

REGISTERED NUMBER: 11310122 (England and Wales)

**Report of the Directors and
Unaudited Financial Statements for the Year Ended 31 December 2022
for
Norton Lees Hall and Lodge Limited**

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for the Year Ended 31 December 2022**

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Norton Lees Hall and Lodge Limited (Registered number: 11310122)

**Company Information
for the Year Ended 31 December 2022**

DIRECTORS:

P A Smith
J C Diaz-Sanchez

REGISTERED OFFICE:

2 Merchants Drive
Parkhouse
Carlisle
Cumbria
CA3 0JW

REGISTERED NUMBER:

11310122 (England and Wales)

ACCOUNTANTS:

BDO LLP
2 Atlantic Square
31 York Street
Glasgow
G2 8NJ

**Report of the Directors
for the Year Ended 31 December 2022**

The directors present their report with the financial statements of the company for the year ended 31 December 2022.

PRINCIPAL ACTIVITY

The company's principal activity historically was the provision of care and nursing services in care homes.

The entity disposed of the business in 2021.

DIRECTORS

The directors shown below have held office during the whole of the period to the date of this report.

P A Smith

Since the year end M C Glowasky left the board and J C Diaz-Sanchez was appointed as a director.

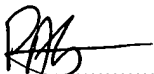
SMALL COMPANIES NOTE

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

GOING CONCERN

The company disposed of its care home operations in 2021 and has ceased trading. The directors intend to liquidate the company and therefore do not consider it appropriate to adopt the going concern basis of accounting in preparing the financial statements. Accordingly the financial statements have been prepared on a basis other than going concern and all assets/liabilities have been stated at their recoverable/payable amounts.

ON BEHALF OF THE BOARD:



.....
P A Smith - Director

13 September 2023

.....
Date

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Norton Lees Hall and Lodge Limited**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Norton Lees Hall and Lodge Limited for the year ended 31 December 2022 which comprise the Statement of Income and Retained Earnings, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising 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 within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Norton Lees Hall and Lodge Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Norton Lees Hall and Lodge Limited and state those matters that we have agreed to state to the Board of Directors of Norton Lees Hall and Lodge Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Norton Lees Hall and Lodge Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Norton Lees Hall and Lodge 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 Norton Lees Hall and Lodge Limited. You consider that Norton Lees Hall and Lodge 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 Norton Lees Hall and Lodge 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.

Use of Our Report

This report is made solely to the Board of Directors of Norton Lees Hall and Lodge Limited, as a body, in accordance with the terms of our engagement letter dated 6th June 2022. Our work has been undertaken solely to prepare for your approval the financial statements of Norton Lees Hall and Lodge Limited and state those matters that we have agreed to state to the Board of Directors of Norton Lees Hall and Lodge Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Norton Lees Hall and Lodge Limited and its Board of Directors, as a body, for our work or for this report.

DocuSigned by:

BDO LLP

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BDO LLP
2 Atlantic Square
31 York Street
Glasgow
G2 8NJ

19 September 2023

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Date

BDO LLP is a Limited Liability Partnership registered in England and Wales (with registered number OC305127).

**Statement of Income and Retained Earnings
for the Year Ended 31 December 2022**

		2022	2021
	Note	£	£
TURNOVER	4	-	698,461
Cost of sales		-	(576,317)
GROSS PROFIT		-	122,144
Administrative expenses		(150)	(331,807)
Other operating income	5	146,909	149,181
OPERATING PROFIT/(LOSS) & OPERATING PROFIT/(LOSS) BEFORE TAXATION	7	146,759	(60,482)
Tax on profit/(loss)	8	-	-
PROFIT/(LOSS) FOR THE FINANCIAL YEAR	7	146,759	(60,482)
RETAINED EARNINGS AT THE START OF THE YEAR		(928,791)	(868,309)
Profit/(loss) for the year		146,759	(60,482)
Capital contribution received – group debt forgiveness	7	781,932	-
RETAINED EARNINGS AT THE END OF THE YEAR		(100)	(928,791)

Balance Sheet
31 December 2022

		2022	2021
	Note	£	£
CURRENT ASSETS			
Debtors	9	-	29,350
CREDITORS			
Amounts falling due within one year	10	-	958,041
NET CURRENT LIABILITIES		-	(928,691)
TOTAL ASSETS LESS CURRENT LIABILITIES		-	(928,691)
CAPITAL AND RESERVES			
Called up share capital	11	100	100
Retained earnings	12	(100)	(928,791)
SHAREHOLDERS' FUNDS		-	(928,691)

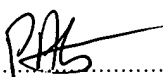
The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 relating to subsidiary companies for the year ended 31 December 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2022 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the Companies Act with respect to accounting records and preparation of financial statements.

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 companies.

The financial statements were approved by the Board of Directors and authorised for issue on 13 September 2023 and were signed on its behalf by:


P A Smith - Director

**Notes to the financial statements
For the year ending 31 December 2022**

1. STATUTORY INFORMATION

Norton Lees Hall and Lodge Limited is a private company limited by shares incorporated in England and Wales under the Companies Act 2006. The address of the registered office is given on the company information page and the nature of the company's operations and its principal activity are set out in the directors' report.

2. ACCOUNTING POLICIES

Basis of preparing the 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 preparation of financial statements in compliance with Section 1A of FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the company's accounting policies (see note 3).

The presentational and functional currency of these financial statements is GBP. Values are rounded to the nearest pound.

The following principal accounting policies have been applied:

Going Concern

The company disposed of its care home operations in 2021 and has ceased trading. The directors intend to liquidate the company and therefore do not consider it appropriate to adopt the going concern basis of accounting in preparing the financial statements. Accordingly the financial statements have been prepared on a basis other than going concern and all assets/liabilities have been stated at their recoverable/payable amounts.

Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover 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 turnover is recognised:

Rendering of services

Turnover from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings - 20% on cost

**Notes to the financial statements
For the year ending 31 December 2022**

2. ACCOUNTING POLICIES - continued

Government grants

Grants are allowed for under the accruals model as permitted by FRS102. Grants relating to expenditure on tangible fixed assets are credited to the profit and loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the statement of income and retained earnings in the same period as the related expenditure.

Current and deferred taxation

The Tax expenses for the year comprises current and deferred tax. Tax is recognised in profit or loss 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 balance sheet 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 balance sheet 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 balance sheet date.

Pension costs - deferred contribution pension scheme

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 profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

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.

**Notes to the financial statements
For the year ending 31 December 2022**

2. ACCOUNTING POLICIES - continued

Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

3. JUDGMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF UNCERTAINTY

In the application of the Company's accounting policies, which are described in note 1, the directors are required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. In preparing the financial statements, the directors have also made the following judgments:

- Tangible fixed assets are depreciated over their useful lives taking into account residual values where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. Factors such as technological innovation, product life cycles and maintenance programmes are taken into account when reassessing asset lives. Residual value assessments consider issues such as future market conditions, the remaining life of the asset and projected disposal values.

- Assets are considered for indications of impairment. If required, an impairment review will be carried out and a decision made regarding potential impairment. Factors taken into consideration include the economic viability and future financial performance or expected recoverable amounts of the asset. Impairment provisions are made if the carrying value is considered to be less than its recoverable amount.

- Bad debts are provided for where there is objective evidence that there is a need for a provision.

4. TURNOVER

All turnover arose from the company's principal activity and from the United Kingdom.

5. OTHER OPERATING INCOME

The other operating income of £146,909 (2021: £149,181) relates to amounts receivable from when the care home was operated by the company on behalf of the administrator of Orchard Care Homes.com (5) Limited.

6. EMPLOYEES AND DIRECTORS

The average number of employees during the year was Nil (2021: 52). There was no director's remuneration in either year.

7. OPERATING LOSS

The operating loss is stated after charging:

	2022	2021
	£	£
Depreciation – owned assets	-	3,080
Pension costs	-	601

During the year a capital contribution was received and credited to reserves. This relates to group debt forgiveness of £781,932 (2021: £nil).

**Notes to the financial statements
For the year ending 31 December 2022**

8. TAXATION

No liability to UK corporation tax arose in either accounting period.

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Amounts owed by group undertakings	-	29,350
	<u>-</u>	<u>29,350</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Amounts owed to group undertakings	-	758,653
Other creditors	-	189,009
Accruals and deferred income	-	10,379
	<u>-</u>	<u>958,041</u>

11. CALLED UP SHARE CAPITAL

Allotted, called up and fully paid:

	2022	2021
	£	£
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

**Notes to the financial statements
For the year ending 31 December 2022**

12. RESERVES

	Profit and loss account
At 1 January 2022	(928,791)
Profit for the year	146,759
Capital contribution – debt forgiveness exercise	781,932
At 31 December 2022	<u>(100)</u>

The company's capital and reserves are as follows:

Called up share capital

Called up share capital represents the nominal value of the shares issued.

Profit and loss account

The profit and loss reserve represents cumulative profits or losses, including unrealised profit on the remeasurement of investment properties, net of dividends paid and other adjustments.

13. RELATED PARTY DISCLOSURES

The company has taken advantage of the exemption under paragraph 33.1A of FRS 102, as a wholly owned subsidiary, from disclosing transactions with other group companies which are wholly owned by the group.

14. ULTIMATE CONTROLLING PARTY

The immediate parent undertaking is Hollyblue Healthcare (Norton Lees) Limited, a company registered in England and Wales. The ultimate parent undertaking is Monarch Master Funding Limited a company incorporated in the Cayman Islands.