

Report of the Directors and
Audited Financial Statements for the Year Ended 31 March 2016
for
Springhill Hospice (Services) Limited

THURSDAY



A5HZL30A

A21

20/10/2016

#264

COMPANIES HOUSE

Contents of the Financial Statements
for the Year Ended 31 March 2016

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors	3
Profit and Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	6

Springhill Hospice (Services) Limited

Company Information
for the Year Ended 31 March 2016

DIRECTORS:

J F Dafforne
J K Davies
R Clegg

SECRETARY:

I L Anderton

REGISTERED OFFICE:

Broad Lane
Rochdale
Lancashire
OL16 4PZ

REGISTERED NUMBER:

02802521 (England and Wales)

SENIOR STATUTORY AUDITOR:

John L Wild

AUDITORS:

PKW Chartered Accountants LLP
Cloth Hall
150 Drake Street
Rochdale
Lancashire
OL16 1PX

Report of the Directors
for the Year Ended 31 March 2016

The directors present their report with the financial statements of the company for the year ended 31 March 2016.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2015 to the date of this report.

J F Dafforne
J K Davies
R Clegg

Other changes in directors holding office are as follows:

I M Sandiford ceased to be a director after 31 March 2016 but prior to the date of this report.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 and then apply them consistently;
- make judgements 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 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 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

BY ORDER OF THE BOARD:



I L Anderton - Secretary

20 July 2016

Report of the Independent Auditors to the Members of
Springhill Hospice (Services) Limited

We have audited the financial statements of Springhill Hospice (Services) Limited for the year ended 31 March 2016 on pages four to nine. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 a Report of the Auditors 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.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors 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

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

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 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
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.



John L Wild (Senior Statutory Auditor)
for and on behalf of PKW Chartered Accountants LLP
Cloth Hall
150 Drake Street
Rochdale
Lancashire
OL16 1PX

20 July 2016

Springhill Hospice (Services) Limited (Registered number: 02802521)

Profit and Loss Account
for the Year Ended 31 March 2016

	Notes	2016 £	2015 £
TURNOVER	2	703,493	562,243
Cost of sales		<u>80,500</u>	<u>40,307</u>
GROSS PROFIT		622,993	521,936
Administrative expenses		<u>315,180</u>	<u>289,430</u>
OPERATING PROFIT	3	307,813	232,506
Interest receivable and similar income		<u>27</u>	<u>10</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		307,840	232,516
Tax on profit on ordinary activities	4	<u>-</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR		<u><u>307,840</u></u>	<u><u>232,516</u></u>

The notes form part of these financial statements

Springhill Hospice (Services) Limited (Registered number: 02802521)

Balance Sheet
31 March 2016

	Notes	2016 £	2015 £
FIXED ASSETS			
Tangible assets	5	237,884	243,231
Investments	6	2	2
		<u>237,886</u>	<u>243,233</u>
CURRENT ASSETS			
Stocks		4,851	3,980
Debtors	7	6,602	2,183
Cash at bank		290,601	207,537
		<u>302,054</u>	<u>213,700</u>
CREDITORS			
Amounts falling due within one year	8	539,840	254,129
NET CURRENT LIABILITIES		<u>(237,786)</u>	<u>(40,429)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		100	202,804
CREDITORS			
Amounts falling due after more than one year	9	-	202,704
NET ASSETS		<u>100</u>	<u>100</u>
CAPITAL AND RESERVES			
Called up share capital	11	100	100
SHAREHOLDERS' FUNDS		<u>100</u>	<u>100</u>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Board of Directors on 20 July 2016 and were signed on its behalf by:



J F Dafforne - Director

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 31 March 2016

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Preparation of consolidated financial statements

The financial statements contain information about Springhill Hospice (Services) Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 400 of the Companies Act 2006 from the requirements to prepare consolidated financial statements as it and its subsidiary undertaking are included by full consolidation in the consolidated financial statements of its parent, Springhill Hospice (Rochdale), a company registered in England and Wales.

Exemption from preparing a cash flow statement

Exemption has been taken from preparing a cash flow statement in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Changes in accounting policies

The directors have decided to no longer depreciate the freehold property as they believe that the expected future value of the property will improve and outweigh the annual usage associated with it. In addition, the directors aim is to depreciate the fixtures and fittings at 10% of net book value.

Turnover

Turnover represents the value of goods supplied to customers during the year net of Value Added Tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings - 10% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the Company. The whole of the turnover is attributable to the United Kingdom.

3. OPERATING PROFIT

The operating profit is stated after charging:

	2016	2015
	£	£
Depreciation - owned assets	5,347	8,341
Auditors' remuneration	3,350	3,400
Pension costs	3,886	2,439
	<u> </u>	<u> </u>
Directors' remuneration	-	-
	<u> </u>	<u> </u>

4. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31 March 2016 nor for the year ended 31 March 2015.

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2016**

5. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 April 2015 and 31 March 2016	172,104	79,468	251,572
DEPRECIATION			
At 1 April 2015	6,884	1,457	8,341
Charge for year	-	5,347	5,347
At 31 March 2016	6,884	6,804	13,688
NET BOOK VALUE			
At 31 March 2016	165,220	72,664	237,884
At 31 March 2015	165,220	78,011	243,231

Included in cost of land and buildings is freehold land of £172,104 (2015 - £0) which is not depreciated.

6. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 April 2015 and 31 March 2016	2
NET BOOK VALUE	
At 31 March 2016	2
At 31 March 2015	2

The company's investments at the Balance Sheet date in the share capital of companies include the following:

Springhill Hospice (Lottery) Limited

Nature of business: operation of a lottery

Class of shares:	% holding	2016 £	2015 £
Ordinary	100.00		
Aggregate capital and reserves		2	2
Profit for the year		284,675	235,239

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Other debtors	6,602	-
VAT	-	2,183
	6,602	2,183

Springhill Hospice (Services) Limited (Registered number: 02802521)

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016	2015
	£	£
Trade creditors	41,229	21,225
Amounts owed to group undertakings	488,334	229,504
VAT	4,015	-
Accruals and deferred income	6,262	3,400
	<u>539,840</u>	<u>254,129</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2016	2015
	£	£
Amounts owed to group undertakings	-	202,704
	<u>-</u>	<u>202,704</u>

10. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2016	2015
	£	£
Within one year	7,298	6,000
Between one and five years	1,716	4,750
	<u>9,014</u>	<u>10,750</u>

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2016	2015
			£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

12. RESERVES

	Retained earnings £
Profit for the year	307,840
Gift Aid to Springhill Hospice (Rochdale)	<u>(307,840)</u>
At 31 March 2016	<u>-</u>

13. ULTIMATE PARENT COMPANY

The whole of the issued share capital is owned by Springhill Hospice (Rochdale), which is registered in England and Wales.

Springhill Hospice (Services) Limited (Registered number: 02802521)

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

14. RELATED PARTY DISCLOSURES

Springhill Hospice (Rochdale)
parent company

Springhill Hospice (Services) Limited owes £488,334 to Springhill Hospice (Rochdale). There are no terms or conditions of repayment attached to this amount owed.

	2016	2015
	£	£
Amount due to related party at the balance sheet date	<u>488,334</u>	<u>432,208</u>

Springhill Hospice (Services) Limited (Registered number: 02802521)

Trading and Profit and Loss Account
for the Year Ended 31 March 2016

	2016		2015
	£	£	£
Sales		703,493	562,243
Cost of sales			
Purchases		80,500	40,307
GROSS PROFIT		622,993	521,936
Other income			
Deposit account interest		27	10
		623,020	521,946
Expenditure			
Salaries	205,683		179,139
Social security	11,938		11,688
Pensions	3,886		2,439
Shop and trading overheads	83,895		84,121
Auditors' remuneration	3,350		3,400
Depreciation of tangible fixed assets			
Freehold property	-		6,884
Fixtures and fittings	5,347		1,457
		314,099	289,128
		308,921	232,818
Finance costs			
Bank charges		1,081	302
NET PROFIT		307,840	232,516

This page does not form part of the statutory financial statements