

REGISTRAR

Registered number: 08337708

THE LINDENS (STOKE HAMMOND) LIMITED

UNAUDITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 30 SEPTEMBER 2018



THE LINDENS (STOKE HAMMOND) LIMITED
REGISTERED NUMBER: 08337708

BALANCE SHEET
AS AT 30 SEPTEMBER 2018

	Note	2018 £	2017 £
Fixed assets			
Intangible assets	4	1,300,000	1,500,000
Tangible assets	5	3,869,247	3,615,375
		<u>5,169,247</u>	<u>5,115,375</u>
Current assets			
Debtors: amounts falling due within one year	6	16,684	23,684
Cash at bank and in hand	7	8,401	31,281
		<u>25,085</u>	<u>54,965</u>
Creditors: amounts falling due within one year	8	(1,549,260)	(1,714,109)
Net current liabilities		<u>(1,524,175)</u>	<u>(1,659,144)</u>
Total assets less current liabilities		<u>3,645,072</u>	<u>3,456,231</u>
Creditors: amounts falling due after more than one year	9	(2,169,139)	(2,264,581)
Net assets		<u><u>1,475,933</u></u>	<u><u>1,191,650</u></u>

THE LINDENS (STOKE HAMMOND) LIMITED
REGISTERED NUMBER: 08337708

BALANCE SHEET (CONTINUED)
AS AT 30 SEPTEMBER 2018

	Note	2018 £	2017 £
Capital and reserves			
Called up share capital		100	100
Profit and loss account		1,475,833	1,191,550
		<u>1,475,933</u>	<u>1,191,650</u>

The Directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The Directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:


.....
M T Hannelly
Director

Date: 01-05-19

The notes on pages 3 to 10 form part of these financial statements.

THE LINDENS (STOKE HAMMOND) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

1. General information

The Lindens (Stoke Hammond) Limited (registered number: 08337708) is a private company limited by shares incorporated in England and Wales.

The address of its registered office is Peterbridge House, 3 The Lakes, Northampton, NN4 7HB and the address of its principal place of business is Stoke House, Stoke Road, Stoke Hammond, Milton Keynes, MK17 9BN.

The principal activity during the year was that of a residential care home.

The financial statements are presented in Sterling, which is also the functional currency of the company.

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 Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.3 Finance costs

Finance costs are charged to the Statement of Income and Retained Earnings over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.4 Borrowing costs

All borrowing costs are recognised in the Statement of Income and Retained Earnings in the year in which they are incurred.

THE LINDENS (STOKE HAMMOND) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

2. Accounting policies (continued)

2.5 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Income and Retained Earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.6 Taxation

Tax is recognised in the Statement of Income and Retained Earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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

2.7 Intangible assets

Goodwill represents the difference between amounts paid on the cost of a business combination and the acquirer's interest in the fair value of its identifiable assets and liabilities of the acquiree at the date of acquisition. Subsequent to initial recognition, goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised on a straight line basis to the Statement of Income and Retained Earnings over its useful economic life of 10 years.

2.8 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.

Depreciation is provided on the following basis:

Freehold property	- over 50 years
Plant and machinery	- over 4 years

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 the Statement of Income and Retained Earnings.

THE LINDENS (STOKE HAMMOND) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

2. Accounting policies (continued)

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 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an 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.

2.13 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

3. Employees

The average monthly number of employees, including directors, during the year was 51 (2017 - 41).

THE LINDENS (STOKE HAMMOND) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018

4. Intangible assets

	Goodwill £
Cost	
At 1 October 2017	2,000,000
At 30 September 2018	<u>2,000,000</u>
Amortisation	
At 1 October 2017	500,000
Charge for the year	200,000
At 30 September 2018	<u>700,000</u>
Net book value	
At 30 September 2018	<u><u>1,300,000</u></u>
At 30 September 2017	<u><u>1,500,000</u></u>

THE LINDENS (STOKE HAMMOND) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

5. Tangible fixed assets

	Freehold property £	Plant and machinery £	Total £
Cost or valuation			
At 1 October 2017	3,793,324	34,640	3,827,964
Additions	333,739	8,081	341,820
At 30 September 2018	<u>4,127,063</u>	<u>42,721</u>	<u>4,169,784</u>
Depreciation			
At 1 October 2017	200,437	12,152	212,589
Charge for the year on owned assets	78,686	9,262	87,948
At 30 September 2018	<u>279,123</u>	<u>21,414</u>	<u>300,537</u>
Net book value			
At 30 September 2018	<u>3,847,940</u>	<u>21,307</u>	<u>3,869,247</u>
At 30 September 2017	<u>3,592,887</u>	<u>22,488</u>	<u>3,615,375</u>

The net book value of land and buildings may be further analysed as follows:

	2018 £	2017 £
Freehold	3,847,940	3,592,887
	<u>3,847,940</u>	<u>3,592,887</u>

6. Debtors

	2018 £	2017 £
Other debtors	1,531	4,265
Prepayments and accrued income	15,153	19,419
	<u>16,684</u>	<u>23,684</u>

THE LINDENS (STOKE HAMMOND) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

7. Cash and cash equivalents

	2018	2017
	£	£
Cash at bank and in hand	8,401	31,281

8. Creditors: Amounts falling due within one year

	2018	2017
	£	£
Bank loans	88,000	88,000
Trade creditors	30,785	10,409
Corporation tax	103,809	212,435
Other taxation and social security	14,176	13,195
Other creditors	1,286,731	1,370,464
Accruals and deferred income	25,759	19,606
	1,549,260	1,714,109

	2018	2017
	£	£
Other taxation and social security		
PAYE/NI control	14,176	13,195

The following liabilities were secured:

	2018	2017
	£	£
Bank loans	88,000	88,000

Details of security provided:

The bank loans are secured by way of legal mortgage on the property known as The Lindens Residential Care Home, Stoke Road, Stoke Hammond, MK17 9BN in favour of Svenska Handelsbanken AB, dated 10 October 2014.

In addition, a fixed and floating charge over the remaining assets of the company is in place in favour of Svenska Handelsbanken AB, dated 10 October 2014.

THE LINDENS (STOKE HAMMOND) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

9. Creditors: Amounts falling due after more than one year

	2018 £	2017 £
Bank loans	<u>2,169,139</u>	<u>2,264,581</u>

The following liabilities were secured:

	2018 £	2017 £
Bank loans	<u>2,169,139</u>	<u>2,264,581</u>

Details of security provided:

The bank loans are secured by way of legal mortgage on the property known as The Lindens Residential Care Home, Stoke Road, Stoke Hammond, MK17 9BN in favour of Svenska Handelsbanken AB, dated 10 October 2014.

In addition, a fixed and floating charge over the remaining assets of the company is in place in favour of Svenska Handelsbanken AB, dated 10 October 2014.

The aggregate amount of liabilities repayable wholly or in part more than five years after the balance sheet date is:

	2018 £	2017 £
Repayable by instalments	<u>1,817,139</u>	<u>1,912,581</u>

10. Loans

Analysis of the maturity of loans is given below:

	2018 £	2017 £
Bank loans falling due within one year	88,000	88,000
Bank loans falling due 1-2 years	176,000	176,000
Bank loans falling due 2-5 years	176,000	176,000
Bank loans falling due after more than 5 years	1,817,139	1,912,581
	<u>2,257,139</u>	<u>2,352,581</u>

THE LINDENS (STOKE HAMMOND) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

11. Pension commitments

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions totalling £857 (2017 - £699) were payable to the fund at the balance sheet date and are included in other creditors.

12. Transactions with directors

Included within other creditors is a directors loan account balance payable by the company of £1,266,450. This balance includes interest accrued of £38,751.

During the year dividends were paid to the directors totalling £71,500 (2017 - £nil).

13. Controlling party

The controlling party is M T Hannelly.