

**Birmingham Children's Hospital Health Services Limited**  
**Company Registration Number: 08103783 (England and Wales)**  
**Annual accounts and financial statements for the year ended to 31 March 2022**

**Birmingham Children's Hospital**  
**Health Services Limited**

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**Annual Report and Financial Statements for the year ended 31 March 2022**



**Company Registration Number: 08103783 (England and Wales)**

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## **Company Details**

**Name and Registered Office** Birmingham Children's Hospital Health Services Limited  
Birmingham Children's Hospital  
Steelhouse Lane  
Birmingham  
B4 6NH

**Company Number** 08103783 (England and Wales)

**Country of Origin** United Kingdom

**Company Type** Private Limited Company

**Nature of Business** Hospital activities

**Directors** David Melbourne  
Matthew Boazman  
Paul Heaven  
Alan Edwards

**Auditor** Deloitte LLP  
Statutory Auditors  
Bristol, UK

## **Directors' Report for the period ended 31 March 2022**

The directors submit their annual report and the financial accounts of the company for the year ended 31 March 2022.

### **Principal activity**

Birmingham Children's Hospital Health Services Limited (BCH Health Services Ltd) is a wholly owned subsidiary of Birmingham Women's and Children's NHS Foundation Trust (the Trust). BCH Health Services Limited is a holding company and no financial transactions or activity have occurred during the year.

### **Business review**

The company's only function is that of a holding company and it has not carried out any activity within the year.

### **Going concern**

The directors have, at the time of approving the financial statements, a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Since the company's only function is that of a holding company for a single UK company, Birmingham Children's Hospital Pharmacy Limited, it is unaffected by the COVID-19 pandemic, the United Kingdom's departure from the European Union or the war in Ukraine.

The directors have obtained assurance from the parent, Birmingham Women's and Children's NHS Foundation Trust that the Trust will provide sufficient funding and facilities for Birmingham Children's Hospital Health Services Limited to continue as a going concern for a period of at least twelve months from the date of approval of the financial statements for the year ended 31 March 2022. The directors have noted that the Trust has funds of £144m as of the end of October 2022, and hence the directors are satisfied that the parent has sufficient resources to provide this assurance.

Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

### **Proposed dividend**

The directors do not recommend payment of a dividend (31 March 2021: £nil).

### **Directors**

The directors who served during the year and up to the date of this report were as follows:

<b>Director</b>	<b>Appointed</b>	<b>Terminated</b>
David Evan Melbourne	13 June 2012	
Matthew Robert Boazman	04 February 2016	
Alan John Edwards (Non-Executive)	31 March 2015	
Paul Martin Heaven (Non-Executive)	31 March 2015	
Navnit Pall (Non-Executive)	01 June 2018	15 March 2022

No remuneration was paid directly to the directors of the company in the year. The directors are paid directly by the Trust and remuneration is disclosed within the Trust's financial statements as it is not practicable to disaggregate between their role in the Trust and in the company.

**Disclosure of information to Auditor**

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditor is unaware; and each director has taken all the steps that he/she ought to have taken as a director to make himself/herself aware of any relevant audit information and to establish that the company auditor is aware of that information.

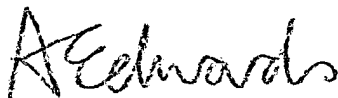
**Auditor**

Pursuant to Section 485 of the Companies Act 2006, the Board of the company has appointed Deloitte LLP as auditor. There is an elective resolution in place under s386 of the Companies Act 2006, and the auditor is deemed to be reappointed.

**Preparation of Directors' report**

The Directors' report has been prepared in accordance with the provisions applicable to companies entitled to the small sized companies' exemption and accordingly this business review does not include a strategic report in the annual report.

**Approved by the Board of Directors and signed on their behalf by**



**Alan Edwards**

**Director**

**15 December 2022**

**Registered office: Steelhouse Lane, Birmingham, B4 6NH**

**Directors' responsibilities statement**

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 101 'Reduced Disclosure Framework'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This responsibility statement was approved by the Board of Directors on 27 October 2022 and is signed on its behalf by.



**Alan Edwards**  
**Director**  
**15 December 2022**

**Birmingham Children's Hospital Health Services Limited**  
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Independent auditor's report to the members of Birmingham Children's Hospital Health Services Limited

**Report on the audit of the financial statements**

**Opinion**

In our opinion the financial statements of Birmingham Children's Hospital Health Services Limited (the 'company'):

- give a true and fair view of the state of the company's affairs as at 31 March 2022 and of its result for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 101 "Reduced Disclosure Framework"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements which comprise:

- the statement of comprehensive income;
- the statement of financial position;
- the statement of changes in equity;
- the statement of accounting policies; and
- the related notes 1 to 6.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 101 "Reduced Disclosure Framework" (United Kingdom Generally Accepted Accounting Practice).

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the 'FRC's') Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

**Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and,

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except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### **Responsibilities of directors**

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

### **Extent to which the audit was considered capable of detecting irregularities, including fraud**

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We considered the nature of the company's industry and its control environment, and reviewed the company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management about their own identification and assessment of the risks of irregularities.

We obtained an understanding of the legal and regulatory framework that the company operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included UK Companies Act, pensions legislation, tax legislation; and



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- do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. These included Health and Safety regulations, Data protection Act.

We discussed among the audit engagement team regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance.

#### **Report on other legal and regulatory requirements**

##### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the directors' report.

##### **Matters on which we are required to report by exception**

Under the Companies Act 2006 we are required to report in respect of the following matters if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.
- the directors were not entitled to take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

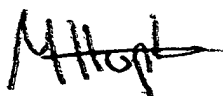
We have nothing to report in respect of these matters.

##### **Use of our report**

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members

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those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Michelle Hopton (Senior statutory auditor)  
For and on behalf of Deloitte LLP  
Statutory Auditor  
Bristol, United Kingdom  
16 December 2022

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**Statement of Comprehensive Income for year ended 31 March 2022**

BCH Health Services Ltd is a holding company and no financial transactions or activity have occurred during the period.

The notes to the accounts on pages 13-15 are an integral part of the financial statements.

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**Statement of Financial Position as at 31 March 2022**

		31 March 2022	31 March 2021
	NOTE	£	£
<b>Non-current assets</b>			
Other assets	4	2	2
<b>Total non-current assets</b>		<u>2</u>	<u>2</u>
<b>Total assets less current liabilities</b>		<b>2</b>	<b>2</b>
<b>Non-current liabilities</b>			
Other	5	1	1
<b>Total non-current liabilities</b>		<u>1</u>	<u>1</u>
<b>Total net assets employed</b>		<u><b>1</b></u>	<u><b>1</b></u>
<b>Financed by</b>			
Ordinary Share Capital	5	1	1
Retained earnings		-	-
<b>Total surplus</b>		<u><b>1</b></u>	<u><b>1</b></u>

The financial statements were approved by the Board of Directors on 29 November 2022 and authorised for issue on their behalf by:



**Alan Edwards**  
**Director**

**15 December 2022**

**Statement of changes in equity for the year ended 31 March 2022**

	<b>Share Capital</b>	<b>Retained Earnings</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Balance at 1 April 2020</b>	1	-	1
Profit for the year	-	-	-
<b>Balance at 31 March 2021</b>	1	-	1
Profit for the year	-	-	-
<b>Balance at 31 March 2022</b>	1	-	1

**Note:**

There is only one authorised unpaid ordinary share valued at £1 which is allotted to the parent organisation – Birmingham Women's and Children's NHS Foundation Trust.

## **Notes to the financial statements**

### **1. Accounting policies**

#### **General information**

BCH Health Services Ltd is a private company limited by shares incorporated in the United Kingdom under the Companies Act 2006 and registered in England and Wales. The address of the registered office is given on page 2. The nature of the company's operations and its principal activities are set out in the Directors' Report on pages 3 to 4.

#### **Functional and presentation currency**

These financial statements are presented in pounds sterling, which is the company's functional currency.

#### **Basis of preparation**

The company is considered a qualifying entity under FRS 101 *Reduced Disclosure Framework*. The company's parent undertaking, Birmingham Women's and Children's NHS Foundation Trust (BWC NHSFT) includes the company in its consolidated financial statements. The group financial statements of BWC NHSFT can be obtained from the website of BWC NHSFT or from NHS England, the regulatory body for NHS Foundation Trusts.

As permitted by FRS 101, the Company has taken advantage of the disclosure exemptions available under that standard in relation to financial instruments, presentation of a cash flow statement, standards not yet effective and related party transactions.

The financial statements have been prepared on the historical cost basis, except for financial instruments that are measured at revalued amounts or fair values at the end of each reporting period, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

The principal accounting policies adopted are set out below:

#### **Adoption of new and revised standards**

The following new standards, interpretations and amendments issued by the IASB were mandatory as at the reporting date and were adopted within the year:

- Interest Rate Benchmark Reform amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16: In August 2020, the IASB issued *Interest Rate Benchmark Reform – Phase 2 (Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16)*. These amendments impact the measurement of financial assets and liabilities where an interest rate benchmark is used to calculate the interest due and the benchmark is replaced with an alternative benchmark rate.

The company has not been impacted since it does not reference affected interest rate benchmarks within its measurement of financial assets or liabilities

All other new, revised and amended standards and interpretations which are mandatory as at the reporting date have been adopted within the year. Their adoption has not had any material impact on the disclosures or on the amounts reported in these financial statements.

No new accounting standards or revisions have been early adopted in 2021/22.

### Going concern

The directors have, at the time of approving the financial statements, a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Since the company's only function is that of a holding company for a single UK company, Birmingham Children's Hospital Pharmacy Limited, it is unaffected by the COVID-19 pandemic, the United Kingdom's departure from the European Union or the war in Ukraine. The directors have obtained assurance from the parent, Birmingham Women's and Children's NHS Foundation Trust, that the Trusts will provide sufficient funding and facilities for Birmingham Children's Hospital Health Services Limited to continue as a going concern for a period of at least twelve months from the date of approval of the financial statements for the year ended 31 March 2022. The directors have noted that the Trust has funds of £144m as of the end of October 2022, and hence the directors are satisfied that the parent has sufficient resources to provide this assurance.

Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

## 2. Controlling party

In the opinion of the directors, the company's ultimate parent entity and ultimate controlling party is the Department of Health and Social Care (DHSC).

BCH Health Services Ltd is exempt from the obligation to prepare and deliver Group accounts under section 400 of the Companies Act 2006 because it is a wholly owned subsidiary of Birmingham Women's and Children's NHS Foundation Trust (the Trust). The results for BCH Health Services Ltd are consolidated into the Group accounts of the Trust and ultimately into the Whole of Government accounts. The audited Group accounts of the Trust are available for public use and can be obtained from the Trust's website or on the website for NHS England, the regulatory body for NHS Foundation Trusts.

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**3. Auditor's remuneration** – Statutory audit – £2,000 and Non-audit services – £1,000. The total remuneration of the auditor is £3,000. The auditor's remuneration is disclosed in the financial statements.

The auditor's fees of £2,000 (2020/21: £2,000) are to be paid by the parent, Birmingham Women's and Children's NHS Foundation Trust. There were no employees in either the current or the prior year.

**4. Subsidiaries** – The company holds one unpaid ordinary share (in Birmingham Children's Hospital Pharmacy Limited) with a nominal value of £1. This represents 100% of ordinary shares issued. This investment in the subsidiary makes up £1 of the value disclosed as 'Other assets' in the Statement of Financial Position. The remaining £1 other asset is amounts owed by the parent organisation for unpaid issued share capital for Birmingham Children's Hospital Health Services Limited. £1 non-current liabilities are the amounts owed by the subsidiary for unpaid issued share capital to Birmingham Children's Hospital Pharmacy Limited.

The subsidiary company is incorporated in the United Kingdom under the Companies Act 2006 (registration number 08104635). Registered office: Birmingham Children's Hospital, Steelhouse Lane, Birmingham, B4 6NH. The principal activity of the subsidiary company is to provide outpatient pharmacy services to Birmingham Women's and Children's NHS Foundation Trust (the Trust).

The subsidiary company declared a profit before tax of £61,553 for the year ended 31 March 2022 (2020/21: £40,470).

### **5. Share capital**

Birmingham Women's and Children's NHS Foundation Trust own one unpaid ordinary share with a nominal value of £1. This was the same in the prior period and represents 100% of the share capital. The share capital is disclosed in the Statement of Financial Position. The subsidiary company is incorporated in the United Kingdom under the Companies Act 2006 (registration number 08104635). Registered office: Birmingham Children's Hospital, Steelhouse Lane, Birmingham, B4 6NH. The principal activity of the subsidiary company is to provide outpatient pharmacy services to Birmingham Women's and Children's NHS Foundation Trust (the Trust).

disclose.