

**FRANK JONES (CHEMIST) LIMITED**  
Filleter Annual Report and Unaudited Financial Statements  
for the Year Ended 30 June 2022

**Frank Jones (Chemist) Limited**

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# Frank Jones (Chemist) Limited

## Company Information

<b>Directors</b>	Mr G Clark Mrs H Clark Mr K A Simpson
<b>Registered office</b>	Hopes Pharmacy 49 Newbottle Street Houghton Le Spring DH4 4AR
<b>Accountants</b>	Azets 1 Massey Road Thornaby Stockton-on-Tees TS17 6DY

# Frank Jones (Chemist) Limited

(Registration number: 00364946)

## Statement of Financial Position as at 30 June 2022

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Tangible assets	<u>5</u>	64,503	66,940
<b>Current assets</b>			
Stocks		105,535	94,360
Debtors	<u>6</u>	250,104	424,088
Cash at bank and in hand		<u>161,075</u>	<u>129,353</u>
		516,714	647,801
<b>Creditors:</b> Amounts falling due within one year	<u>7</u>	<u>(338,889)</u>	<u>(449,938)</u>
<b>Net current assets</b>		<u>177,825</u>	<u>197,863</u>
<b>Total assets less current liabilities</b>		242,328	264,803
<b>Provisions for liabilities</b>		<u>(8,118)</u>	<u>(10,694)</u>
<b>Net assets</b>		<u>234,210</u>	<u>254,109</u>
<b>Capital and reserves</b>			
Called up share capital		1,500	1,500
Profit and loss account		<u>232,710</u>	<u>252,609</u>
<b>Total equity</b>		<u>234,210</u>	<u>254,109</u>

For the financial year ending 30 June 2022 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; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime. As permitted by section 444 (5A) of the Companies Act 2006, the directors have not delivered to the registrar a copy of the Income Statement.

The notes on pages 4 to 10 form an integral part of these financial statements.

# **Frank Jones (Chemist) Limited**

**(Registration number: 00364946)**

## **Statement of Financial Position as at 30 June 2022 (continued)**

Approved and authorised for issue by the Board on 14 March 2023 and signed on its behalf by:

.....

Mr G Clark

Director

.....

Mrs H Clark

Director

The notes on pages 4 to 10 form an integral part of these financial statements.

# **Frank Jones (Chemist) Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022**

### **1 General information**

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is Hopes Pharmacy, 49 Newbottle Street, Houghton Le Spring, DH4 4AR.England

The principal place of business is 49 & 49a Newbottle Street, Houghton le Spring, County Durham, DH4 4AR.

### **2 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

These financial statements are prepared in sterling which is the functional currency of the entity.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

#### **Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a charge attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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

# Frank Jones (Chemist) Limited

## Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022 (continued)

### 2 Accounting policies (continued)

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements. Unrelieved tax losses and other deferred tax assets are recognised when 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 and that are expected to apply to the reversal of the timing difference.

#### Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

#### Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Leasehold property	4% straight line
Fixtures and fittings	10% - 20% reducing balance
Motor vehicles	25% straight line
Office equipment	33% straight line

#### Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

#### Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	Written off over 10 years

#### Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

# **Frank Jones (Chemist) Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022 (continued)**

### **2 Accounting policies (continued)**

#### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

#### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

#### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

#### **Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

#### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.



## Frank Jones (Chemist) Limited

### Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022 (continued)

#### 3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 21 (2021 - 23).

#### 4 Intangible assets

	<b>Goodwill £</b>
<b>Cost or valuation</b>	
At 1 July 2021	<u>800,000</u>
At 30 June 2022	<u>800,000</u>
<b>Amortisation</b>	
At 1 July 2021	<u>800,000</u>
At 30 June 2022	<u>800,000</u>
<b>Carrying amount</b>	
At 30 June 2022	<u><u>-</u></u>

# Frank Jones (Chemist) Limited

## Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022 (continued)

### 5 Tangible assets

	Long leasehold land and buildings £	Fixtures and fittings £	Office equipment £	Motor vehicles £	Total £
<b>Cost or valuation</b>					
At 1 July 2021	75,000	143,884	21,246	10,899	251,029
Additions	-	10,251	-	-	10,251
At 30 June 2022	75,000	154,135	21,246	10,899	261,280
<b>Depreciation</b>					
At 1 July 2021	57,000	101,593	20,501	4,995	184,089
Charge for the year	3,000	6,260	703	2,725	12,688
At 30 June 2022	60,000	107,853	21,204	7,720	196,777
<b>Carrying amount</b>					
At 30 June 2022	15,000	46,282	42	3,179	64,503
At 30 June 2021	18,000	42,291	745	5,904	66,940

### 6 Debtors

	2022 £	2021 £
Trade debtors	150,280	326,089
Amounts owed by group undertakings	16,800	27,000
Prepayments	24,241	14,647
Other debtors	58,783	56,352
	250,104	424,088

# Frank Jones (Chemist) Limited

## Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022 (continued)

### 7 Creditors

Creditors: amounts falling due within one year

	2022 £	2021 £
<b>Due within one year</b>		
Trade creditors	325,214	333,287
Taxation and social security	2,295	589
Accruals and deferred income	3,761	6,300
Other creditors	585	82,457
Corporation tax liability	5,957	26,481
Directors loan accounts	1,077	824
	<u>338,889</u>	<u>449,938</u>

Creditors include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured against the assets to which they relate.

### 8 Financial commitments, guarantees and contingencies

Amounts not provided for in the statement of financial position

The total amount of financial commitments not included in the statement of financial position is £140,000 (2021 - £168,000).

The total amount of guarantees not included in the statement of financial position is £2,124,803 (2021 - £2,299,366). The company has guaranteed certain borrowings of its parent undertaking.

### 9 Related party transactions

Transactions with directors

	At 1 July 2021 £	Repayments by director £	At 30 June 2022 £
<b>2022</b>			
<b>Mr G Clark</b>			
Loan	824	253	1,077

## Frank Jones (Chemist) Limited

### Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022 (continued)

#### 9 Related party transactions (continued)

	At 1 July 2020 £	At 30 June 2021 £
2021		
Mr G Clark		
Loan	824	824

#### Summary of transactions with entities with joint control or significant interest

During the year the company paid £240,000 (2021: £206,667) management charges to Clark Pharma Limited, the company's parent undertaking.

#### 10 Parent and ultimate parent undertaking

The company's immediate parent is Clark Pharma Limited, incorporated in England and Wales.

The registered office address of Clark Pharma Limited is Hopes Pharmacy, 49 Newbottle Street, Houghton Le Spring, DH4 4AR.

These financial statements are available upon request from Companies House.

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.