

COMPANY REGISTRATION NUMBER: 02135820

**NEWFORD LTD.**

**FILLETED UNAUDITED FINANCIAL STATEMENTS**

**30 September 2018**

# **NEWFORD LTD.**

## **FINANCIAL STATEMENTS**

**YEAR ENDED 30 SEPTEMBER 2018**

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# NEWFORD LTD.

## STATEMENT OF FINANCIAL POSITION

30 September 2018

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Tangible assets	5	38,256	37,820
<b>Current assets</b>			
Debtors	6	605,006	526,438
Cash at bank and in hand		115,512	254,618
		720,518	781,056
<b>Creditors: amounts falling due within one year</b>	7	( 522,257)	( 458,401)
<b>Net current assets</b>		198,261	322,655
<b>Total assets less current liabilities</b>		236,517	360,475
<b>Creditors: amounts falling due after more than one year</b>	8	( 227,373)	—
<b>Net assets</b>		9,144	360,475
<b>Capital and reserves</b>			
Called up share capital		100	100
Capital redemption reserve		1	1
Profit and loss account		9,043	360,374
<b>Shareholders funds</b>		9,144	360,475

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 statement of income and retained earnings has not been delivered.

For the year ending 30 September 2018 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 .

# **NEWFORD LTD.**

## **STATEMENT OF FINANCIAL POSITION** *(continued)*

**30 September 2018**

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These financial statements were approved by the board of directors and authorised for issue on 24 June 2019 , and are signed on behalf of the board by:

H Sarwar

Director

Company registration number: 02135820

# **NEWFORD LTD.**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **YEAR ENDED 30 SEPTEMBER 2018**

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#### **1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Vernon Road, Stoke on Trent, Staffordshire, ST4 2QY. The principal activity of the company was that of the operation of a residential nursing home and provision of residential nursing care.

#### **2. Statement of compliance**

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

#### **3. Accounting policies**

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

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss. The financial statements are prepared in sterling, which is the functional currency of the entity.

##### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Key sources of estimation uncertainty Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome. The key assumptions and other sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are as follows: As described in the accounting policies of the financial statements, depreciation of tangible assets has been based on estimated useful lives and residual values deemed appropriate by the directors. Estimated useful lives and residual values are reviewed annually and revised as appropriate. Revisions take in to account actual asset lives and residual values as evidenced by disposals during the current and prior years.

##### **Revenue recognition**

The company operates a residential nursing home and provides residential nursing care. Turnover comprises the fees receivable or received from residents and is recognised in the period the services are provided.

##### **Corporation tax**

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.

### **Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

### **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:

Fixtures and fittings	-	15% reducing balance and 33% on cost
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### **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. For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

### **Financial instruments**

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Debt instruments are subsequently measured at amortised cost. Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately. For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

### 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.

### Employee benefits

The company provides a range of benefits to employees.

Short term benefits, including holiday pay, are recognised as an expense in the profit and loss account in the period in which they are incurred.

### 4. Employee numbers

The average number of persons employed by the company during the year amounted to 48 (2017: 69 ).

### 5. Tangible assets

	<b>Fixtures and fittings</b>
	<b>£</b>
<b>Cost</b>	
At 1 October 2017	279,494
Additions	7,187
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<b>At 30 September 2018</b>	<b>286,681</b>
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<b>Depreciation</b>	
At 1 October 2017	241,674
Charge for the year	6,751
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<b>At 30 September 2018</b>	<b>248,425</b>
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<b>Carrying amount</b>	
<b>At 30 September 2018</b>	<b>38,256</b>
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At 30 September 2017	37,820

### 6. Debtors

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Trade debtors	196,512	73,235
Amounts due from connected companies	311,958	388,516
Other debtors	96,536	64,687
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	<b>605,006</b>	<b>526,438</b>
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**7. Creditors: amounts falling due within one year**

	2018	2017
	£	£
Trade creditors	25,626	24,088
Amounts owed to group undertakings	80,118	330,818
Accruals and deferred income	67,434	58,085
Corporation tax	346,070	32,548
Social security and other taxes	1,197	10,835
Other creditors	1,812	2,027
	<u>522,257</u>	<u>458,401</u>

**8. Creditors: amounts falling due after more than one year**

	2018	2017
	£	£
Corporation tax	<u>227,373</u>	<u>—</u>

**9. Guarantees and other financial commitments**

The amount of commitments, guarantees and contingencies is £270,000 (2017: £360,000)

**10. Parent company**

The company is a wholly owned subsidiary of Newford Holdings Limited, a company incorporated in England and Wales.

**11. Events after the end of the reporting period**

There were no significant events up to the date of approval of the financial statements by the Board.

**12. Directors' advances, credits and guarantees**

During the year the directors entered into the following advances and credits with the company:

2018				
	Balance brought forward	Advances/ (credits) to the directors	Amounts repaid	Balance outstanding
	£	£	£	£
H Sarwar	<u>60,174</u>	<u>91,600</u>	<u>( 75,500)</u>	<u>76,274</u>
2017				
	Balance brought forward	Advances/ (credits) to the directors	Amounts repaid	Balance outstanding
	£	£	£	£
H Sarwar	<u>182,992</u>	<u>166,182</u>	<u>( 289,000)</u>	<u>60,174</u>

The loan is unsecured and repayable on demand. By virtue of the loan account, a liability to taxation exists under S455 CTA 2010 in the sum of £24,789 which will be repaid or discharged when the loan is repaid. It is anticipated that loan will be repaid within nine months of the year end, and such, no provision for the taxation has been made.



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.