

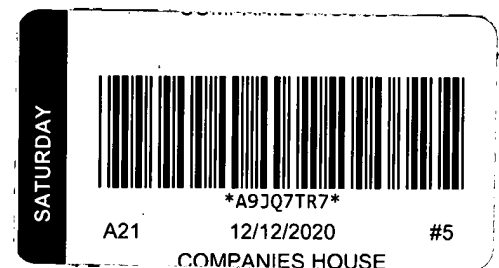
Registered number: 05541213

**LEIGHTONS HEARINGCARE LIMITED**

**FINANCIAL STATEMENTS**

**INFORMATION FOR FILING WITH THE REGISTRAR**

**FOR THE YEAR ENDED 31 DECEMBER 2019**



**LEIGHTONS HEARINGCARE LIMITED**  
**REGISTERED NUMBER: 05541213**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2019**

	Note	2019 £	2018 £
<b>FIXED ASSETS</b>			
Intangible fixed assets	4	55,000	66,000
Tangible fixed assets	5	185,881	165,017
		<u>240,881</u>	<u>231,017</u>
<b>CURRENT ASSETS</b>			
Stocks		38,697	39,361
Debtors	6	2,716,798	3,757,126
Cash at bank and in hand		426,812	361,088
		<u>3,182,307</u>	<u>4,157,575</u>
Creditors: amounts falling due within one year	7	(658,764)	(2,228,190)
<b>NET CURRENT ASSETS</b>		<u>2,523,543</u>	<u>1,929,385</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>2,764,424</u>	<u>2,160,402</u>
<b>PROVISIONS FOR LIABILITIES</b>			
Deferred tax	8	(11,460)	(3,936)
		<u>(11,460)</u>	<u>(3,936)</u>
<b>NET ASSETS</b>		<u><u>2,752,964</u></u>	<u><u>2,156,466</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital		1,000	1,000
Profit and loss account		2,751,964	2,155,466
		<u><u>2,752,964</u></u>	<u><u>2,156,466</u></u>

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**LEIGHTONS HEARINGCARE LIMITED**  
**REGISTERED NUMBER: 05541213**

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**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT 31 DECEMBER 2019**

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The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



**R P Leighton**  
Director

Date: 15.04.2020

The notes on pages 3 to 9 form part of these financial statements.

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## LEIGHTONS HEARINGCARE LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

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#### 1. GENERAL INFORMATION

Leightons HearingCare Limited is a private company limited by shares. It is incorporated in England and Wales. Its registered number is 05541213 and registered office address is Clarendon House, 63 Downing Street, Farnham, Surrey, GU9 7PN.

#### 2. ACCOUNTING POLICIES

##### 2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

##### 2.2 REVENUE

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

###### **Sale of goods**

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the company has transferred the significant risks and rewards of ownership to the buyer;
- the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

In respect of sales of hearing aids, revenue is recognised at the point of fitting when the risks and rewards of ownership have been substantially transferred, unless the hearing aid is on a trial basis.

##### 2.3 OPERATING LEASES: THE COMPANY AS LESSEE

Rentals paid under operating leases are charged to the Statement of income and retained earnings on a straight line basis over the lease term.

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## LEIGHTONS HEARINGCARE LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

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## 2. ACCOUNTING POLICIES (CONTINUED)

### 2.4 PENSIONS

#### Defined contribution pension plan

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payment obligations.

The contributions are recognised as an expense in the Statement of income and retained earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the company in independently administered funds.

#### Group pension plan

Where the risks of a defined benefit plan are shared between entities under common control, the net defined benefit cost is recognised in the financial statements of the Group entity which is legally responsible for the plan and all other Group entities recognise a cost equal to their contribution payable for the period.

### 2.5 GROUP VAT REGISTRATION

The company is part of a group VAT registration along with Leightons Holdings Limited, Leightons Limited, Leightons Opticians Limited and The Hearing Care Partnership Limited.

Leightons Limited is the nominated company, responsible for submitting the returns and for making the payments on behalf of the companies within the group registration.

### 2.6 CURRENT AND DEFERRED TAXATION

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of income and retained earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of financial position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

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## LEIGHTONS HEARINGCARE LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

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## 2. ACCOUNTING POLICIES (CONTINUED)

### 2.7 INTANGIBLE ASSETS

#### Goodwill

Goodwill represents the difference between amounts paid on the cost of a business combination and the acquirer's interest in the fair value of its identifiable assets and liabilities of the acquiree at the date of acquisition. Subsequent to initial recognition, Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised on a straight line basis to the Income statement over its useful economic life.

The estimated useful lives range as follows:

Goodwill	-	10	years
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### 2.8 TANGIBLE FIXED ASSETS

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Fixtures & fittings	-	20% straight line
Computer equipment	-	20% straight line
Testing equipment	-	20% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of income and retained earnings.

### 2.9 STOCKS

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

At each reporting date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit and loss.

### 2.10 DEBTORS

Short term debtors are measured at transaction price, less any impairment.

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LEIGHTONS HEARINGCARE LIMITED

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NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

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2. ACCOUNTING POLICIES (CONTINUED)

2.11 CASH AND CASH EQUIVALENTS

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.12 CREDITORS

Short term creditors are measured at the transaction price.

3. EMPLOYEES

The average monthly number of employees, including directors, during the year was 27 (2018 - 20).

4. INTANGIBLE ASSETS

	Goodwill £
<b>COST</b>	
At 1 January 2019	110,000
At 31 December 2019	<u>110,000</u>
<b>AMORTISATION</b>	
At 1 January 2019	44,000
Charge for the year on owned assets	<u>11,000</u>
At 31 December 2019	<u>55,000</u>
<b>NET BOOK VALUE</b>	
At 31 December 2019	<u>55,000</u>
At 31 December 2018	<u>66,000</u>

**LEIGHTONS HEARINGCARE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019**

**5. TANGIBLE FIXED ASSETS**

	Fixtures & fittings £	Computer equipment £	Testing equipment £	Total £
<b>COST OR VALUATION</b>				
At 1 January 2019	72,467	43,764	406,757	522,988
Additions	-	6,062	101,399	107,461
At 31 December 2019	<u>72,467</u>	<u>49,826</u>	<u>508,156</u>	<u>630,449</u>
<b>DEPRECIATION</b>				
At 1 January 2019	40,936	34,527	282,509	357,972
Charge for the year on owned assets	8,980	3,932	73,684	86,596
At 31 December 2019	<u>49,916</u>	<u>38,459</u>	<u>356,193</u>	<u>444,568</u>
<b>NET BOOK VALUE</b>				
At 31 December 2019	<u>22,551</u>	<u>11,367</u>	<u>151,963</u>	<u>185,881</u>
At 31 December 2018	<u>31,532</u>	<u>9,237</u>	<u>124,248</u>	<u>165,017</u>

**6. DEBTORS**

	2019 £	2018 £
Trade debtors	583,350	642,306
Amounts owed by group undertakings	2,133,448	3,113,820
Other debtors	-	1,000
	<u>2,716,798</u>	<u>3,757,126</u>



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LEIGHTONS HEARINGCARE LIMITED

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NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

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7. CREDITORS: Amounts falling due within one year

	2019 £	2018 £
Trade creditors	219,113	230,144
Amounts owed to group undertakings	45,454	1,619,785
Corporation tax	711	42,768
Other taxation and social security	41,876	70,512
Other creditors	7,478	1,708
Accruals and deferred income	344,132	263,273
	<u>658,764</u>	<u>2,228,190</u>

8. DEFERRED TAXATION

	2019 £	2018 £
At beginning of year	(3,936)	(11,291)
Charged to profit or loss	(7,524)	7,355
<b>AT END OF YEAR</b>	<u>(11,460)</u>	<u>(3,936)</u>

The provision for deferred taxation is made up as follows:

	2019 £	2018 £
Accelerated capital allowances	(11,920)	(3,936)
Short term timing differences	460	-
	<u>(11,460)</u>	<u>(3,936)</u>

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## LEIGHTONS HEARINGCARE LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

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#### 9. PENSION COMMITMENTS

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £56,022 (2018 - £49,394).

Contributions totalling £4,923 (2018 - £100) were payable to the fund at the reporting date and are included in creditors.

The company operates a group defined benefits pension scheme that shares risks between entities under common control. The company's share of contributions is allocated in proportion to salaries.

Full disclosure of the defined benefit pension scheme is included in the accounts for Leightons Limited.

#### 10. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2019 the company had future minimum lease payments under non-cancellable operating leases as follows:

	2019 £	2018 £
Not later than 1 year	76,035	48,135
Later than 1 year and not later than 5 years	69,967	33,450
	<u>146,002</u>	<u>81,585</u>

#### 11. RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption not to disclose transactions with wholly owned members of the group headed by Leightons Holdings Limited.

#### 12. CONTROLLING PARTY

The immediate and ultimate parent company is Leightons Holdings Limited, a company incorporated in England and Wales. The parent company's registered office is Clarendon House, 63 Downing Street, Farnham, Surrey, GU9 7PN.

#### 13. AUDITORS' INFORMATION

The audit report in respect of these financial statements was unqualified with no emphasis of matter. The senior statutory auditor was Stephen Morgan FCA of Wise & Co.