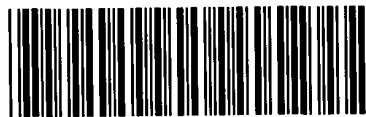


COMPANY REGISTRATION NUMBER: 00364946

Frank Jones (Chemist) Limited
Filleted Unaudited Financial Statements
30th June 2017

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Frank Jones (Chemist) Limited

Financial Statements

Year ended 30th June 2017

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Frank Jones (Chemist) Limited

Statement of Financial Position

30th June 2017

		2017		2016	
	Note	£	£	£	£
Fixed assets					
Intangible assets	6		60,000		140,000
Tangible assets	7		98,456		108,948
			<u>158,456</u>		<u>248,948</u>
Current assets					
Stocks		87,654		98,801	
Debtors	8	276,546		441,641	
Cash at bank and in hand		<u>227,449</u>		<u>107,760</u>	
		591,649		648,202	
Creditors: amounts falling due within one year	9	<u>381,634</u>		<u>392,437</u>	
Net current assets			<u>210,015</u>		<u>255,765</u>
Total assets less current liabilities			<u>368,471</u>		<u>504,713</u>
Provisions					
Taxation including deferred tax			12,208		14,870
Net assets			<u>356,263</u>		<u>489,843</u>
Capital and reserves					
Called up share capital			1,500		1,500
Profit and loss account			<u>354,763</u>		<u>488,343</u>
Members funds			<u>356,263</u>		<u>489,843</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the income statement has not been delivered.

For the year ending 30th June 2017 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 of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position
continues on the following page.

The notes on pages 4 to 8 form part of these financial statements.

Frank Jones (Chemist) Limited

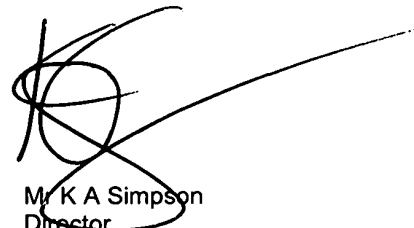
Statement of Financial Position *(continued)*

30th June 2017

These financial statements were approved by the board of directors and authorised for issue on ~~22-01-18~~, and are signed on behalf of the board by:



Mr G Clark
Director



Mr K A Simpson
Director

Company registration number: 00364946

The notes on pages 4 to 8 form part of these financial statements.

Frank Jones (Chemist) Limited

Statement of Changes in Equity

Year ended 30th June 2017

	Called up share capital £	Profit and loss account £	Total £
At 1st July 2015	1,500	397,649	399,149
Profit for the year		90,694	90,694
Total comprehensive income for the year	—	90,694	90,694
At 30th June 2016	1,500	488,343	489,843
Loss for the year		(28,874)	(28,874)
Total comprehensive income for the year	—	(28,874)	(28,874)
Dividends paid and payable	5	(104,706)	(104,706)
Total investments by and distributions to owners	—	(104,706)	(104,706)
At 30th June 2017	<u>1,500</u>	<u>354,763</u>	<u>356,263</u>

The notes on pages 4 to 8 form part of these financial statements.

Frank Jones (Chemist) Limited

Notes to the Financial Statements

Year ended 30th June 2017

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 18 Ambleside Court, Chester le Street, County Durham, DH3 2EB.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland' and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis and are presented in sterling, which is the functional currency of the entity.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1st July 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 15.

Revenue recognition

Turnover represents the value of goods sold and services provided during the year net of discounts, returns and Value Added Tax.

For shop sales, turnover is recognised at the point of sale. For services provided, turnover is recognised to the extent that, and when, there is a right to consideration.

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Frank Jones (Chemist) Limited

Notes to the Financial Statements *(continued)*

Year ended 30th June 2017

3. Accounting policies *(continued)*

Goodwill

Positive purchased goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet and amortised over its estimated useful life up to a maximum of 10 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill	-	Written off over 10 years
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If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold property	-	4% straight line
Fixtures and fittings	-	10% - 20% reducing balance
Motor vehicles	-	25% straight line
Computer equipment	-	33% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Frank Jones (Chemist) Limited

Notes to the Financial Statements *(continued)*

Year ended 30th June 2017

3. Accounting policies *(continued)*

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

4. Employee numbers

The average number of persons employed by the company during the year, including the directors, amounted to 18 (2016: 20).

5. Dividends

	2017 £	2016 £
Dividends paid during the year (excluding those for which a liability existed at the end of the prior year)	<u>104,706</u>	<u>—</u>

Frank Jones (Chemist) Limited

Notes to the Financial Statements (continued)

Year ended 30th June 2017

6. Intangible assets

	Goodwill £
Cost	
At 1 Jul 2016 and 30 Jun 2017	<u>800,000</u>
Amortisation	
At 1st July 2016	660,000
Charge for the year	<u>80,000</u>
At 30th June 2017	<u>740,000</u>
Carrying amount	
At 30th June 2017	<u>60,000</u>
At 30th June 2016	<u>140,000</u>

7. Tangible assets

	Land and buildings £	Fixtures and fittings £	Motor vehicles £	Equipment £	Total £
Cost					
At 1 July 2016	75,000	136,563	8,995	16,786	<u>237,344</u>
Additions	—	3,134	—	1,737	<u>4,871</u>
At 30 June 2017	<u>75,000</u>	<u>139,697</u>	<u>8,995</u>	<u>18,523</u>	<u>242,215</u>
Depreciation					
At 1 July 2016	42,000	70,580	6,372	9,444	<u>128,396</u>
Charge for the year	3,000	7,367	2,249	2,747	<u>15,363</u>
At 30 June 2017	<u>45,000</u>	<u>77,947</u>	<u>8,621</u>	<u>12,191</u>	<u>143,759</u>
Carrying amount					
At 30 June 2017	<u>30,000</u>	<u>61,750</u>	<u>374</u>	<u>6,332</u>	<u>98,456</u>
At 30 June 2016	<u>33,000</u>	<u>65,983</u>	<u>2,623</u>	<u>7,342</u>	<u>108,948</u>

8. Debtors

	2017 £	2016 £
Trade debtors	<u>149,209</u>	328,736
Amounts owed by group undertakings and undertakings in which the company has a participating interest	<u>39,550</u>	28,598
Other debtors	<u>87,787</u>	84,307
	<u>276,546</u>	<u>441,641</u>

Frank Jones (Chemist) Limited

Notes to the Financial Statements *(continued)*

Year ended 30th June 2017

9. Creditors: amounts falling due within one year

	2017	2016
	£	£
Trade creditors	353,516	342,268
Corporation tax	14,916	43,427
Social security and other taxes	1,687	1,557
Other creditors	11,515	5,185
	<u>381,634</u>	<u>392,437</u>

10. Guarantees and other financial commitments

The company has total future operating lease commitments of £379,167 (2016: £424,167).

Included within current liabilities is £210 (2016: £nil) relating to pension contributions.

The company has no other commitments, guarantees or contingent liabilities.

11. Contingencies

At the date of the statement of financial position, a cross guarantee and debenture agreement existed between group companies in respect of the parent undertaking's secured bank borrowings. At 30th June 2017, total secured debt of the parent undertaking amounted to £1,157,549 (2016: £1,396,388).

12. Events after the end of the reporting period

Since the end of the reporting period, the entire issued share capital of the company has been acquired by Clark Pharma Limited, a company controlled by directors Greg and Helen Clark.

13. Related party transactions

During the year, the company paid £242,000 (2016: £240,000) management charges, £17,000 (2016: £17,000) rental charges and £104,706 (2016: £nil) dividends to Knightingales Limited, the company's former parent undertaking. Current assets include £39,000 (2016: £28,048) due from Knightingales Limited.

14. Controlling party

Throughout the reporting period the company was a wholly owned subsidiary of Knightingales Limited.

15. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1st July 2015.

No transitional adjustments were required in equity or profit or loss for the year.