

COMPANY REGISTRATION NUMBER SC214161

KIDZCARE LIMITED
FINANCIAL STATEMENTS
30 JUNE 2015

TUESDAY



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COMPANIES HOUSE

CHARLES BURROWS & CO
Chartered Accountants & Statutory Auditor
7 Palmerston Place
Edinburgh
EH12 5AH

KIDZCARE LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2015

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KIDZCARE LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The director	A Dunn
Company secretary	A Dunn
Business address	Norwood House 9 Kilgraston Road Edinburgh EH9 2DX
Registered office	Norwood House 9 Kilgraston Road Edinburgh EH9 2DX
Auditor	Charles Burrows & Co Chartered Accountants & Statutory Auditor 7 Palmerston Place Edinburgh EH12 5AH

KIDZCARE LIMITED

DIRECTOR'S REPORT

YEAR ENDED 30 JUNE 2015

The director presents her report and the financial statements of the company for the year ended 30 June 2015.

PRINCIPAL ACTIVITIES

The principal activities of the company during the year were running after school clubs and operating children's nurseries and baby crèche.

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 30 June 2015	At 1 July 2014
A Dunn	<u>500</u>	<u>500</u>

F Quin resigned as a director on 13 November 2014.

On 14 November 2014, the company entered into an agreement to purchase 500 ordinary shares of £1 each of its own share capital representing 50% of the called up share capital for a consideration of £175,000 to reduce the called up share capital.

POST BALANCE SHEET EVENT

On 14 August 2015, the company completed the purchase of the entire share capital of Little VIPs Nurseries Ltd., a company registered in Scotland, company number SC202482, for £235,000.

Little VIPs Nurseries Ltd is a children's nursery operating in Portobello.

On the same date, the company completed the purchase of the freehold premises at 2 Windsor Place, Portobello, EH15 2AA, for £400,000. The business of Little VIPs Nurseries Ltd operates from these premises in Portobello.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director 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 year.

In preparing these financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;

KIDZCARE LIMITED

DIRECTOR'S REPORT *(continued)*

YEAR ENDED 30 JUNE 2015

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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 her to ensure that the financial statements comply with the Companies Act 2006. She is 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.

AUDITOR

Charles Burrows & Co are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

The director at the date of the approval of this report confirms that:

- so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- the director has taken all steps that she ought to have taken as a director to make herself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Registered office:
Norwood House
9 Kilgraston Road
Edinburgh
EH9 2DX

Signed by



A DUNN
Director

Approved by the director on 15 March 2016

KIDZCARE LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF KIDZCARE LIMITED

YEAR ENDED 30 JUNE 2015

We have audited the financial statements of Kidzcare Limited for the year ended 30 June 2015 on pages 6 to 15. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's shareholders, 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 shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTOR AND AUDITOR

As explained more fully in the Director's Responsibilities Statement set out on pages 2 to 3, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the director; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 June 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

KIDZCARE LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF KIDZCARE LIMITED *(continued)*

YEAR ENDED 30 JUNE 2015

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you 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 director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the director was not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the director's report and take advantage of the small companies exemptions from the requirement to prepare a strategic report.



WILLIAM A S GUNN CA (Senior Statutory Auditor)

For and on behalf of

CHARLES BURROWS & CO

Chartered Accountants & Statutory Auditor

7 Palmerston Place

Edinburgh

EH12 5AH

15 March 2016

KIDZCARE LIMITED**PROFIT AND LOSS ACCOUNT****YEAR ENDED 30 JUNE 2015**

	Note	2015 £	2014 £
TURNOVER		2,536,262	2,349,045
Cost of sales		1,655,755	1,509,130
GROSS PROFIT		880,507	839,915
Administrative expenses		675,342	682,028
OPERATING PROFIT	2	205,165	157,887
Other interest receivable		93	50
Interest payable and similar charges		(6,353)	(4,219)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		198,905	153,718
Tax on profit on ordinary activities	3	47,637	39,285
PROFIT FOR THE FINANCIAL YEAR		151,268	114,433

The notes on pages 8 to 15 form part of these financial statements.

KIDZCARE LIMITED

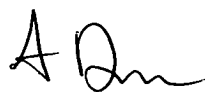
BALANCE SHEET

30 JUNE 2015

	Note	2015 £	2014 £
FIXED ASSETS			
Intangible assets	5	525,602	570,386
Tangible assets	6	20,583	3,062
		<u>546,185</u>	<u>573,448</u>
CURRENT ASSETS			
Debtors	8	118,000	95,963
Cash at bank and in hand		213,893	89,848
		<u>331,893</u>	<u>185,811</u>
CREDITORS: Amounts falling due within one year	9	<u>321,977</u>	<u>343,486</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>9,916</u>	<u>(157,675)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>556,101</u>	<u>415,773</u>
CREDITORS: Amounts falling due after more than one year	10	184,110	—
		<u>371,991</u>	<u>415,773</u>
CAPITAL AND RESERVES			
Called up equity share capital	13	500	1,000
Other reserves	14	500	—
Profit and loss account	15	370,991	414,773
SHAREHOLDERS' FUNDS		<u>371,991</u>	<u>415,773</u>

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

These accounts were approved and signed by the director and authorised for issue on 15 March 2016.



A Dunn

Company Registration Number: SC214161

The notes on pages 8 to 15 form part of these financial statements.

KIDZCARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2015

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Consolidation

In the opinion of the director, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 398 of the Companies Act 2006 not to prepare group accounts.

Turnover

Turnover shown in the profit and loss account represents amounts derived from the provision of childcare services during the year.

Revenue based local authority grants are included within deferred income in the balance sheet and are credited to other operating income in the profit and loss account in the period to which they relate.

Goodwill

Positive purchased goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet and amortised over its useful economic life. Where a reliable estimate of the useful life of goodwill or intangible assets cannot be made, the life is presumed not to exceed five years. Useful economic lives are reviewed at the end of each reporting period and revised if necessary, subject to the constraint that the revised life shall not exceed 20 years from the date of acquisition. The carrying amount at the date of revision is depreciated over the revised estimate of remaining useful economic life.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill	20 years
Lease premium	20 years

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold improvements	10% straight line
Plant and machinery	25% straight line
Motor vehicles	25% straight line

KIDZCARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2015

1. ACCOUNTING POLICIES *(continued)*

Investments

Fixed asset investments are stated at cost less any provision required where there has been a permanent diminution in their value.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account. At 30 June 2015, contributions of £507 were outstanding (2014 - £518).

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

KIDZCARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2015

2. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	2015	2014
	£	£
Director's remuneration	87,740	123,165
Staff pension contributions	5,682	518
Amortisation of intangible assets	44,784	44,784
Depreciation of owned fixed assets	2,353	5,024
Profit on disposal of fixed assets	(262)	—
Auditor's fees	<u>4,695</u>	<u>4,080</u>

3. TAXATION ON ORDINARY ACTIVITIES

Analysis of charge in the year

	2015	2014
	£	£
Current tax:		
UK Corporation tax based on the results for the year at 20% (2014 - 20%)	47,637	39,285
Total current tax	<u>47,637</u>	<u>39,285</u>

4. DIVIDENDS

Equity dividends

	2015	2014
	£	£
Paid during the year:		
Dividends on equity shares	<u>20,050</u>	<u>52,550</u>

KIDZCARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2015

5. INTANGIBLE ASSETS

	Goodwill £	Lease premium £	Total £
COST			
At 1 July 2014 and 30 June 2015	662,307	233,255	895,562
AMORTISATION			
At 1 July 2014	231,830	93,346	325,176
Charge for the year	33,120	11,664	44,784
At 30 June 2015	264,950	105,010	369,960
NET BOOK VALUE			
At 30 June 2015	397,357	128,245	525,602
At 30 June 2014	430,477	139,909	570,386

6. TANGIBLE ASSETS

	Leasehold improve- ments £	Plant & Machinery £	Motor Vehicles £	Total £
COST				
At 1 July 2014	22,674	13,411	7,871	43,956
Additions	–	3,911	16,200	20,111
Disposals	–	(470)	(7,871)	(8,341)
At 30 June 2015	22,674	16,852	16,200	55,726
DEPRECIATION				
At 1 July 2014	22,674	10,349	7,871	40,894
Charge for the year	–	2,353	–	2,353
On disposals	–	(233)	(7,871)	(8,104)
At 30 June 2015	22,674	12,469	–	35,143
NET BOOK VALUE				
At 30 June 2015	–	4,383	16,200	20,583
At 30 June 2014	–	3,062	–	3,062

Hire purchase agreements

Included within the net book value of £20,583 is £16,200 (2014 - £Nil) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £Nil (2014 - £Nil).

KIDZCARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2015

7. INVESTMENTS

	Group company £
COST	
At 1 July 2014 and 30 June 2015	1,874
AMOUNTS WRITTEN OFF	
At 1 July 2014 and 30 June 2015	(1,874)
NET BOOK VALUE	
At 1 July 2014 and 30 June 2015	—

Subsidiary undertaking

	Country of incorporation	Holding	Proportion of voting rights and shares held	Nature of business
All held by the company:				
Astley Grange Limited	Scotland	Ordinary	100%	Dormant

The net assets of Astley Grange Limited at 30 June 2015 was £nil (2014 - £nil). The profit for the year was £nil (2014 £nil).

Under the provision of section 384 of the Companies Act 2006 the company is exempt from preparing consolidated accounts and has not done so, therefore the accounts show information about the company as an individual entity.

Astley Grange Limited was dissolved on 10 July 2015.

8. DEBTORS

	2015 £	2014 £
Trade debtors	59,543	44,045
Prepayments and accrued income	58,457	51,918
	<u>118,000</u>	<u>95,963</u>

KIDZCARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2015

9. CREDITORS: Amounts falling due within one year

	2015	2014
	£	£
Bank loans and overdrafts	55,174	136,961
Trade creditors	49,690	51,965
Other creditors including taxation and social security:		
Corporation tax	47,637	39,285
PAYE and social security	16,505	18,003
Hire purchase agreements	2,970	—
Other creditors	38,711	24,491
Accruals and deferred income	111,290	72,781
	<u>217,113</u>	<u>154,560</u>
	<u>321,977</u>	<u>343,486</u>

The bank loan is secured by a bond and floating charge over the company's assets, by a guarantee from the director and by a charge over the director's properties.

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2015	2014
	£	£
Bank loans and overdrafts	<u>55,174</u>	<u>136,961</u>

10. CREDITORS: Amounts falling due after more than one year

	2015	2014
	£	£
Bank loans and overdrafts	172,230	—
Hire purchase agreements	11,880	—
	<u>184,110</u>	<u>—</u>

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2015	2014
	£	£
Bank loans and overdrafts	<u>172,230</u>	<u>—</u>

KIDZCARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2015

11. COMMITMENTS UNDER OPERATING LEASES

At 30 June 2015 the company had aggregate annual commitments under non-cancellable operating leases as set out below.

	2015	2014
	£	£
Operating leases which expire:		
Within 1 year	31,639	32,968
Within 2 to 5 years	92,500	3,810
After more than 5 years	7,124	82,500
	<u>131,263</u>	<u>119,278</u>

12. RELATED PARTY TRANSACTIONS

Until 13 November 2014, the company was under the control of F Quin and A Dunn. Since 13 November 2014, the company has been under the control of A Dunn. A Dunn is the sole director and shareholder.

On 14 November 2014, the company entered into an agreement to purchase 500 ordinary shares from F Quin for a consideration of £175,000.

During the year to 30 June 2015, the company purchased catering services of £nil (2014 - £33,711) from Westwood Catering on normal commercial terms. At 30 June 2015, the company was due £nil (30 June 2014 - £2,854) to Westwood Catering. Westwood Catering is a sole trader operated by L Quin, the spouse of F Quin.

13. SHARE CAPITAL

Authorised share capital:

	2015	2014
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2015		2014	
	No	£	No	£
Ordinary shares (2014 - 1,000) of £1 each	<u>500</u>	<u>500</u>	<u>1,000</u>	<u>1,000</u>

KIDZCARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2015

14. OTHER RESERVES

	2015	2014
	£	£
Capital redemption reserve:		
Purchase of own shares	500	—

On 14 November 2014, the company entered into an agreement to purchase 500 ordinary shares of £1 each of its own share capital representing 50% of the called up share capital for a consideration of £175,000 to reduce the called up share capital.

15. PROFIT AND LOSS ACCOUNT

	2015	2014
	£	£
Balance brought forward	414,773	352,890
Profit for the financial year	151,268	114,433
Equity dividends	(20,050)	(52,550)
Purchase of own shares	(175,000)	—
Balance carried forward	370,991	414,773