

Registration number: 02048790

**Sheffield Specsavers Limited**  
Report and Unaudited Financial Statements (Filleled Accounts)  
for the Year Ended 28 February 2018

SATURDAY



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**Sheffield Specsavers Limited**  
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**Sheffield Specsavers Limited**

**Company Information**

**Directors** Specsavers Optical Group Limited  
Paul McGinty  
Mary Lesley Perkins  
Lorna Armitage

**Company secretary** Specsavers Optical Group Limited

**Registered office** Forum 6  
Parkway  
Solent Business Park  
Whiteley, Fareham  
United Kingdom  
PO15 7PA

**Registration number** 02048790

**Sheffield Specsavers Limited**  
**(Registration number: 02048790)**  
**Balance Sheet as at 28 February 2018**

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Tangible assets	4	668,723	751,889
Investments	5	100	100
		<u>668,823</u>	<u>751,989</u>
<b>Current assets</b>			
Stocks		47,941	40,302
Debtors	6	45,294	533,768
Cash and cash equivalents	7	-	171,455
		<u>93,235</u>	<u>745,525</u>
<b>Creditors: Amounts falling due within one year</b>	8	<u>(894,853)</u>	<u>(881,017)</u>
<b>Net current liabilities</b>		<u>(801,618)</u>	<u>(135,492)</u>
<b>Total assets less current liabilities</b>		<u>(132,795)</u>	<u>616,497</u>
<b>Creditors: Amounts falling due after more than one year</b>	8	<u>(280,716)</u>	<u>(330,776)</u>
<b>Provisions for liabilities</b>		<u>-</u>	<u>(1,946)</u>
<b>Net (liabilities)/assets</b>		<u>(413,511)</u>	<u>283,775</u>
<b>Capital and reserves</b>			
Called up share capital	11	100	100
Profit and loss account		<u>(413,611)</u>	<u>283,675</u>
<b>Total equity</b>		<u>(413,511)</u>	<u>283,775</u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A - small entities. The Company has elected not to file a Profit and Loss Account.

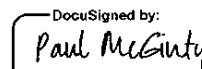
For the year ending 28 February 2018 the company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts 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 accounts.

24/7/2018 | 2:24 BST

Approved and authorised by the Board on ..... and signed on its behalf by:

DocuSigned by:  
  
 46074A20F5F54E1.....  
 Director  
 Paul McGinty

The notes on pages 3 to 11 form an integral part of these financial statements.

## **Sheffield Specsavers Limited**

### **Notes to the Financial Statements for the Year Ended 28 February 2018**

#### **1 General information**

The company is a private company limited by share capital incorporated in the United Kingdom.

The address of its registered office is:

Forum 6  
Parkway  
Solent Business Park  
Whiteley, Fareham  
United Kingdom  
PO15 7PA

#### **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 the provisions of Financial Reporting Standard 102 Section 1A – small entities.

##### **Basis of preparation**

The financial statements have been prepared under the historical cost convention.

The financial statements are prepared in sterling which is the functional currency of the company and are rounded to the nearest £.

##### **Revenue recognition**

Revenue is recognised to the extent that the Company obtains the right to consideration in exchange for its performance. Revenue represents the amount charged, net of value added tax, by the company as a wholesaler for goods provided to the company's retail subsidiary during the period. The following criteria must also be met before revenue is recognised:

Revenue from the sale of goods and services is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on dispatch of the goods, or when services are provided and the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Deferred revenue arises when cash is received in advance of revenue being earned, either in the form of deposits received for spectacles which have not been collected or direct debit payments received for contact lenses in advance of delivery of the lenses to the customer. Deferred revenue is a liability on the Balance Sheet until it is earned.

## **Sheffield Specsavers Limited**

### **Notes to the Financial Statements for the Year Ended 28 February 2018**

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

##### **Tax**

Current tax is provided at amounts expected to be paid (or recovered) using tax rates and laws which have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences which are differences between taxable profits and total comprehensive income that arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements, except that unrelieved tax losses and other deferred tax assets are recognised only to the extent that the directors consider 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 on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

##### **Key areas of estimation uncertainty and judgments**

###### **Impairment of non-financial assets**

Where there are indicators of impairment of individual assets, the company performs impairment tests based on fair value less costs to sell or a value in use calculation. The fair value less costs to sell calculation is based on available data from binding sales transactions in an arm's length transaction on similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a discounted cash flow model. The cash flows are derived from the budget for the next five years and do not include restructuring activities that the company is not yet committed to or significant future investments that will enhance the performance of the cash generating unit being tested. The recoverable amount is most sensitive to the discount rate used for the discounted cash flow model as well as the expected future cash flows and the growth rate used for extrapolation purposes.

###### **Taxation**

Management estimation is required to determine the amount of deferred tax assets that can be recognised, based upon likely timing and level of future taxable profits together with an assessment of the effect of future tax planning strategies.

##### **Tangible fixed assets**

Tangible assets are stated in the Balance Sheet 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 provided on a straight line basis at the following rates in order to write off the cost less estimated residual value of each asset over its' estimated useful life (or if held under a finance lease, over the lease term, whichever is the shorter):

<b>Asset class</b>	<b>Depreciation method and rate</b>
Furniture, fittings and equipment	14-25% on cost
Motor vehicles	25% on cost
Other property, plant and equipment	14-33% on cost

## **Sheffield Specsavers Limited**

### **Notes to the Financial Statements for the Year Ended 28 February 2018**

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

##### **Impairment of non-financial assets**

The company assesses at each reporting date whether an asset may be impaired. If any such indication exists the company estimates the recoverable amount of the asset. If it is not possible to estimate the recoverable amount of the individual asset, the company estimates the recoverable amount of the cash generating unit to which the asset belongs. The recoverable amount of an asset or cash-generating unit is the higher of its fair value less costs to sell and its value in use. If the recoverable amount is less than its carrying amount, the carrying amount of the asset is impaired and it is reduced to its recoverable amount through an impairment in profit and loss unless the asset is carried at a revalued amount where the impairment loss of a revalued asset is a revaluation decrease. An impairment loss recognised for all assets is reversed in a subsequent period if and only if the reasons for the impairment loss have ceased to apply.

##### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value. The directors have included the balances owed to and from Specsavers Finance (Guernsey) Limited, the Group Treasury Company within cash equivalents. If the overall cash balance with the Group Treasury Company is overdrawn, this is classified as a current liability alongside any other overdrawn external cash balances.

##### **Short term debtors and creditors**

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other operating expenses.

##### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the weighted average method. 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.

##### **Hire purchase and leasing commitments**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over the useful life of the asset in the same manner as other property, plant and equipment. A corresponding liability is recognised for the lower of the fair value of the leased asset and the present value of the minimum lease payments in the balance sheet. Lease payments are apportioned between the reduction of the lease liability and finance charges in the profit and loss account, so as to achieve a constant rate of interest on the remaining balance of the liability.

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 the profit and loss account on a straight-line basis over the period of the lease. Lease incentives are recognised over the lease term on a straight line basis.

##### **Provisions**

Provisions are recognised when the company has an obligation at the reporting date as a result of a past event, it is probable that the company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

## **Sheffield Specsavers Limited**

### **Notes to the Financial Statements for the Year Ended 28 February 2018**

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

##### **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.

##### **Dividend Income**

Dividend income from investments is recognised when the shareholders' rights to receive payment have been established (provided that it is probable that the economic benefits will flow to the Company and the amount of revenue can be measured reliably).

##### **Investments**

Investments held as fixed assets are stated at cost less provision for any permanent diminution in value.

##### **Group Accounts**

The Group is small sized and as a result the parent company has taken advantage of the exemption available not to prepare statutory consolidated financial statements granted under Section 398 of the Companies Act 2006. Accordingly these financial statements present information about the company as an individual undertaking and not about its group.

#### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 0 (2017 : 0).



## Sheffield Specsavers Limited

### Notes to the Financial Statements for the Year Ended 28 February 2018

#### 4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
<b>Cost or valuation</b>				
At 1 March 2017	562,402	7,990	566,656	1,137,048
Additions	26,205	-	41,079	67,284
At 28 February 2018	588,607	7,990	607,735	1,204,332
<b>Depreciation</b>				
At 1 March 2017	30,989	3,662	350,508	385,159
Charge for the year	93,667	1,998	54,785	150,450
At 28 February 2018	124,656	5,660	405,293	535,609
<b>Carrying amount</b>				
At 28 February 2018	463,951	2,330	202,442	668,723
At 28 February 2017	531,413	4,328	216,148	751,889

#### 5 Investments

	2018 £	2017 £
Investments in subsidiaries	100	100
<b>Subsidiaries</b>		£
<b>Cost or valuation</b>		
At 1 March 2016 and 28 February 2018		100
<b>Carrying amount</b>		
At 28 February 2018		100
At 28 February 2017		100

## Sheffield Specsavers Limited

### Notes to the Financial Statements for the Year Ended 28 February 2018

#### 6 Debtors

	Note	2018 £	2017 £
Amounts owed by related parties	12	-	501,296
Prepayments		37,144	32,472
Taxation and social security		2,538	-
Deferred tax assets		5,612	-
Total trade and other debtors		<u>45,294</u>	<u>533,768</u>

#### **Total trade and other debtors**

Deferred tax assets of £5,612 (2017: £Nil) are classified as non current.

#### 7 Cash and cash equivalents

	Note	2018 £	2017 £
Group Treasury Company	12	-	171,455
		<u>-</u>	<u>171,455</u>

#### 8 Creditors

	Note	2018 £	2017 £
<b>Due within one year</b>			
Loans and borrowings	9	71,779	117,918
Trade creditors		107,011	431,175
Taxation and social security		-	93,444
Amounts owed to related parties	12	681,813	204,230
Deferred income		29,375	29,375
Deferred Rent		4,875	4,875
		<u>894,853</u>	<u>881,017</u>
<b>Due after one year</b>			
Loans and borrowings	9	18,025	33,835
Deferred income		225,208	254,583
Deferred Rent		37,483	42,358
		<u>280,716</u>	<u>330,776</u>

## Sheffield Specsavers Limited

### Notes to the Financial Statements for the Year Ended 28 February 2018

#### 9 Loans and borrowings

	Note	2018 £	2017 £
<b>Current loans and borrowings</b>			
Group Treasury Company loan	12	7,049	13,272
Group Treasury Company	12	583	-
Finance lease liabilities		15,810	20,453
Shareholders' loans	12	34,657	57,913
Directors' loans	12	13,680	26,280
		<u>71,779</u>	<u>117,918</u>
		2018 £	2017 £
<b>Non-current loans and borrowings</b>			
Finance lease liabilities		<u>18,025</u>	<u>33,835</u>

The finance lease liabilities shown within the loans and borrowings notes are secured against the underlying assets.

#### 10 Financial commitments, guarantees and contingencies

##### Operating lease commitments

At 28 February 2018, the company had total commitments under non-cancellable operating leases over the remaining life of those leases of £1,695,776 (2017: £1,894,238).

#### 11 Share capital

##### **Allotted, called up and fully paid shares**

	No.	2018 £	No.	2017 £
"A" Ordinary of £0.50 each	100	50	100	50
"B" Ordinary of £0.50 each	100	50	100	50
	<u>200</u>	<u>100</u>	<u>200</u>	<u>100</u>

## Sheffield Specsavers Limited

### Notes to the Financial Statements for the Year Ended 28 February 2018

#### 11 Share capital (continued)

##### Rights, preferences and restrictions

In accordance with the Articles of Association the following rights attach to shares: a) to "A" shares, the right to receive that part (including the whole) of the profits of the company which the directors shall, from time to time, determine to distribute as dividends. b) to "B" shares, the right to appoint the chairman of the board of directors and of the general meeting of the company. The "B" shares are held by Specsavers Optical Superstores Limited. In all other respects both classes of share carry equal rights over the assets of the company, subject to those provisions as laid out in the shareholders' agreement.

#### 12 Related party transactions

During the year the company entered into transactions, in the ordinary course of business, with other related parties. Trading balances outstanding at 28 February 2018, are as follows:

	Parent £	Subsidiary £	Other group undertakings £
<b>2018</b>			
Assets	-	-	-
<b>2017</b>			
Assets	2,966	498,330	171,455
<b>2018</b>			
Liabilities	141,091	543,424	39,587
<b>2017</b>			
Liabilities	209,748	-	65,667

##### Directors' loans

	At 1 March 2017 £	Advances/ credits £	Repayments £	Other £	Written off £	Waived £	At 28 February 2018 £
<b>2018</b>							
Specsavers Optical Group Ltd	26,280	-	(12,600)	-	-	-	13,680
<b>2017</b>							
Specsavers Optical Group Ltd	-	37,830	(11,550)	-	-	-	26,280

## **Sheffield Specsavers Limited**

### **Notes to the Financial Statements for the Year Ended 28 February 2018**

#### **12 Related party transactions (continued)**

Unless otherwise agreed by the Shareholders each Loan advanced to the Company under clause 2.1.4 of the standard shareholders agreement shall:

1. not bear interest until 12 months after the date on which such Loan is advanced to the Company.
2. shall bear interest at a fixed rate equal to the standard Specsavers Finance (Guernsey) Limited rate published from time to time, discounted by 1%. Such interest to be compounded and capitalised into such Loan, to be payable in equal monthly instalments with the first interest payment being due on the date which is one month following the period of 12 months after the date on which such Loan is advanced to the Company.
3. subject to clause 2.4 of the standard shareholders agreement be repaid to the relevant Shareholder pro rata over the period of 36 months by equal monthly payments starting on the date which is one month following the period of 12 months after the date on which such Loan is advanced to the Company.

All other directors' loans shall be repayable on demand or according to defined terms as per the agreement.

The dividends value shown above differs from the value of total dividends paid per the Statement of Changes in Equity as it excludes those dividends paid to non-director shareholders.

#### **13 Parent and ultimate parent undertaking**

As at the year end Specsavers International Healthcare Limited was the ultimate parent company of Sheffield Specsavers Limited. Mr and Mrs Perkins have the controlling interest in the ordinary share capital of Specsavers International Healthcare Limited, the ultimate parent company. Specsavers International Healthcare Limited is a Guernsey registered company and its accounts are not available to the public.

Specsavers UK Holdings Limited is the parent company of the smallest group for which consolidated financial statements are drawn up and in which Sheffield Specsavers Limited is a member. Specsavers UK Holdings Limited registered office is:

Forum 6  
Parkway  
Solent Business Park  
Whiteley  
Fareham  
Hampshire  
PO15 7PA