

HMSA Limited

Unaudited Financial Statements

31 December 2019

BDO LLP

Chartered accountants

55 Baker Street

London

United Kingdom

W1U 8EW



HMSA Limited

Financial Statements

Year ended 31 December 2019

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HMSA Limited

Directors' Report

Year ended 31 December 2019

The directors present their report and the unaudited financial statements of the company for the year ended 31 December 2019.

Directors

The directors who served the company during the year were as follows:

Ms L K Jewell
Mr M Pimstein
Mr G H Melamet

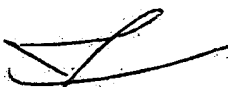
Small Companies Note

In preparing this report, the directors have taken advantage of the small companies' exemptions provided by section 415A of the Companies Act 2006

Dividends

The directors do not recommend the payment of a dividend.

This report was approved by the board of directors on 28 July 2020 and signed on behalf of the board by:



MR G H Melamet
Director

Registered office:
Milner House
14 Manchester Square
London
UK
W1U 3PP

HMSA Limited

Chartered Accountant's Report to the Board of Directors on the Preparation of the Unaudited Statutory Financial Statements of HMSA Limited

Year ended 31 December 2019

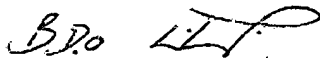
In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for *your* approval the financial statements of HMSA Limited for the *year* ended 31 December 2019, which comprise the statement of income and retained earnings, statement of financial position, and the related notes from the company's accounting records and from information and explanations you have given us

As a practicing member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at www.icaew.com/en/membership/regulations-standards-and-guidance.

This report is made solely to the Board of Directors of HMSA 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 financial statements of HMSA Limited and state those matters that we have agreed to state to you, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF as detailed at www.icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than HMSA Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that HMSA Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of HMSA Limited. You consider that HMSA 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 financial statements of HMSA 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 financial statements.



BDO LLP
Chartered accountants

55 Baker Street
London
United Kingdom
W1U 8EW

BDO LLP is limited liability partnership registered in England and Wales (with registered number OC305127).

HMSA Limited

Statement of Income and Retained Earnings

Year ended 31 December 2019

		2019	2018
	Note	£	£
Turnover	3	673,031	721,829
Gross profit		673,031	721,829
Administrative expenses		672,327	716,757
Operating profit		704	5,072
Interest receivable and similar income	5	0	2
Profit before taxation		704	5,074
Tax on profit	6	<u>1,303</u>	<u>1,754</u>
Profit for the financial year and total comprehensive income		(599)	3,320
Retained earnings at the start of the year		<u>6,242</u>	<u>2,922</u>
Retained earnings at the end of the year		<u>5,643</u>	<u>6,242</u>

All the activities of the company are from continuing operations.

The notes on pages 5 to 9 form part of these financial statements.

HMSA Limited

Statement of Financial Position

31 December 2019

	Note	2019 £	2018 £
Current assets			
Debtors	7	377,032	377,453
Cash at bank and in hand		<u>75,164</u>	<u>68,387</u>
		452,196	445,840
Creditors: amounts falling due within one year	8	<u>446,552</u>	<u>439,597</u>
Net current assets		<u>5,644</u>	<u>6,243</u>
Total assets less current liabilities		<u>5,644</u>	<u>6,243</u>
Net assets		<u>5,644</u>	<u>6,243</u>
Capital and reserves			
Called up share capital	11	1	1
Profit and loss account		<u>5,643</u>	<u>6,242</u>
Shareholders funds		<u>5,644</u>	<u>6,243</u>

For the year ending 31 December 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of directors and authorised for issue on 21 August 2020, and are signed on behalf of the board by:



Mr G H Melamet
Director

Company registration number: 8721641

The notes on pages 5 to 9 form part of these financial statements.

HMSA Limited

Notes to the Financial Statements

Year ended 31 December 2019

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Milner House, 14 Manchester Square, London, W1U 3PP, UK.

2. Statement of compliance

These financial statements have been prepared in compliance with section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances

Significant judgements

The judgements (apart from those involving estimations) that management has made in the process of applying the entity's accounting policies and that have the most significant effect on the amounts recognised in the financial statements are as follows: Bad Debt Provision which has been calculated on a detailed review of the current debtors and estimation of the recoverability of each debtors.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

HMSA Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

3. Accounting policies *(continued)*

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

Financial instruments

Financial instruments are recognised in the Statement of Financial Position when the Company becomes party to the contractual provisions of the instrument. Financial instruments are initially measured at transaction price unless the arrangement constitutes a financing transaction which includes transaction costs for financial instruments not subsequently measured at fair value. Subsequent to initial recognition, they are measured as set out below. A financing transaction is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Classification

Financial instruments are classified as either 'basic' or 'other' in accordance with Chapter 11 of FRS 102.

Subsequent measurement

Loans and receivables are measured at a mortised cost, using the effective interest method. Trade debtors and trade payables are recognised at the undiscounted amount owed by the customer or to the supplier, which is normally the invoice amount.

HMSA Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

3. Accounting policies *(continued)*

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

4. Staff costs

The average number of persons employed by the company during the year, including the directors, amounted to:

	2019 No.	2018 No.
Administrative staff	5	6

5. Interest receivable and similar income

	2019 £	2018 £
Interest on bank deposits	0	2

6. Tax on profit

Major components of tax expense

	2019 £	2018 £
Current tax:		
UK current tax expense	1,303	1,754
Tax on profit	1,303	1,754

HMSA Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

Reconciliation of tax expense

The tax assessed on the profit on ordinary activities for the year is (2019: 19%) the standard rate of corporation tax in the UK of 19% (2018: 19%).

	2019	2018
	£	£
Profit on ordinary activities before taxation	704	5,047
Profit on ordinary activities by rate of tax	134	964
Effect of expenses not deductible for tax purposes	1,169	790
Tax on profit	1,303	1,754

7. Debtors

	2019	2018
	£	£
Trade debtors	90,400	46,453
Amounts owed by group undertakings	260,433	303,992
Prepayments and accrued income	22,693	23,154
Other debtors	<u>3,506</u>	<u>3,854</u>
	<u>377,032</u>	<u>377,453</u>

8. Creditors: amounts falling due within one year

	2019	2018
	£	£
Bank loans and overdrafts	5,477	8,915
Trade creditors	3,144	2,699
Accruals and deferred income	6,450	3,750
Social security and other taxes	84,213	17,897
Corporation tax	1,303	1,754
Amounts owed to group undertakings	270,965	280,548
Other creditors	<u>75,000</u>	<u>124,034</u>
	<u>446,552</u>	<u>439,597</u>

9. Related Party Transactions

	2019	2018
	£	£
Directors Remuneration	<u>236,496</u>	<u>225,000</u>
	<u>236,496</u>	<u>225,000</u>

HMSA Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

10. Employee benefits

Defined contribution plans

The amount recognised in profit or loss as an expense in relation to defined contribution plans was £8,166 (2018: £3,106).

11. Called up share capital

Issued, called up and fully paid

	2019		2018	
	No.	£	No.	£
Ordinary shares of £1 each	1	1.00	1	1.00

14. Controlling party

The ultimate parent undertaking is HMSA Group Holdings Limited, a company incorporated in Hong Kong.

The ultimate controlling party is HMSA Group Holdings Limited.

Advantage has been taken of the exemption not to disclose related party transactions with the parent company and its subsidiaries, as HMSA Limited is wholly owned by the parent company as are the fellow subsidiaries.