charged as an expense includes management charges payable to Virgin Care Limited for providing various support services to the LLP. The management charges are calculated in accordance with the terms set out in the LLP agreement.

#### 1.6 Tax provisions

The taxation payable on partnership profits is the personal liability of the members during the year. Consequently, neither partnership taxation nor related deferred taxation are accounted for in the financial statements.

## Notes to the financial statements

### 1. Accounting policies (continued)

#### 1.7 Provisions

A provision is recognised in the balance sheet when the LLP has a present legal or constructive obligation as a result of a past event, that can be reliably measured and it is probable that an outflow of economic benefits will be required to settle the obligation.

### 2. (Loss)/profit for the financial year before members' remuneration and profit share

This is stated after charging:

	2015 £	2014 £
Depreciation of tangible fixed assets:		
- owned by the LLP	1,870	8,150
Auditor's remuneration	2,750	2,300
	<u>          </u>	<u>          </u>

### 3. Members' remuneration charged as an expense

	2015 £	2014 £
Management charge payable to Virgin Care Limited under the terms of the LLP agreement	4,381	2,826
	<u>          </u>	<u>          </u>

## Notes to the financial statements

### 4. Tangible fixed assets

	<i>Leasehold Improvements</i> £	<i>Plant and equipment</i> £	<i>Total</i> £
<b>Cost</b>			
At 1 April 2014 and 31 March 2015	9,002	23,848	32,850
<b>Depreciation</b>			
At 1 April 2014	5,401	23,778	29,179
Charge for the year	1,800	70	1,870
At 31 March 2015	7,201	23,848	31,049
<b>Net book value</b>			
At 31 March 2015	1,801	-	1,801
At 31 March 2014	3,601	70	3,671

### 5. Debtors

	2015 £	2014 £
Trade debtors	18,816	22,605
Amounts owed by group undertakings	7,923	-
Prepayments and accrued income	-	40,000
Other debtors	733	5,671
Amounts due from members	1,881	-
	<u>29,353</u>	<u>68,276</u>

### 6. Creditors: Amounts falling due within one year

	2015 £	2014 £
Trade creditors	298	2,321
Amounts owed to group undertakings	974	974
Other taxation and social security	1,241	2,654
Accruals and deferred income	7,602	11,520
	<u>10,115</u>	<u>17,469</u>

## Notes to the financial statements

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

	2015	2014
	£	£
Members' capital classified as a liability under FRS25	549,198	549,198
Amounts due to members	849,269	751,202
	<u>1,398,467</u>	<u>1,300,400</u>

Members' capital classified as liabilities under FRS 25 of £549,198 (2014 £549,198) ranks after unsecured creditors in the event of a winding up. Loans and other debts due to members within one year rank equally with debts due to ordinary creditors in the event of a winding up.

### 8. Provisions for liabilities

	<i>Onerous contract provisions</i>
	£
At 1 April 2014	78,000
Utilised in the year	(78,000)
At 31 March 2015	<u>-</u>

The onerous contract provision related to a vacant property. The associated lease for this vacant property has been terminated during the year. The amount utilised during the year was the lease and associated costs up to the end of the lease contract.

## Notes to the financial statements

### 9. Reconciliation of members' other interests and loans and other debts due to members

	<i>Other reserves</i>	<i>Members'</i>	<i>Loans and debts due to members less any amounts due from members in debtors</i>	<i>Total 2015</i>	<i>Total 2014</i>
	£	£	£	£	£
Amounts due to members b/fwd			1,300,400		
Amounts due from members b/fwd			-		
Balance at 1 April 2014	(1,310,815)	(1,310,815)	1,300,400	(10,415)	(845,031)
(Loss)/profit for the year	(59,543)	(59,543)	-	(59,543)	83,414
Members' interests after loss for the year	(1,370,358)	(1,370,358)	1,300,400	(69,958)	(761,617)
Other movements	-	-	(3,271)	(3,271)	1,390
Amounts introduced by members	-	-	99,457	99,457	749,812
Balance at 31 March 2015	(1,370,358)	(1,370,358)	1,396,586	26,228	(10,415)
Amounts due to members			1,398,467		
Amounts due from members			(1,881)		
			1,396,586		

## Notes to the financial statements

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### 10. Related party transactions

The LLP's ultimate parent undertaking is Virgin Group Holdings Limited, whose principal shareholders are Sir Richard Branson and certain trusts, none of which individually has a controlling interest in Virgin Group Holdings Limited. The principal beneficiaries of those trusts are Sir Richard Branson and/or his immediate family. The shareholders of Virgin Group Holdings Limited have interests directly or indirectly in certain other companies which are considered to give rise to related party disclosures under Financial Reporting Standard No. 8 and the FRSSE.

As a wholly owned subsidiary of Virgin Healthcare Holdings Limited, the LLP has taken advantage of the exemption available in Financial Reporting Standard 8: Related Party Disclosures, which enables it to exclude disclosure of transactions and balances with Virgin Healthcare Holdings Limited and its wholly owned subsidiaries.

### 11. Ultimate parent undertaking and controlling party

The parent undertaking of Virgin Care Wandle LLP is Virgin Care Limited. The LLP is a subsidiary undertaking of Virgin Group Holdings Limited, a company incorporated in the British Virgin Islands.

The largest and smallest group in which the LLP and group results are consolidated are those for Virgin UK Holdings Limited and Virgin Holdings Limited respectively, companies both registered in England and Wales. Copies of the group accounts of Virgin Holdings Limited and Virgin UK Holdings Limited can be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ.