

ODK Care Hotels Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2020

ODK Care Hotels Ltd

Contents

Company Information	<u>1</u>
Balance Sheet	<u>2</u> to <u>3</u>
Notes to the Unaudited Financial Statements	<u>4</u> to <u>8</u>

ODK Care Hotels Ltd

Company Information

Director	Mr J R Ball
Registered office	Strathmore Lodge 2 Hall Place Gardens St Albans Hertfordshire AL1 3SP
Accountants	Brooks Green Chartered Accountants Abbey House 342 Regents Park Road N3 2LJ

ODK Care Hotels Ltd
(Registration number: 08257603)
Balance Sheet as at 31 March 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	978,989	981,402
Current assets			
Debtors	<u>5</u>	31,268	31,324
Cash at bank and in hand		<u>107,679</u>	<u>75,309</u>
		138,947	106,633
Creditors: Amounts falling due within one year	<u>6</u>	<u>(131,855)</u>	<u>(189,312)</u>
Net current assets/(liabilities)		<u>7,092</u>	<u>(82,679)</u>
Total assets less current liabilities		986,081	898,723
Creditors: Amounts falling due after more than one year	<u>6</u>	<u>(1,135,414)</u>	<u>(1,179,791)</u>
Net liabilities		<u>(149,333)</u>	<u>(281,068)</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>(149,433)</u>	<u>(281,168)</u>
Total equity		<u>(149,333)</u>	<u>(281,068)</u>

For the financial year ending 31 March 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

ODK Care Hotels Ltd
(Registration number: 08257603)
Balance Sheet as at 31 March 2020

Approved and authorised by the director on 28 April 2023

Mr J R Ball

Director

ODK Care Hotels Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

1 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

No depreciation is provided on the company's freehold premises as it is the company's practice to maintain this asset in a continual state of sound repair and to make improvements thereto and accordingly the director consider that the life of this asset is so long and the residual value so high that its depreciation is not significant. The company confirmed that there was no impairment during the year.

Depreciation is provided on other tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Fixtures, fittings and equipment	25% on written down value

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

ODK Care Hotels Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	Equally over 5 years

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the profit and loss account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges. Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

ODK Care Hotels Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

2 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 35 (2019 - 31).

3 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 April 2019	660,000	660,000
At 31 March 2020	660,000	660,000
Amortisation		
At 1 April 2019	660,000	660,000
At 31 March 2020	660,000	660,000
Carrying amount		
At 31 March 2020	-	-

ODK Care Hotels Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Total £
Cost or valuation			
At 1 April 2019	971,749	50,471	1,022,220
At 31 March 2020	971,749	50,471	1,022,220
Depreciation			
At 1 April 2019	-	40,818	40,818
Charge for the year	-	2,413	2,413
At 31 March 2020	-	43,231	43,231
Carrying amount			
At 31 March 2020	971,749	7,240	978,989
At 31 March 2019	971,749	9,653	981,402

Included within the net book value of land and buildings above is £971,749 (2019 - £971,749) in respect of freehold land and buildings.

5 Debtors

	2020 £	2019 £
Current		
Trade debtors	25,372	25,995
Other debtors	5,896	5,329
	31,268	31,324

ODK Care Hotels Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

6 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Due within one year			
Bank loans and overdrafts	8	45,978	49,086
Directors current account		45,262	81,352
Taxation and social security		5,907	24,953
Other creditors		34,708	33,921
		<u>131,855</u>	<u>189,312</u>

Due after one year

Loans and borrowings	8	<u>1,135,414</u>	<u>1,179,791</u>
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Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings	8	<u>1,135,414</u>	<u>1,179,791</u>

7 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary of £1 each	100	100	100	100
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

8 Loans and borrowings

	2020 £	2019 £
Non-current loans and borrowings		
Bank borrowings	<u>1,135,414</u>	<u>1,179,791</u>

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.