Registered number: 06652821

BOWNESS PHARMACY LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016

Advantage ATO

Chartered Certified Accountants

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Bowness Pharmacy Limited
Unaudited Financial Statements
For The Year Ended 31 December 2016

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Bowness Pharmacy Limited
Balance Sheet
As at 31 December 2016

Registered number: 06652821

	Notes	2016 £	2016 £	2015 £	2015 £
FIXED ASSETS					
Tangible Assets	**6**		21,360		21,943
			21,360		21,943
CURRENT ASSETS					
Stocks	**7**	84,394		79,523	
Debtors	**8**	504,175		588,278	
Cash at bank and in hand		57,682		1,541	
		646,251		669,342	
Creditors: Amounts Falling Due Within One Year	**9**	(376,182)		(404,222)	
NET CURRENT ASSETS (LIABILITIES)			270,069		265,120
TOTAL ASSETS LESS CURRENT LIABILITIES			291,429		287,063
Creditors: Amounts Falling Due After More Than One Year	**10**		(173,263)		(196,679)
PROVISIONS FOR LIABILITIES					
Deferred Taxation	**12**		(4,272)		(4,389)
NET ASSETS			113,894		85,995
CAPITAL AND RESERVES					
Called up share capital	**13**		1,000		1,000
Profit and loss account			112,894		84,995
SHAREHOLDERS' FUNDS			113,894		85,995

For the year ending 31 December 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

On behalf of the board

Mr Prakash Jha

28/09/2017

The notes on pages 4 to 9 form part of these financial statements.

Bowness Pharmacy Limited
Statement of Changes in Equity
For The Year Ended 31 December 2016

	Share Capital	Profit & Loss Account	Total
	£	£	£
As at 1 January 2015	1,000	67,623	68,623
Profit for the year and total comprehensive income	-	114,130	114,130
Dividends paid	-	(96,758)	(96,758)
As at 31 December 2015 and 1 January 2016	1,000	84,995	85,995
Profit for the year and total comprehensive income	-	123,189	123,189
Dividends paid	-	(95,290)	(95,290)
As at 31 December 2016	1,000	112,894	113,894

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

These financial statements are the first financial statements prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the 'UK and Republic of Ireland' (FRS 102). The financial statements for the year ended 31 December 2014 were prepared in accordance with Financial Reporting Standard for Smaller Entities (effective January 2015) (FRSSE).

Some of the FRS 102 recognition, measurement, presentation and disclosure requirements and accounting policy choices differ from FRSSE. Consequently, the directors have amended certain accounting policies to comply w ith FRS 102. The directors have also taken advantage of certain exemptions from the requirements of FRS 102 permitted by FRS 102 Chapter 35 'Transition to this FRS'.

The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

1.2. Turnover

Turnover comprises the invoiced value of items sold and dispensed by the company, net of Value Added Tax and trade discounts.

1.3. 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 the fixed assets, less their estimated residual value, over their expected useful lives as disclosed below.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

At each reporting end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss.

If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Motor Vehicles	25% Reducing Balance
Fixtures & Fittings	15% Reducing Balance
Computer Equipment	33% Reducing Balance

1.4. Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in the creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.5. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

1.6. **Financial Instruments**

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised w hen the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, w ith the net amounts presented in the financial statements, w hen there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

1.7. **Deferred Taxation**

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted. Deferred taxation is measured on a non-discounted basis at the tax rates that are expected to apply in periods in which the timing differences reverse, based on tax rates and the law enacted or substantively enacted at the balance sheet date.

1.8. **Pensions**

The company operates a defined pension contribution scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

1.9. **Financial Assets and Liabilities**

Basic financial assets, which include trade and other debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the financial asset is measured at the present value of the future receipts discounted at a market rate of interest.

Cash and cash equivalents are basic financial instruments and include cash in hand, deposits held at call with banks, other short-term liquid investments w ith original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial liabilities, including trade and other payables that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

1.10. **Registrar Filing Requirements**

The company has taken advantage of Companies Act 2006 section 444(1) and opted not to file the profit and loss account, directors report, and notes to the financial statements relating to the profit and loss account. The notes which are not included have been hidden but original note numbering has remained the same for those that are present.

3. **Staff Costs**

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

	2016	2015
	£	£
Wages and salaries	262,818	257,980
Social security costs	8,831	8,878
	271,649	266,858

4. **Interest Payable**

	2016	2015
	£	£
Bank loans and overdrafts	8,226	11,422
	8,226	11,422

6. **Tangible Assets**

	Motor Vehicles	Fixtures & Fittings	Computer Equipment	Total
	£	£	£	£
Cost				
As at 1 January 2016	9,467	40,427	16,725	66,619
Additions	-	-	5,502	5,502
As at 31 December 2016	9,467	40,427	22,227	72,121
Depreciation				
As at 1 January 2016	6,828	24,141	13,707	44,676
Provided during the period	880	4,234	971	6,085
As at 31 December 2016	7,708	28,375	14,678	50,761
Net Book Value				
As at 31 December 2016	1,759	12,052	7,549	21,360
As at 1 January 2016	2,639	16,286	3,018	21,943

Included above are assets held under finance leases or hire purchase contracts with a net book value as follows:

	2016	2015
	£	£
Computer Equipment	5,044	-
	5,044	-

7. **Stocks**

	2016	2015
	£	£
Stock - finished goods	84,394	79,523
	84,394	79,523

8. **Debtors**

	2016	2015
	£	£
Due within one year		
Trade debtors	167,221	190,050
Prepayments and accrued income	1,450	1,587
Other debtors	24,477	26,450
Amounts owed by associates	119,203	105,908
	312,351	323,995
Due after more than one year		
Amounts owed by associates	191,824	264,283
	191,824	264,283
	504,175	588,278

9. **Creditors: Amounts Falling Due Within One Year**

	2016	2015
	£	£
Net obligations under finance lease and hire purchase contracts	1,401	-
Trade creditors	310,114	344,150
Bank loans and overdrafts	22,522	38,212
Corporation tax	29,684	12,839
Other taxes and social security	8,350	5,142
Accruals and deferred income	3,639	2,907
Directors' loan accounts	472	972
	376,182	404,222

10. **Creditors: Amounts Falling Due After More Than One Year**

	2016	2015
	£	£
Bank loans	173,263	196,679

Secured Creditors

Of the creditors falling due within and after more than one year the following amounts are secured.

Net ogligations held under finance leases and hire purchase contracts are secured by a fixed charge over the assets of the company.

The bank loans and overdraft are secured by a fixed charge over the assets and goodwill of the business together with a personal guarantee of £205,000 each given by Mr Prakash Jha and Mr Kieran Kapoor.

	2016	2015
	£	£
Net obligations under finance lease and hire purchase contracts	1,401	-
Bank loans and overdrafts	195,785	234,891

11. **Obligations Under Finance Leases and Hire Purchase**

	2016	2015
	£	£
The maturity of these amounts is as follows:		
Amounts Payable:		
Within one year	1,401	-
	1,401	-
	1,401	-

12. **Deferred Taxation**

	2016	2015
	£	£
As at 1 January 2016	4,389	4,936
Deferred taxation	(117)	(547)
Deferred tax	4,272	4,389

The provision for deferred taxation is made up of accelerated capital allowances

13. **Share Capital**

	Value	Number	2016	2015
Allotted, called up and fully paid	£		£	£
Ordinary shares	1.000	800	800	800
Ordinary B shares	1.000	200	200	200
		1000	1,000	1,000

14. **Other Commitments**

At the end of the period the company had minimum lease payments under non-cancellable leases as follows:

	Land and buildings		Other	
	2016	2015	2016	2015
	£	£	£	£
Leases due to expire				
Within 1 year	3,500	-	4,749	-
Between 1 and 5 years	-	3,500	9,498	-
	3,500	3,500	14,247	-

15. **Dividends**

	2016	2015
	£	£
On equity shares:		
Interim dividend paid	95,290	96,758
	95,290	96,758

During the year, the company paid interim dividends of £23,720 (2015 : £19,670) to Mr Prakash Jha, £23,720 (2015 : £19,670) to Mr Kieran Kapoor, £23,925 (2015 : £28,709) to Mrs Nicola Jha and £23,925 (2015 : £28,709) to Mrs Andrea Kapoor.

16. **Related Party Transactions**

Included in debtors at the balance sheet date, is an amount of £221,998 (2015 : £252,816) owing from Shropshire Healthcare Limited, a company in which Mr Prakash Jha and Mr Kieran Kapoor are both directors and shareholders. During the year Bowness Pharmacy Limited charged the company a £20,000 (2015 : £20,000) management charge. Taking this into consideration, the reduction in the loan represents monies repaid during the year.

Included in debtors at the balance sheet date, is an amount of £89,029 (2015 : £73,641) owing from Dallam Healthcare Ltd, a company in which Mr Prakash Jha, Mr Kieran Kapoor, Mrs Andrea Kapoor and Mrs Nicola Jha are directors and shareholders. During the year, Bowness Pharmacy Limited funded payments to locums of £5,388 (2015 : £nil) on behalf of Dallam Heathcare Ltd and recharged the company a management charge of £10,000 (2015 : £10,000).

Included in creditors is an amount of £236 (2015 : £486) owing to Mr Prakash Jha and £236 (2015 : £486) owing to Mr Kieran Kapoor. Both are directors and shareholders of the company.

17. **General Information**

Bowness Pharmacy Limited Registered number 06652821 is a limited by shares company incorporated in England & Wales. The Registered Office is 26 Bowness Road, Langley, Middleton, M24 4WT.

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.