

Cherry Tree Lodge Private Retirement Home Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 March 2017

Williams & Co Accountants
Pelican House
119c Eastbank Street
Southport
Merseyside
PR8 1DQ

Cherry Tree Lodge Private Retirement Home Limited
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Cherry Tree Lodge Private Retirement Home Limited Company Information

Director Mr Gordon Allan Ferguson

Company secretary Mrs Patricia Ann Ferguson

Registered office 4 0 - 4 2 K n o w s l e y R o a d
S o u t h p o r t
PR9 0HW

Accountants Williams & Co Accountants
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**Accountants' Report to the Director on the Preparation of the Unaudited Statutory Accounts of
Cherry Tree Lodge Private Retirement Home Limited
for the Year Ended 31 March 2017**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Cherry Tree Lodge Private Retirement Home Limited for the year ended 31 March 2017 as set out on pages 3 to 8 from the company's accounting records and from information and explanations you have given us.

This report is made solely to the Board of Directors of Cherry Tree Lodge Private Retirement Home Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Cherry Tree Lodge Private Retirement Home Limited and state those matters that we have agreed to state to the Board of Directors of Cherry Tree Lodge Private Retirement Home Limited, as a body, in this report. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Cherry Tree Lodge Private Retirement Home Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Cherry Tree Lodge Private Retirement Home Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Cherry Tree Lodge Private Retirement Home Limited. You consider that Cherry Tree Lodge Private Retirement Home Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Cherry Tree Lodge Private Retirement Home Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

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Williams & Co Accountants
Pelican House
119c Eastbank Street
Southport
Merseyside
PR8 1DQ

8 May 2017

Cherry Tree Lodge Private Retirement Home Limited
(Registration number: 05095235)
Balance Sheet as at 31 March 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>4</u>	118,654	136,870
Current assets			
Stocks	<u>5</u>	1,200	1,200
Debtors	<u>6</u>	8,433	8,301
Cash at bank and in hand		57,110	15,477
		<hr/>	<hr/>
		66,743	24,978
Creditors: Amounts falling due within one year	<u>7</u>	(80,958)	(72,792)
		<hr/>	<hr/>
Net current liabilities		(14,215)	(47,814)
		<hr/>	<hr/>
Total assets less current liabilities		104,439	89,056
Provisions for liabilities		(19,887)	(19,887)
		<hr/>	<hr/>
Net assets		84,552	69,169
		<hr/> <hr/>	<hr/> <hr/>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		84,452	69,069
		<hr/>	<hr/>
Total equity		84,552	69,169
		<hr/> <hr/>	<hr/> <hr/>

For the financial year ending 31 March 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 5 to 8 form an integral part of these financial statements.

Cherry Tree Lodge Private Retirement Home Limited
(Registration number: 05095235)
Balance Sheet as at 31 March 2017

Approved and authorised by the director on 8 May 2017

.....
Mr Gordon Allan Ferguson
Director

The notes on pages 5 to 8 form an integral part of these financial statements.

Cherry Tree Lodge Private Retirement Home Limited
Notes to the Financial Statements for the Year Ended 31 March 2017

1 General information

The company is a private company limited by share capital incorporated in England.

The address of its registered office is:
40 - 42 Knowsley Road
Southport
PR9 0HW

These financial statements were authorised for issue by the director on 8 May 2017.

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 Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Tangible assets

Tangible assets are stated in the statement of financial position 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 charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Improvements to property	25% on reducing balance
Fixtures and fittings	15% on reducing balance
Motor vehicles	25% on reducing balance

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Cherry Tree Lodge Private Retirement Home Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

Asset class	Amortisation method and rate
Goodwill	10% straight line basis

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and 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.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. 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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

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.

Cherry Tree Lodge Private Retirement Home Limited
Notes to the Financial Statements for the Year Ended 31 March 2017

3 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 April 2016	80,000	80,000
	<hr/>	<hr/>
At 31 March 2017	80,000	80,000
	<hr/>	<hr/>
Amortisation		
At 1 April 2016	80,000	80,000
	<hr/>	<hr/>
At 31 March 2017	80,000	80,000
	<hr/>	<hr/>
Carrying amount		
At 31 March 2017	-	-
	<hr/> <hr/>	<hr/> <hr/>

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2016 - £Nil).

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 April 2016	84,655	279,579	11,500	375,734
Additions	-	5,479	-	5,479
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2017	84,655	285,058	11,500	381,213
	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation				

At 1 April 2016	65,181	166,125	7,558	238,864
Charge for the year	4,869	17,840	986	23,695
At 31 March 2017	70,050	183,965	8,544	262,559
Carrying amount				
At 31 March 2017	14,605	101,093	2,956	118,654
At 31 March 2016	19,474	113,454	3,942	136,870

Included within the net book value of land and buildings above is £14,605 (2016 - £19,474) in respect of long leasehold land and buildings.

Cherry Tree Lodge Private Retirement Home Limited
Notes to the Financial Statements for the Year Ended 31 March 2017

5 Stocks

	2017	2016
	£	£
Other inventories	1,200	1,200
	<u> </u>	<u> </u>

6 Debtors

	2017	2016
	£	£
Trade debtors	-	17
Other debtors	8,433	8,284
	<u> </u>	<u> </u>
Total current trade and other debtors	8,433	8,301
	<u> </u>	<u> </u>

7 Creditors

	Note	2017	2016
		£	£
Due within one year			
Trade creditors		37,832	38,969
Amounts owed to group undertakings and undertakings in which the company has a participating interest		3,329	1,188
Taxation and social security		4,504	5,891
Other creditors		35,293	26,744
		<u> </u>	<u> </u>
		80,958	72,792
		<u> </u>	<u> </u>

registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.