

THE HEARING CLINIC (UK) LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST JULY 2023

russell + russell
Chartered Certified Accountants
4 Royal Crescent
Glasgow
G3 7SL

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FOR THE YEAR ENDED 31ST JULY 2023**

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THE HEARING CLINIC (UK) LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31ST JULY 2023**

DIRECTORS:

M Stone
C Stone
D Tannahill
S G Fleming

SECRETARY:

M Stone

REGISTERED OFFICE:

4 Royal Crescent
Glasgow
G3 7SL

BUSINESS ADDRESS:

1st Floor East
24 St Vincent Place
Glasgow
Glasgow
G1 2EU

REGISTERED NUMBER:

SC429276 (Scotland)

ACCOUNTANTS:

russell + russell
Chartered Certified Accountants
4 Royal Crescent
Glasgow
G3 7SL

**CHARTERED CERTIFIED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
THE HEARING CLINIC (UK) LIMITED**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of The Hearing Clinic (UK) Limited for the year ended 31st July 2023 which comprise the Income Statement, Balance Sheet, Statement of Changes in Equity 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 Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/rulebook>.

This report is made solely to the Board of Directors of The Hearing Clinic (UK) 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 The Hearing Clinic (UK) Limited and state those matters that we have agreed to state to the Board of Directors of The Hearing Clinic (UK) Limited, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at <http://www.accaglobal.com/factsheet163>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that The Hearing Clinic (UK) 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 The Hearing Clinic (UK) Limited. You consider that The Hearing Clinic (UK) 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 The Hearing Clinic (UK) 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.

russell + russell
Chartered Certified Accountants
4 Royal Crescent
Glasgow
G3 7SL

29th April 2024

THE HEARING CLINIC (UK) LIMITED (REGISTERED NUMBER: SC429276)

BALANCE SHEET
31ST JULY 2023

	Notes	31.7.23 £	£	31.7.22 £	£
FIXED ASSETS					
Intangible assets	4		125,702		147,723
Tangible assets	5		<u>186,566</u>		<u>159,470</u>
			312,268		307,193
CURRENT ASSETS					
Stocks		63,453		55,694	
Debtors	6	293,018		318,923	
Cash at bank and in hand		<u>80,411</u>		<u>243,571</u>	
		436,882		618,188	
CREDITORS					
Amounts falling due within one year	7	<u>583,725</u>		<u>504,777</u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(146,843)</u>		<u>113,411</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			165,425		420,604
CREDITORS					
Amounts falling due after more than one year	8		(4,271)		(55,707)
PROVISIONS FOR LIABILITIES			<u>(34,992)</u>		<u>(23,910)</u>
NET ASSETS			<u>126,162</u>		<u>340,987</u>
CAPITAL AND RESERVES					
Called up share capital	10		109		109
Retained earnings			<u>126,053</u>		<u>340,878</u>
			<u>126,162</u>		<u>340,987</u>

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31st July 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.

BALANCE SHEET - continued
31ST JULY 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 29th April 2024 and were signed on its behalf by:

M Stone - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST JULY 2023**

1. STATUTORY INFORMATION

The Hearing Clinic (UK) Limited is a private company, limited by shares, registered in Scotland. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

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.

Going concern basis

The financial statements have been prepared on the going concern basis. The directors believe that the company has adequate resources and support to continue to operate for the foreseeable future.

Turnover

The turnover shown in the profit and loss account represents the sales value of hearing aids and related services provided during the year, exclusive of Value Added Tax.

Goodwill

Goodwill arising on the acquisition of businesses, representing any excess of the fair value of the consideration given over the fair value of the identifiable assets and liabilities acquired, is capitalised and written off on a straight line basis over its useful economic life of 10 years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Software development are being amortised evenly over their estimated useful life of five years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life

Leasehold improvements	- 10% straight line
Plant and machinery	- 20 - 25% straight line
Fixtures and fittings	- 20 - 25% straight line
Website development	- 20% straight line
Computer equipment	- 25% straight line

Stocks

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

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST JULY 2023

2. ACCOUNTING POLICIES - continued

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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 32 (2022 - 27) .

4. INTANGIBLE FIXED ASSETS

	Goodwill £	Software development £	Totals £
COST			
At 1st August 2022 and 31st July 2023	<u>140,209</u>	<u>40,000</u>	<u>180,209</u>
AMORTISATION			
At 1st August 2022	28,042	4,444	32,486
Amortisation for year	<u>14,021</u>	<u>8,000</u>	<u>22,021</u>
At 31st July 2023	<u>42,063</u>	<u>12,444</u>	<u>54,507</u>
NET BOOK VALUE			
At 31st July 2023	<u>98,146</u>	<u>27,556</u>	<u>125,702</u>
At 31st July 2022	<u>112,167</u>	<u>35,556</u>	<u>147,723</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST JULY 2023

5. TANGIBLE FIXED ASSETS

	Leasehold improvements £	Plant and machinery £	Fixtures and fittings £
COST			
At 1st August 2022	61,632	168,056	17,229
Additions	18,240	40,521	1,176
At 31st July 2023	79,872	208,577	18,405
DEPRECIATION			
At 1st August 2022	22,859	78,287	12,694
Charge for year	6,924	39,524	1,509
At 31st July 2023	29,783	117,811	14,203
NET BOOK VALUE			
At 31st July 2023	50,089	90,766	4,202
At 31st July 2022	38,773	89,769	4,535
	Website development £	Computer equipment £	Totals £
COST			
At 1st August 2022	15,323	50,655	312,895
Additions	22,542	8,250	90,729
At 31st July 2023	37,865	58,905	403,624
DEPRECIATION			
At 1st August 2022	14,657	24,928	153,425
Charge for year	4,611	11,065	63,633
At 31st July 2023	19,268	35,993	217,058
NET BOOK VALUE			
At 31st July 2023	18,597	22,912	186,566
At 31st July 2022	666	25,727	159,470

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.7.23 £	31.7.22 £
Trade debtors	169,962	167,437
Other debtors	123,056	151,486
	293,018	318,923

Other debtors includes tax chargeable under s.455 CTA 2010 of £5,699 (2022:£5,699) this amount is now recoverable as the amounts owed by M. Stone and C. Stone have been repaid.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST JULY 2023

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.7.23	31.7.22
	£	£
Trade creditors	285,225	274,004
Taxation and social security	164,065	51,182
Other creditors	134,435	179,591
	<u>583,725</u>	<u>504,777</u>

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

	31.7.23	31.7.22
	£	£
Other creditors	<u>4,271</u>	<u>55,707</u>

9. DEFERRED GOVERNMENT GRANTS

			31.7.23	31.7.22
			£	£
Received and receivable				
At 1st August 2022			19,938	-
Receivable during year	-	19,938		
At 31st July 2023	19,938	19,938		
Amortisation				
At 1st August 2022			3,011	-
Credit to profit and loss account			6,328	3,011
At 31st July 2023			<u>9,339</u>	<u>3,011</u>
Balance				
At 31st July 2023			<u>10,599</u>	<u>16,927</u>

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid

Number:	Class:	Nominal value:	31.07.22	31.07.21
			£	£
700	A Ordinary	£0.10	70.00	78.70
100	B Ordinary	£0.10	10.00	10.00
100	C Ordinary	£0.10	10.00	10.00
50	D Ordinary	£0.10	5.00	5.00
50	E Ordinary	£0.10	5.00	5.00
44	F Ordinary	£0.10	4.40	0
43	G Ordinary	£0.10	4.30	0
			<u>108.70</u>	<u>108.70</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST JULY 2023

11. OTHER FINANCIAL COMMITMENTS

The company has future operating lease commitments of £404,123 (2022:£530,832).

12. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits directors subsisted during the years ended 31st July 2023 and 31st July 2022:

	31.7.23 £	31.7.22 £
M Stone		
Balance outstanding at start of year	22,443	8,893
Amounts advanced	-	14,484
Amounts repaid	(30,876)	(934)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>(8,433)</u>	<u>22,443</u>
C Stone		
Balance outstanding at start of year	392	9,493
Amounts advanced	26,153	8,253
Amounts repaid	(27,145)	(17,354)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>(600)</u>	<u>392</u>

The balances above bear no interest and have no fixed repayment terms.

13. RELATED PARTY DISCLOSURES

Included within other debtors is £40,000 (2022: £45,000) owed from Stone Capital Investments Limited, of which both M Stone and C Stone are directors. This amount bears no interest and has no fixed repayment terms.

14. ULTIMATE CONTROLLING PARTY

There is no ultimate controlling party.

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.