

Company Registration No. 02049538 (England and Wales)

HOLLYCROFT CHEMISTS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2018
PAGES FOR FILING WITH REGISTRAR

HOLLYCROFT CHEMISTS LIMITED

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HOLLYCROFT CHEMISTS LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT 31 OCTOBER 2018

	Notes	2018 £	£	2017 £	£
Fixed assets					
Intangible assets			83,731		104,650
Tangible assets	5		23,834		27,948
Investments	6		1		1
			<u>107,566</u>		<u>132,599</u>
Current assets					
Stocks		103,966		93,621	
Debtors	8	734,677		701,230	
Cash at bank and in hand		86,679		106,311	
		<u>925,322</u>		<u>901,162</u>	
Creditors: amounts falling due within one year	9	<u>(707,303)</u>		<u>(641,549)</u>	
Net current assets			<u>218,019</u>		<u>259,613</u>
Total assets less current liabilities			<u>325,585</u>		<u>392,212</u>
Provisions for liabilities			<u>(2,983)</u>		<u>(3,425)</u>
Net assets			<u>322,602</u>		<u>388,787</u>
Capital and reserves					
Called up share capital	10		1,030		1,030
Profit and loss reserves			321,572		387,757
Total equity			<u>322,602</u>		<u>388,787</u>

The director of the company has elected not to include a copy of the income statement within the financial statements.

For the financial year ended 31 October 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The member has not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and signed by the director and authorised for issue on 30 July 2019

Mr B G Patel
Director

Company Registration No. 02049538

HOLLYCROFT CHEMISTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2018

1 Accounting policies

Company information

Hollycroft Chemists Limited is a private company limited by shares incorporated in England and Wales. The registered office is Prebend House, 72 London Road, Leicester, LE2 0QR.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

The company has taken advantage of the exemption under section 399 of the Companies Act 2006 not to prepare consolidated accounts, on the basis that the group of which this is the parent qualifies as a small group. The financial statements present information about the company as an individual entity and not about its group.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

1.3 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is of 5 years.

For the purposes of impairment testing, goodwill is allocated to the cash-generating units expected to benefit from the acquisition. Cash-generating units to which goodwill has been allocated are tested for impairment at least annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash-generating unit is less than the carrying amount of the unit, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata on the basis of the carrying amount of each asset in the unit.

1.4 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Lease Premiums	Over the term of the lease.
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1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

HOLLYCROFT CHEMISTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

1 Accounting policies

(Continued)

Depreciation is recognised so as to write off the cost of assets less their residual values over their useful lives on the following bases:

Fixtures, fittings & equipment	15% reducing balance basis.
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.6 Fixed asset investments

Interests in jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

Entities in which the company has a long term interest and shares control under a contractual arrangement are classified as jointly controlled entities.

1.7 Stocks

Stocks are stated at the lower of cost and estimated selling price less cost to complete and sell.

1.8 Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less.

1.9 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally 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.

BASIC FINANCIAL ASSETS AND LIABILITIES

Basic financial assets and liabilities, which include debtors and creditors with no stated interest rate and receivables 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 administrative expenses.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.10 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

HOLLYCROFT CHEMISTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

1 Accounting policies

(Continued)

CURRENT TAX

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

DEFERRED TAX

Deferred tax liabilities are generally recognised for all timing differences and 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. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.11 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

1.12 Leases

Rentals payable under operating lease, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease.

2 Exceptional costs/(income)

	2018 £	2017 £
Gain on sale of investments	-	(159,950)

In the previous year the company disposed of its entire 50% shareholding in BSM Healthcare Limited, a joint venture company. The total proceeds amounted to £160,000 with no related selling costs. The investment had a carrying amount of £50 which resulted in a gain on disposal of £159,950.

3 Employees

The average monthly number of persons (including directors) employed by the company during the year was 12 (2017 - 12).

HOLLYCROFT CHEMISTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

4 Intangible fixed assets

	Goodwill	Lease Premiums	Total
	£	£	£
Cost			
At 1 November 2017 and 31 October 2018	94,204	51,939	146,143
Amortisation			
At 1 November 2017	37,372	4,121	41,493
Amortisation charged for the year	18,841	2,078	20,919
At 31 October 2018	56,213	6,199	62,412
Carrying amount			
At 31 October 2018	37,991	45,740	83,731
At 31 October 2017	56,832	47,818	104,650

5 Tangible fixed assets

	Fixtures, fittings & equipment
	£
Cost	
At 1 November 2017	68,687
Additions	92
At 31 October 2018	68,779
Depreciation	
At 1 November 2017	40,739
Depreciation charged in the year	4,206
At 31 October 2018	44,945
Carrying amount	
At 31 October 2018	23,834
At 31 October 2017	27,948

6 Fixed asset investments

	2018	2017
	£	£
Investments	1	1

The fixed assets investments are stated at cost.

HOLLYCROFT CHEMISTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

6 Fixed asset investments (Continued)

Movements in fixed asset investments

	Shares in joint ventures £
Cost	
At 1 November 2017 & 31 October 2018	1
Carrying amount	
At 31 October 2018	1
At 31 October 2017	1

7 Joint ventures

Separate company financial statements are required to be prepared by law.

Details of the company's joint ventures at 31 October 2018 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct Indirect
Birstall Investments Limited	England	Pharmacy outlet	Ordinary	50.00

8 Debtors

	2018 £	2017 £
Amounts falling due within one year:		
Trade debtors	230,465	256,383
Other debtors	504,212	444,847
	<u>734,677</u>	<u>701,230</u>

9 Creditors: amounts falling due within one year

	2018 £	2017 £
Trade creditors	298,502	291,098
Amounts due to group undertakings	215,279	198,249
Corporation tax	67,187	80,002
Other creditors	126,335	72,200
	<u>707,303</u>	<u>641,549</u>

HOLLYCROFT CHEMISTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

10 Called up share capital

	2018 £	2017 £
Ordinary share capital Issued and fully paid 1,030 Ordinary shares of £1 each	1,030	1,030
	<u>1,030</u>	<u>1,030</u>

11 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2018 £	2017 £
370,126	403,489
<u>370,126</u>	<u>403,489</u>

12 Directors' transactions

Description	% Rate	Opening balance £	Amounts advanced £	Interest charged £	Amounts repaid £	Closing balance £
Director's loan account	2.50	181,864	230,347	7,042	(125,745)	293,508
		<u>181,864</u>	<u>230,347</u>	<u>7,042</u>	<u>(125,745)</u>	<u>293,508</u>

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.