

Registration number: 04638650

# Worcester Specsavers Hearcare Limited

Unaudited Financial Statements (Filleled Accounts)

for the Year Ended 28 February 2021



**Worcester Specsavers Hearcare Limited**

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## **Worcester Specsavers Hearcare Limited**

### **Company Information**

<b>Directors</b>	Specsavers Hearcare Group Limited Dean James Roberts Alan Michael Richards Laura Ursula Mitchell
<b>Company secretary</b>	Specsavers Hearcare Group Limited
<b>Registered office</b>	Forum 6 Parkway Solent Business Park Whiteley, Fareham United Kingdom PO15 7PA
<b>Registration number</b>	04638650

**Worcester Specsavers Hearcare Limited**

**(Registration number: 04638650)**  
**Balance Sheet as at 28 February 2021**

	<b>Note</b>	<b>2021 £</b>	<b>(As restated) 2020 £</b>
<b>Fixed assets</b>			
Tangible assets	4	17,940	16,728
<b>Current assets</b>			
Stocks		16,089	12,360
Debtors	5	66,074	85,912
Cash and cash equivalents		<u>65,573</u>	<u>46,073</u>
		147,736	144,345
<b>Creditors: Amounts falling due within one year</b>	6	<u>(120,480)</u>	<u>(146,585)</u>
<b>Net current assets/(liabilities)</b>		<u>27,256</u>	<u>(2,240)</u>
<b>Total assets less current liabilities</b>		45,196	14,488
<b>Creditors: Amounts falling due after more than one year</b>	6	<u>(2,534)</u>	<u>(3,534)</u>
<b>Net assets</b>		<u><u>42,662</u></u>	<u><u>10,954</u></u>
<b>Capital and reserves</b>			
Called up share capital	9	120	120
Profit and loss account		<u>42,542</u>	<u>10,834</u>
<b>Total equity</b>		<u><u>42,662</u></u>	<u><u>10,954</u></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 2021 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.


2/2/2022 | 1:25 GMT

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

The notes on pages 4 to 12 form an integral part of these financial statements.

**Worcester Specsavers Hearcare Limited**

**(Registration number: 04638650)**  
**Balance Sheet as at 28 February 2021**

DocuSigned by:  
  
-----CE07DAF5E3C446S-----  
Director  
Laura Ursula Mitchell

## **Worcester Specsavers Hearcare Limited**

### **Notes to the Financial Statements for the Year Ended 28 February 2021**

#### **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 £.

##### **Prior period errors**

It has come to the directors' attention during the current financial year, that in the Financial Statements for the Year Ended 29 February 2020, a loan to a third party was incorrectly classified as Directors' loans within the Loans and borrowings note. In accordance with FRS 102 10.21, this has been adjusted for retrospectively, with the following prior year numbers being restated: Directors' loans has decreased by £6,462; Other loans has increased by £6,462. The comparative figures included within the Directors' loans table in the Related party transactions note have also been restated. There has been no impact to the net assets or equity of the Company in either the current or prior year as a result of this error.

## **Worcester Specsavers Hearcare Limited**

### **Notes to the Financial Statements for the Year Ended 28 February 2021**

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

##### **Revenue recognition**

Revenue is recognised to the extent that the Company obtains the right to consideration in exchange for its performance. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, VAT and other sales taxes. 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 hearing aids which have not been collected or payments in relation to hearing aid servicing, some or all of which is to be provided in a future period. Deferred revenue is a liability on the Balance Sheet until it is earned.

##### **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**

##### **Useful economic lives of tangible assets**

Tangible fixed assets are depreciated over their estimated useful economic lives, taking into account residual values where appropriate. The useful economic lives of assets and residual values are assessed annually, with the effect of any changes in estimate accounted for on a prospective basis.

##### **Deferred revenue**

Deferred revenue in respect of bundled sales of hearing aids and four years' batteries is calculated using the underlying cost prices of the elements in the bundle, management deem this to be the best estimation of the fair value split.

##### **Government grants**

Grants are accounted for under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to the profit and loss account at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in "Other operating income" within profit or loss in the same period as the related expenditure. This includes the Government Coronavirus Job Retention Scheme ('Furlough').

## **Worcester Specsavers Hearcare Limited**

### **Notes to the Financial Statements for the Year Ended 28 February 2021**

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

##### **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
Other property, plant and equipment	14-33% on cost

##### **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.

##### **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.

##### **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.

##### **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.



## **Worcester Specsavers Hearcare Limited**

### **Notes to the Financial Statements for the Year Ended 28 February 2021**

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

##### **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.

##### **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.

#### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 8 (2020: 5).

## Worcester Specsavers Hearcare Limited

### Notes to the Financial Statements for the Year Ended 28 February 2021

#### 4 Tangible fixed assets

	Furniture, fittings and equipment £	Other property, plant and equipment £	Total £
<b>Cost or valuation</b>			
At 1 March 2020	4,045	50,389	54,434
Additions	-	5,071	5,071
At 28 February 2021	4,045	55,460	59,505
<b>Depreciation</b>			
At 1 March 2020	4,045	33,661	37,706
Charge for the year	-	3,859	3,859
At 28 February 2021	4,045	37,520	41,565
<b>Carrying amount</b>			
At 28 February 2021	-	17,940	17,940
At 29 February 2020	-	16,728	16,728

#### 5 Debtors

	Note	2021 £	2020 £
Trade debtors		2,738	855
Other debtors		2,457	2,955
Amounts owed by related parties	10	58,612	77,327
Prepayments		946	3,312
Deferred tax assets		1,321	1,463
		66,074	85,912

#### Due after one year

Deferred tax assets of £1,321 (2020: £1,463) are classified as non current.

## Worcester Specsavers Hearcare Limited

### Notes to the Financial Statements for the Year Ended 28 February 2021

#### 6 Creditors

	Note	2021 £	(As restated) 2020 £
<b>Due within one year</b>			
Loans and borrowings	7	-	23,509
Trade creditors		7,253	6,757
Corporation tax		344	5,046
Taxation and social security		14,757	10,189
Other creditors		1,957	6,223
Amounts owed to related parties	10	80,473	78,859
Deferred income		15,696	16,002
		<u>120,480</u>	<u>146,585</u>
<b>Due after one year</b>			
Deferred income		<u>2,534</u>	<u>3,534</u>

#### 7 Loans and borrowings

	Note	2021 £	(As restated) 2020 £
<b>Current loans and borrowings</b>			
Finance lease liabilities		-	2,819
Other loans		-	6,462
Directors' loans	10	-	14,228
		<u>-</u>	<u>23,509</u>

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

#### 8 Financial commitments, guarantees and contingencies

##### Pension contributions

Contributions in relation to the defined contribution pension scheme totalling £1,132 were outstanding at the year end (2020 - £1,449). The assets of the scheme are held separately from those of the company in an independently administered fund.

## Worcester Specsavers Hearcare Limited

### Notes to the Financial Statements for the Year Ended 28 February 2021

#### 9 Share capital

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

	2021		2020	
	No.	£	No.	£
"A" Ordinary of £0.50 each	120	60	120	60
"B" Ordinary of £0.50 each	120	60	120	60
	<u>240</u>	<u>120</u>	<u>240</u>	<u>120</u>

##### 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 UK Holdings 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.

#### 10 Related party transactions

During the year the company entered into transactions, in the ordinary course of business, with other related parties. Balances outstanding at 28 February 2021, are as follows:

	Parent	Other group undertakings
	£	£
<b>2021</b>		
Assets	<u>-</u>	<u>124,185</u>
<b>2020</b>		
Assets	<u>-</u>	<u>106,071</u>
<b>2021</b>		
Liabilities	<u>1,031</u>	<u>79,442</u>
<b>2020</b>		
Liabilities	<u>300</u>	<u>78,559</u>

# **Worcester Specsavers Hearcare Limited**

## **Notes to the Financial Statements for the Year Ended 28 February 2021**

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

#### **Directors' loans**

	At 1 March 2020 £	Advances/ credits £	Repayments £	Other £	Written off £	Waived £	At 28 February 2021 £
<b>2021</b>							
<b>Dean James Roberts</b>							
	<u>7,114</u>	<u>-</u>	<u>(7,114)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Michael Walker</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Alan Michael Richards</b>	<u>7,114</u>	<u>-</u>	<u>(7,114)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		(As restated)					(As restated)
	At 1 March 2019 £	Advances/ credits £	Repayments £	Other £	Written off £	Waived £	At 29 February 2020 £
<b>2020</b>							
<b>Dean James Roberts</b>	<u>-</u>	<u>7,114</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,114</u>
<b>Michael Walker</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Alan Michael Richards</b>	<u>-</u>	<u>7,114</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,114</u>

## **Worcester Specsavers Hearcare Limited**

### **Notes to the Financial Statements for the Year Ended 28 February 2021**

#### **11 Parent and ultimate parent undertaking**

As at the year end Specsavers International Healthcare Limited was the ultimate parent company of Worcester Specsavers Hearcare 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 Optical Superstores Limited is the parent company of the smallest group for which consolidated financial statements are drawn up and in which Worcester Specsavers Hearcare Limited is a member. Specsavers Optical Superstores Limited registered office is:

Forum 6  
Parkway  
Solent Business Park  
Whiteley  
Fareham  
PO15 7PA

#### **12 Events after the reporting period**

If dividends were paid after the year ended 28 February 2021, which will be accounted for in the shareholders' equity as an appropriation of retained earnings in the year ended 28 February 2022, the financial statements do not reflect these. The company has controls in place to ensure that there are sufficient retained earnings to cover dividend payments based on the latest available management information at the dividend declaration date so that the company remains in a net asset position.

The cost of disclosing and repeatedly updating the quantum of these dividends, right up to the date of signing the financial statements, is therefore considered to exceed any benefit to the users thereof.