

**SURREY ORTHODONTICS (GODALMING) LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

Surrey Orthodontics (Godalming) Limited
Unaudited Financial Statements
For The Year Ended 31 March 2023

Contents

	Page
Balance Sheet	1—2
Notes to the Financial Statements	3—6

Surrey Orthodontics (Godalming) Limited
Balance Sheet
As At 31 March 2023

Registered number: 08157391

		2023	2022
	Notes	£	£
FIXED ASSETS			
Intangible Assets	4	232,750	422,250
Tangible Assets	5	715,367	153,000
		948,117	575,250
CURRENT ASSETS			
Stocks	6	40,000	32,500
Debtors	7	153,255	90,513
Cash at bank and in hand		688,733	733,876
		881,988	856,889
Creditors: Amounts Falling Due Within One Year	8	(747,249)	(638,546)
NET CURRENT ASSETS (LIABILITIES)		134,739	218,343
TOTAL ASSETS LESS CURRENT LIABILITIES		1,082,856	793,593
Creditors: Amounts Falling Due After More Than One Year	9	(764,114)	(281,917)
PROVISIONS FOR LIABILITIES			
Deferred Taxation		(57,750)	(29,000)
NET ASSETS		260,992	482,676
CAPITAL AND RESERVES			
Called up share capital	10	1	1
Profit and Loss Account		260,991	482,675
SHAREHOLDERS' FUNDS		260,992	482,676

Surrey Orthodontics (Godalming) Limited
Balance Sheet (continued)
As At 31 March 2023

For the year ending 31 March 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The member has not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

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

These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Dr J W Young

Director

30 November 2023

The notes on pages 3 to 6 form part of these financial statements.

Surrey Orthodontics (Godalming) Limited
Notes to the Financial Statements
For The Year Ended 31 March 2023

1. General Information

Surrey Orthodontics (Godalming) Limited is a private company, limited by shares, incorporated in England & Wales, registered number 08157391. The registered office is 69 West Street, Farnham, Surrey, GU9 7EH.

2. Accounting Policies

2.1. Basis of Preparation of Financial Statements

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102 section 1A Small Entities "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006

2.2. Turnover

Turnover represents net invoiced sales of services.

2.3. Intangible Fixed Assets and Amortisation - Goodwill

Goodwill, being the amount paid in connection with the acquisition of businesses in 2012 and 2014, is being amortised evenly over its estimated useful life of ten years.

2.4. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Equipment, fixtures and fittings	20% on reducing balance
Motor Vehicles	20% on reducing balance

No depreciation has been provided on the equipment, fixtures and fittings mainly relating to the new surgery at Cranleigh, or the commercial vehicle, expended during the year.

2.5. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

2.6. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Surrey Orthodontics (Godalming) Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2023

2.6. Taxation - continued

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and assets reflect the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

3. Average Number of Employees

Average number of employees, including directors, during the year was as follows: 29 (2022: 25)

4. Intangible Assets

	Goodwill
	£
Cost	
As at 1 April 2022	1,894,125
As at 31 March 2023	1,894,125
Amortisation	
As at 1 April 2022	1,471,875
Provided during the period	189,500
As at 31 March 2023	1,661,375
Net Book Value	
As at 31 March 2023	232,750
As at 1 April 2022	422,250

Goodwill of £300,000 relates to the purchase of a private orthodontic practice at 115 High Street, Godalming, Surrey, on 26/7/12, from Dr J W Young, which commenced trading in 2008, valued by R A Leslie & Co LLP, Chartered Accountants.

Goodwill of £402,125 relates to the purchase of a private orthodontic practice at 69 West Street, Farnham, Surrey, on 30/5/14, from unconnected parties.

Goodwill of £267,000 relates to the purchase of an NHS practice at 69 West Street, Farnham, Surrey, on 1/10/14, from unconnected parties.

Goodwill of £1,000,000, amended to £925,000, as agreed with HMRC, relates to the purchase of a private/NHS practice at 69 West Street, Farnham, Surrey, on 1/10/14, from Dr J W Young, which commenced trading in 2008, valued by R A Leslie & Co LLP, Chartered Accountants.

Surrey Orthodontics (Godalming) Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2023

5. Tangible Assets

	Equipment, fixtures and fittings	Motor Vehicles	Total
	£	£	£
Cost			
As at 1 April 2022	255,619	28,250	283,869
Additions	562,298	41,069	603,367
Disposals	-	(28,250)	(28,250)
As at 31 March 2023	817,917	41,069	858,986
Depreciation			
As at 1 April 2022	115,619	15,250	130,869
Provided during the period	28,000	-	28,000
Disposals	-	(15,250)	(15,250)
As at 31 March 2023	143,619	-	143,619
Net Book Value			
As at 31 March 2023	674,298	41,069	715,367
As at 1 April 2022	140,000	13,000	153,000

6. Stocks

	2023	2022
	£	£
Stock and work-in-progress	40,000	32,500
	40,000	32,500

7. Debtors

	2023	2022
	£	£
Due within one year		
Trade debtors	65,597	62,623
Prepayments and accrued income	9,000	-
Corporation tax recoverable	28,792	27,890
Director's loan account	49,866	-
	153,255	90,513

Surrey Orthodontics (Godalming) Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2023

8. Creditors: Amounts Falling Due Within One Year

	2023	2022
	£	£
Bank loans and overdrafts	32,500	25,000
Other taxes and social security	15,417	12,392
Sundry creditors and accruals	643,034	600,851
Hire purchase liabilities	56,298	-
Director's loan account	-	303
	<u>747,249</u>	<u>638,546</u>

The sundry creditors and accruals include £442,521 (2022 £439,457) relating to amounts accrued to the associates, to complete treatment plans where the company has received the income in advance.

9. Creditors: Amounts Falling Due After More Than One Year

	2023	2022
	£	£
Bank loans	523,881	281,917
Hire purchase liabilities - more than one year	240,233	-
	<u>764,114</u>	<u>281,917</u>

10. Share Capital

	2023	2022
	£	£
Allotted, Called up and fully paid	<u>1</u>	<u>1</u>

11. Related Party Transactions

The company is under the control of Dr J W Young. At the year end Dr Young owed the company £49,866 (2022: the company owed him £303).

Rent was paid to Dr J W Young of £34,500 (2022: £29,470) relating to a property that he acquired at 69 West Street, Farnham, Surrey, and the company occupies, charged at normal market rates.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.