

Unaudited Financial Statements
for the Year Ended 31 March 2023
for
Back To The Garden Childcare Limited

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for the Year Ended 31 March 2023**

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Back To The Garden Childcare Limited

**Company Information
for the Year Ended 31 March 2023**

DIRECTORS:

Mr D R Foran
Mr C A McGoff
Mr S W Pickering

REGISTERED OFFICE:

1 St Georges Court
Altrincham Business Park
Altrincham
United Kingdom
WA14 5UA

REGISTERED NUMBER:

10690720 (England and Wales)

ACCOUNTANTS:

Freedman Frankl & Taylor
Chartered Accountants
Reedham House
31 King Street West
Manchester
M3 2PJ

Back To The Garden Childcare Limited (Registered number: 10690720)

**Balance Sheet
31 March 2023**

	Notes	2023 £	£	2022 £	£
FIXED ASSETS					
Tangible assets	4		2,123,736		2,198,202
CURRENT ASSETS					
Stocks		4,534		4,455	
Debtors	5	109,567		63,954	
Cash at bank and in hand		<u>15,504</u>		<u>4,602</u>	
		129,605		73,011	
CREDITORS					
Amounts falling due within one year	6	<u>1,373,790</u>		<u>752,338</u>	
NET CURRENT LIABILITIES			<u>(1,244,185)</u>		<u>(679,327)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			879,551		1,518,875
CREDITORS					
Amounts falling due after more than one year	7		<u>2,575,931</u>		<u>2,584,264</u>
NET LIABILITIES			<u>(1,696,380)</u>		<u>(1,065,389)</u>
CAPITAL AND RESERVES					
Called up share capital			1		1
Retained earnings			<u>(1,696,381)</u>		<u>(1,065,390)</u>
			<u>(1,696,380)</u>		<u>(1,065,389)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2023 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

Balance Sheet - continued
31 March 2023

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 22 December 2023 and were signed on its behalf by:

Mr D R Foran - Director

**Notes to the Financial Statements
for the Year Ended 31 March 2023**

1. STATUTORY INFORMATION

Back To The Garden Childcare Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Turnover

Turnover 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 the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Childcare fee income is recognised in the period in which the nursery has provided the childcare and recognised at the point the service has been provided.

Grant income

Grants are accounted under the accruals model as permitted by FRS 102. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in profit or loss in the same period as the related expenditure. Where applicable, grants have been deferred and included within creditors as deferred income so as to be recognised in the correct period.

Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Land is not depreciated. Depreciation on other assets 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:

Freehold land	- Not depreciated
Freehold property	- 2% Straight line
Plant and machinery	- 25% straight line
Fixtures and fittings	- 25% straight line
Office and computer equipment	- 25% 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 profit or loss.

Tangible fixed assets are initially recorded at cost less accumulated depreciation and accumulated impairment losses.

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

2. ACCOUNTING POLICIES - continued

Stocks

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

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Going concern

The company's financial statements for the year ended 31 March 2023 have been prepared on a going concern basis as, after making appropriate enquiries, the directors have reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 36 (2022 - 36) .

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

4. **TANGIBLE FIXED ASSETS**

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Office and computer equipment £	Totals £
COST					
At 1 April 2022	2,334,575	492	13,244	16,910	2,365,221
Additions	-	-	10,586	6,503	17,089
At 31 March 2023	<u>2,334,575</u>	<u>492</u>	<u>23,830</u>	<u>23,413</u>	<u>2,382,310</u>
DEPRECIATION					
At 1 April 2022	149,542	328	7,645	9,504	167,019
Charge for year	<u>81,568</u>	<u>123</u>	<u>4,645</u>	<u>5,219</u>	<u>91,555</u>
At 31 March 2023	<u>231,110</u>	<u>451</u>	<u>12,290</u>	<u>14,723</u>	<u>258,574</u>
NET BOOK VALUE					
At 31 March 2023	<u>2,103,465</u>	<u>41</u>	<u>11,540</u>	<u>8,690</u>	<u>2,123,736</u>
At 31 March 2022	<u>2,185,033</u>	<u>164</u>	<u>5,599</u>	<u>7,406</u>	<u>2,198,202</u>

Freehold property includes capitalised finance costs of £245,259 (2022: £245,259).

Freehold property includes land amounting to £295,359 (2022: £295,359) which is not depreciated.

5. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2023 £	2022 £
Trade debtors	16,515	15,399
Amounts owed by group undertakings	8,430	8,430
Other debtors	3,346	6,293
Amounts owed by related parties	44,695	-
Prepayments	<u>36,581</u>	<u>33,832</u>
	<u>109,567</u>	<u>63,954</u>

6. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2023 £	2022 £
Bank loans and overdrafts	8,333	8,333
Trade creditors	70,039	48,903
Amounts owed to group undertakings	90,665	90,665
Social security and other taxes	10,827	7,549
Other creditors	6,644	6,266
Amounts owed to related parties	1,142,233	552,142
Accrued expenses	<u>45,049</u>	<u>38,480</u>
	<u>1,373,790</u>	<u>752,338</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2023	2022
	£	£
Bank loans	29,167	37,500
Other loans	<u>2,546,764</u>	<u>2,546,764</u>
	<u><u>2,575,931</u></u>	<u><u>2,584,264</u></u>

8. SECURED DEBTS

The following secured debts are included within creditors:

	2023	2022
	£	£
Bank loans	37,500	45,833
Other loans	<u>2,546,764</u>	<u>2,546,764</u>
	<u><u>2,584,264</u></u>	<u><u>2,592,597</u></u>

9. RELATED PARTY DISCLOSURES

Applebarn Nurseries Limited:

Included within other loans is £2,546,764 (2022: £2,546,764) which was owed to Applebarn Nurseries Limited. Interest is being charged at 8% per annum on a portion of the total loan and amounted to £198,466 (2022: £181,330) for the year which has been included within other loan interest payable. The other loan was initially due for repayment in full in April 2021, however it was agreed to extend the repayment date. The loan is now due to be repaid in full in July 2024.

Included within amounts owed to group undertakings is £90,665 (2022: £90,665) owed to Applebarn Nurseries Limited for services rendered during the year. The companies are related as Applebarn Nurseries Limited has full control over Back to the Garden Childcare Limited.

Applebarn Investco Limited:

Included within amounts owed by group undertakings is £8,430 (2022: £8,430) is owed by Applebarn Investco Limited in relation to transactions paid for by Back To The Garden Childcare Limited on behalf of Applebarn Investco Limited. Applebarn Investco Limited owns 51% of the shares in Applebarn Nurseries Limited, the ultimate controlling party of Back To The Garden Childcare Limited. This is interest free and repayable upon demand.

As at 31 March 2023, included within amounts owed to related parties is £1,134,256 (2022: £552,142) due by a company related by common control and directorship.

10. ULTIMATE CONTROLLING PARTY

Applebarn Nurseries Limited is the company's ultimate parent undertaking and controlling party by virtue of its 100% shareholding. Applebarn Nurseries Limited was incorporated in England and Wales and its registered office address and place of business is 1 St.Georges Court, Altrincham Business Park, Altrincham, United Kingdom, WA14 5UA.

The ultimate controlling parties are Puma VCT 11 Plc by virtue of a 17% shareholding, Puma VCT 12 Plc by virtue of a 32% shareholding and Applebarn Investco Limited by virtue of a 51% shareholding of Applebarn Nurseries Limited.

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.