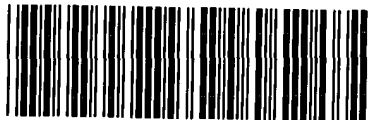


Registered number: 01562684

HRUK HELPING HEARTS LIMITED
UNAUDITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

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COMPANIES HOUSE

HRUK HELPING HEARTS LIMITED

COMPANY INFORMATION

Directors	R C Hemsley Dr R L Banfield B A Harpham
Company secretary	Dr P S Newby
Registered number	01562684
Registered office	Suite 12D Joseph's Well Leeds LS3 1AB
Accountants	BHP LLP Chartered Accountants 1st Floor Mayesbrook House Leeds LS16 6QY
Bankers	Barclays Bank PLC Barclays Business Centre PO Box 100 Albion Street Leeds LS1 1PA

HRUK HELPING HEARTS LIMITED

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HRUK HELPING HEARTS LIMITED

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020

The Directors present their report and the financial statements for the year ended 31 December 2020.

Directors' responsibilities statement

The Directors are responsible for preparing the Directors' report 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 to 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.

Directors

The Directors who served during the year were:

R C Hemsley
Dr R L Banfield
B A Harpham

Small companies note

In preparing this report, the Directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

HRUK'HELPING HEARTS LIMITED

DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

This report was approved by the board and signed on its behalf.



Richard Hemsley (Jun 7, 2021 11:43 GMT+1)

.....
R C Hemsley
Director

Date: Jun 7, 2021

HRUK HELPING HEARTS LIMITED

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE
UNAUDITED STATUTORY FINANCIAL STATEMENTS OF HRUK HELPING HEARTS LIMITED
FOR THE YEAR ENDED 31 DECEMBER 2020**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of HRUK Helping Hearts Limited for the year ended 31 December 2020 which comprise the Statement of comprehensive income, the Balance sheet, the Statement of changes in equity and the related notes from the Company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <https://www.icaew.com/regulation>.

This report is made solely to the board of directors of HRUK Helping Hearts Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of HRUK Helping Hearts Limited and state those matters that we have agreed to state to the board of directors of HRUK Helping Hearts Limited, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than HRUK Helping Hearts Limited and its board of directors, as a body, for our work or for this report.

It is your duty to ensure that HRUK Helping Hearts Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of HRUK Helping Hearts Limited. You consider that HRUK Helping Hearts Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of HRUK Helping Hearts Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

BHP LLP

BHP LLP

Chartered Accountants

1st Floor

Mayesbrook House

Leeds

LS16 6QY

Date:

14 June 2021

HRUK HELPING HEARTS LIMITED

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020 £	2019 £
Turnover	2,550	12,367
Cost of sales	(2,015)	(5,853)
Gross profit	535	6,514
Administrative expenses	(3,623)	(12,013)
Operating loss	(3,088)	(5,499)
Interest receivable and similar income	1	12
Interest payable and similar expenses	(1,260)	-
Loss before tax	(4,347)	(5,487)
Loss for the financial year	(4,347)	(5,487)
Other comprehensive income for the year		
Total comprehensive income for the year	(4,347)	(5,487)

The notes on pages 8 to 14 form part of these financial statements.

HRUK HELPING HEARTS LIMITED
REGISTERED NUMBER:01562684

BALANCE SHEET
AS AT 31 DECEMBER 2020

	Note	2020 £	2019 £
Fixed assets			
Intangible assets	4	50,000	50,000
		<u>50,000</u>	<u>50,000</u>
Current assets			
Stocks		7,348	8,008
Debtors: amounts falling due within one year	6	-	1,218
Cash at bank and in hand	7	11,448	11,653
		<u>18,796</u>	<u>20,879</u>
Creditors: amounts falling due within one year	8	(38,507)	(52,243)
Net current liabilities		<u>(19,711)</u>	<u>(31,364)</u>
Total assets less current liabilities		<u>30,289</u>	<u>18,636</u>
Creditors: amounts falling due after more than one year	9	(46,000)	(30,000)
Net liabilities		<u>(15,711)</u>	<u>(11,364)</u>
Capital and reserves			
Called up share capital	10	100	100
Profit and loss account		(15,811)	(11,464)
		<u>(15,711)</u>	<u>(11,364)</u>

HRUK HELPING HEARTS LIMITED
REGISTERED NUMBER:01562684

BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2020

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



Richard Hemsley (Jun 7, 2021 11:43 GMT+1)

.....
R C Hemsley
Director

Date: Jun 7, 2021

The notes on pages 8 to 14 form part of these financial statements.

HRUK HELPING HEARTS LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020

	Called up share capital £	Profit and loss account £	Total equity £
At 1 January 2019	100	(5,977)	(5,877)
Comprehensive income for the year			
Loss for the year	-	(5,487)	(5,487)
	<hr/>	<hr/>	<hr/>
At 1 January 2020	100	(11,464)	(11,364)
Comprehensive income for the year			
Loss for the year	-	(4,347)	(4,347)
	<hr/>	<hr/>	<hr/>
At 31 December 2020	100	(15,811)	(15,711)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. General information

HRUK Helping Hearts Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

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 Going concern

The company has had little trading in the year as it continues to develop the app to be used by patients navigating their way around hospitals. The Covid-19 pandemic has delayed the final development and sale of the app to hospitals. This has resulted in the company recording further losses in the year and showing net current liabilities at the year end of £19,711 (2019: £31,364). The operations of the company are currently being funded by loans from the parent charity amounting to £83,344 (2019: £81,069). The company is therefore reliant upon the continued support of the charitable parent company to remain a going concern. The directors recognise that significant uncertainty exists surrounding the duration and impact of Covid-19 and hence there is an inherent risk regarding the success of the app and the willingness of the charity to continue supporting the company's activities.

The risks as set out represent a material uncertainty which may cast significant doubt on the company's ability to continue trading. However, the directors have concluded that the company remains a going concern whilst the charity is prepared to continue support. The directors therefore continue to adopt the going concern basis of preparation for these financial statements.

2.3 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover 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 turnover is recognised:

2.4 Research and development

In the research phase of an internal project it is not possible to demonstrate that the project will generate future economic benefits and hence all expenditure on research shall be recognised as an expense when it is incurred. Intangible assets are recognised from the development phase of a project if and only if certain specific criteria are met in order to demonstrate the asset will generate probable future economic benefits and that its cost can be reliably measured. The capitalised development costs are subsequently amortised on a straight line basis over their useful economic lives, which range from 3 to 6 years.

If it is not possible to distinguish between the research phase and the development phase of an internal project, the expenditure is treated as if it were all incurred in the research phase only.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

2. Accounting policies (continued)

2.5 Finance costs

Finance costs are charged to profit or loss 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.

2.6 Taxation

Tax is recognised in profit or loss 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.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2.7 Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

At the year end, the intangible asset, a mobile device application to assist outpatients to navigate around hospitals, was still in development and therefore no amortisation has been applied.

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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

2. Accounting policies (continued)

2.8 Tangible fixed assets (continued)

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:

Fixtures and fittings	- 50% p.a on written down value from date of acquisition
-----------------------	--

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 profit or loss.

2.9 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is 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.

2.10 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.

2.11 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.

2.12 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.

2.13 Debtors and creditors receivable / payable within one year

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.

HRUK HELPING HEARTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

3. Employees

The average monthly number of employees, including directors, during the year was 3 (2019 - 3).

4. Intangible assets

	Application development expenditure £
Cost	
At 1 January 2020	50,000
At 31 December 2020	<u>50,000</u>
Net book value	
At 31 December 2020	<u>50,000</u>
At 31 December 2019	<u>50,000</u>

HRUR HELPING HEARTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

5. Tangible fixed assets

	Fixtures and fittings £
Cost or valuation	
At 1 January 2020	262
At 31 December 2020	262
Depreciation	
At 1 January 2020	262
At 31 December 2020	262
Net book value	
At 31 December 2020	-
At 31 December 2019	-

6. Debtors

	2020 £	2019 £
Trade debtors	-	1,218
	-	1,218

7. Cash and cash equivalents

	2020 £	2019 £
Cash at bank and in hand	11,448	11,653
	11,448	11,653

HRUK HELPING HEARTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

8. Creditors: Amounts falling due within one year

	2020 £	2019 £
Trade creditors	-	1,107
Amounts owed to group undertakings	37,344	51,069
Other taxation and social security	8	67
Accruals and deferred income	1,155	-
	<u>38,507</u>	<u>52,243</u>

The following liabilities were secured:

Details of security provided:

The amounts owed to group undertakings are secured by way of a fixed and floating charge over the assets of the company.

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

	2020 £	2019 £
Amounts owed to group undertakings	46,000	30,000
	<u>46,000</u>	<u>30,000</u>

The following liabilities were secured:

Details of security provided:

The amounts owed to group undertakings are secured by way of a fixed and floating charge over the assets of the company.

10. Share capital

	2020 £	2019 £
<i>Authorised, allotted, called up and fully paid</i>		
100 (2019 - 100) ordinary shares of £1.00 each	<u>100</u>	<u>100</u>

HRUK HELPING HEARTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

11. Controlling party

The ultimate controlling party is Heart Research UK, a charitable company, by virtue of its shareholding in the company.