

Aitch Care Homes (London) Limited

Annual Report and Financial Statements

For the year ended 29 February 2020

Registered number: 05016149



Aitch Care Homes (London) Limited

Annual Report and Financial Statements 29 February 2020

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Aitch Care Homes (London) Limited

Officers and professional advisers

Directors

The directors who held office during the period were as follows:

| | |
|-----------|--|
| G Fitton | (appointed 1 st March 2019) |
| N Hopkins | (resigned 31 st December 2019) |
| P Kinsey | (appointed 1 st March 2019, resigned 31 st January 2020) |
| E Pearson | (appointed 15 th January 2020) |

Secretary

G Fitton

Registered Office

First Floor
Q4 The Square
Randalls Way
Leatherhead
Surrey
KT22 7TW

Aitch Care Homes (London) Limited

Balance sheet

As at 29 February 2020

| | Notes | As at 29 February 2020 £'000 | As at 28 February 2019 £'000 |
|---|-------|---------------------------------------|---------------------------------------|
| Fixed assets | | | |
| Tangible assets | 4 | - | 35,467 |
| Investments | 5 | - | - |
| | | <hr/> | <hr/> |
| | | - | 35,467 |
| Current assets | | | |
| Debtors | 6 | 27,409 | 1,891 |
| Cash at bank and in hand | | - | 160 |
| | | <hr/> | <hr/> |
| | | 27,409 | 2,051 |
| Creditors: amounts falling due within one year | 7 | - | (13,833) |
| | | <hr/> | <hr/> |
| Net current assets / (liabilities) | | 27,409 | (11,782) |
| | | <hr/> | <hr/> |
| Total assets less current liabilities | | 27,409 | 23,685 |
| | | <hr/> | <hr/> |
| Net assets | | 27,409 | 23,685 |
| | | <hr/> | <hr/> |
| Called up share capital | 8 | 1 | 1 |
| Share premium reserve | | 1,000 | 1,000 |
| Revaluation reserve | | 6,666 | 6,666 |
| Profit and loss account | | 19,742 | 16,018 |
| | | <hr/> | <hr/> |
| Total shareholder's funds | | 27,409 | 23,685 |
| | | <hr/> | <hr/> |

The accompanying notes on pages 4 to 9 form part of the financial statements

Aitch Care Homes (London) Limited

Balance Sheet as at 29 February 2020 (*continued*)

The company is entitled to exemption from audit under section 477 of the Companies Act 2006 for the year ended 29 February 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 29 February 2020 in accordance with Section 476 of the Companies Act 2006.

The Directors acknowledge their responsibilities for:

- a) Ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act and
- b) Preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The Financial statements have been prepared in accordance with provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

These financial statements of Aitch Care Homes (London) Limited (registered number 05016149) were approved by the board of directors on 23rd June 2020 and were signed on its behalf by:



Garry Fitton
Director

23 June 2020

Registered Office

First Floor
Q4 The Square
Randalls Way
Leatherhead
Surrey
KT22 7TW

Aitch Care Homes (London) Limited

Notes to the financial statements Year ended 29 February 2020

1 Accounting policies

The financial statements have been prepared under the historical cost convention and in accordance with section 1A “Smaller Entities” of Financial Reporting Standard 102 “The Financial Reporting Standard applicable in the UK and Republic of Ireland” and the Companies Act 2006. The particular accounting policies adopted are described below. These have been applied consistently throughout the current and preceding period.

a. General information and basis of accounting

Aitch Care Homes (London) Limited meets the definition of a qualifying entity under FRS 102 and has therefore taken advantage of the disclosure exemptions available to it in respect of its separate financial statements. Aitch Care Homes (London) Limited is consolidated in the financial statements of its ultimate parent, Galaxy Group Midco Limited, which may be obtained from the registered office shown on page 1. Exemptions have been taken in these separate Company financial statements in relation to share-based payments, financial instruments, presentation of a cashflow statement and remuneration of key management personnel.

b. Non going concern

The financial statements have not been prepared on a going concern basis, as the directors do not believe it to be appropriate. The Company on 31 December 2019, transferred all the tangible fixed assets to The Regard Partnership Limited as a part of a hive up of the Company’s trade and there are no plans for the Company to commence trading in the foreseeable future. There has been no effect of this in the financial statements due to the nature of the Company’s net assets and liabilities.

1.1 Basic financial instruments

Trade and other debtors / creditors

Trade and other debtors are recognised initially at transaction price less attributable transaction costs. Trade and other creditors are recognised initially at transaction price plus attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of instrument for a similar debt instrument.

1.2 Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses. Certain items of tangible fixed assets that had been revalued to fair value prior to the date of transition to FRS102 are measured on the basis of deemed cost, being the revalued amount at the date of that revaluation.

Where parts of an item of tangible fixed assets have different useful lives, they are accounted for as separate items of tangible fixed assets, for example land is treated separately from buildings.

The Company assesses at each reporting date whether tangible fixed assets (including those leased under a finance lease) are impaired.

Depreciation is charged to the profit and loss account on a straight-line basis over the estimated useful lives of each part of an item of tangible fixed assets. Leased assets are depreciated over the shorter of the lease term and their useful lives. Land is not depreciated. The estimated useful lives are as follows:

- Buildings 50 years
- Plant and equipment 2- 5 years
- Fixtures and fittings 2- 5 years

Depreciation methods, useful lives and residual values are reviewed if there is an indication of a significant change since last annual reporting date in the pattern by which the Company expects to consume an asset’s future economic benefits.

Aitch Care Homes (London) Limited

Notes to the financial statements (*continued*) **Year ended 29 February 2020**

1.3 Employee benefits

Defined contribution plans

A defined contribution plan is a post-employment benefit plan under which the Company pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognised as an expense in the profit and loss account in the periods during which services are rendered by employees.

1.4 Provisions

A provision is recognised in the balance sheet when the Company has a present legal or constructive obligation as a result of a past event, that can be reliably measured and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are recognised at the best estimate of the amount required to settle the obligation at the reporting date.

Where the Company enters into financial guarantee contracts to guarantee the indebtedness of other companies within its group, the Company treats the guarantee contract as a contingent liability until such time as it becomes probable that the Company will be required to make a payment under the guarantee.

1.5 Taxation

Tax on the profit or loss for the period comprises current and deferred tax. Tax is recognised in the profit and loss account except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the period, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on timing differences which 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.

Deferred tax is not recognised on permanent differences arising because certain types of income or expense are non-taxable or are disallowable for tax or because certain tax charges or allowances are greater or smaller than the corresponding income or expense.

Deferred tax is measured at the tax rate that is expected to apply to the reversal of the related difference, using tax rates enacted or substantively enacted at the balance sheet date. Deferred tax balances are not discounted.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

2 Turnover

The total turnover of the Company for the period has been derived from its principal activity wholly undertaken in the United Kingdom.

Aitch Care Homes (London) Limited

Notes to the financial statements (*continued*) Year ended 29 February 2020

3 Staff numbers and costs

| Number of employees | Year Ended | 50 weeks ended |
|--|-------------------------|-------------------------|
| The average monthly number of employees (excluding Directors) during the period was: | 29 February 2020 | 28 February 2019 |
| | No. | No. |
| Residents' care and maintenance | 600 | 603 |
| At 29 February 2020 | 600 | 603 |

4 Tangible fixed assets

| | Freehold land and buildings | Plant and machinery | Total |
|----------------------------|------------------------------------|----------------------------|--------------|
| | £'000 | £'000 | £'000 |
| Cost | | | |
| At 01 March 2019 | 40,945 | 4,056 | 45,001 |
| Additions | 113 | 509 | 622 |
| Disposals | (41,058) | (4,565) | (45,623) |
| At 29 February 2020 | - | - | - |
| Depreciation | | | |
| At 01 March 2019 | 6,708 | 2,826 | 9,534 |
| Charge for the period | 511 | 554 | 1,065 |
| Disposals | (7,219) | (3,380) | (10,599) |
| At 29 February 2020 | - | - | - |
| Net book value | | | |
| At 01 March 2019 | 34,237 | 1,230 | 35,467 |
| At 29 February 2020 | - | - | - |

On the 31 December 2019, all of the tangible fixed assets were transferred to the The Regard Partnership Limited as a part of the hive up of the company's trade and net assets.

Aitch Care Homes (London) Limited

Notes to the financial statements (*continued*) Year ended 29 February 2020

5 Fixed asset investments

| | 2020 £'000 |
|--|---------------|
| Cost | |
| At 28 February 2019 and 29 February 2020 | - |
| | <u>-</u> |

In the opinion of the Directors, the aggregate value of the Company's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

The Company holds 100% of the share capital of the following companies:

| Company | Description of shares held | Principal activity | Shareholding |
|-----------------------------------|----------------------------|--------------------|--------------|
| Subsidiary undertakings | | | |
| Aitch Care Homes (Woking) Limited | Ordinary Shares of £1 each | Dormant | 100% |

All subsidiary undertakings have the same registered office as that of the Company. The address is shown on Page 1.

6 Debtors

| | 29 February 2020 £'000 | 28 February 2019 £'000 |
|------------------------------------|------------------------------|------------------------------|
| Trade debtors | - | 1,489 |
| Deferred tax asset (see note 11) | - | 112 |
| Prepayments and Accrued income | - | 290 |
| Amounts owed by Group undertakings | 27,409 | - |
| | <u>27,409</u> | <u>1,891</u> |

7 Creditors: amounts falling due within one year

| | 29 February 2020 £'000 | 28 February 2019 £'000 |
|------------------------------------|------------------------------|------------------------------|
| Trade creditors | - | 122 |
| Amounts owed to Group undertakings | - | 12,048 |
| Accruals and deferred income | - | 106 |
| Other tax and social security | - | 208 |
| Corporation Tax | - | 408 |
| Other creditors | - | 941 |
| | <u>-</u> | <u>13,833</u> |

Aitch Care Homes (London) Limited

Notes to the financial statements (*continued*) Year ended 29 February 2020

8 Called up share capital

| | 29 February 2020 £'000 | 28 February 2019 £'000 |
|--|------------------------------|------------------------------|
| Called up, allotted and fully paid: 100,000 ordinary shares of £0.01 each | 1 | 1 |
| | <u>1</u> | <u>1</u> |

9 Deferred tax assets

Deferred tax assets are attributable to the following:

| | Deferred Tax asset £'000 |
|---|--------------------------------|
| Balance at start of period | 112 |
| Movement arising from the transfer of trade | (112) |
| Balance at 29 th February 2020 | <u>-</u> |

10 Commitments

Non-cancellable operating lease rentals are payable as follows:

| | 29 February 2020 £'000 | 28 February 2019 £'000 |
|----------------------------|------------------------------|------------------------------|
| Less than one year | - | 34 |
| Between one and five years | - | - |
| More than 5 years | - | - |
| | <u>-</u> | <u>34</u> |

11 Ultimate parent Company and parent Company of larger group

The Company is a subsidiary undertaking of ACH Holdco Limited and the ultimate Parent Company is AMP Capital Investors (European Infrastructure No 5) S.à.r.l. incorporated in Luxembourg. The directors do not consider that there is an ultimate controlling party of the company but it is held by funds managed by AMP Capital Investments (UK) Limited which is incorporated in the UK.

The smallest and largest Group into which the results of the Company are consolidated is Galaxy Group Bidco Limited and Galaxy Group Midco Limited respectively. The consolidated financial statements of both companies may be obtained from First Floor, Q4 The Square, Randalls Way, Leatherhead, Surrey, KT22 7TW and 3rd Floor 11-12 St. James's Square London SW1Y 4LB respectively.

Aitch Care Homes (London) Limited

Notes to the financial statements (*continued*) **Year ended 29 February 2020**

12 Subsequent events

There were no subsequent events after the balance sheet date that would materially impact the financial statements.