

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020
FOR
EDINBURGH DAY NURSERIES LTD.**

CONTENTS OF THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2020

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

EDINBURGH DAY NURSERIES LTD.

COMPANY INFORMATION
for the Year Ended 31 March 2020

DIRECTORS:

Mrs G T Flanagan
C Flanagan

REGISTERED OFFICE:

5 Main Street
Balerno
Midlothian
EH14 7EQ

REGISTERED NUMBER:

SC522766 (Scotland)

EDINBURGH DAY NURSERIES LTD. (REGISTERED NUMBER: SC522766)**BALANCE SHEET****31 March 2020**

	Notes	31.3.20 £	£	31.3.19 £	£
FIXED ASSETS					
Investments	4		565,601		565,601
CURRENT ASSETS					
Debtors	5	127,726		321,106	
Cash at bank		<u>152,601</u>		<u>-</u>	
		280,327		321,106	
CREDITORS					
Amounts falling due within one year	6	<u>276,647</u>		<u>303,909</u>	
NET CURRENT ASSETS			<u>3,680</u>		<u>17,197</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			569,281		582,798
CREDITORS					
Amounts falling due after more than one year	7		<u>515,400</u>		<u>543,176</u>
NET ASSETS			<u>53,881</u>		<u>39,622</u>
CAPITAL AND RESERVES					
Called up share capital	9		100		100
Retained earnings			<u>53,781</u>		<u>39,522</u>
SHAREHOLDERS' FUNDS			<u>53,881</u>		<u>39,622</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2020 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 2020

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 25 March 2021 and were signed on its behalf by:

Mrs G T Flanagan - Director

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2020

1. STATUTORY INFORMATION

Edinburgh Day Nurseries Ltd. 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

The group companies have reported a profit for the year with another profitable year ahead anticipated. However, in light of events surrounding Covid-19 and in common with most other small companies in the UK, it is difficult to predict what impact this may have on the economy as a whole and the company's business in particular. Although it is not possible to reliably estimate the length of the outbreak, at the date of signing these financial statement, the group companies have net current assets and continue to trade. The directors are actively managing the group on a day to day basis taking account of all changes in market conditions and government support and interventions. While the directors are confident that the group companies will not be significantly impacted by the pandemic, they have considered the impact of a potential reduction in income and cost cutting and cash preserving measures have been adopted to minimise the impact of any downturn in business during this period. The current financial position of the group companies together with prudent management and ongoing government support will ensure that the group companies will continue in operational existence for the foreseeable future and they therefore continue to adopt the going concern basis of accounting in preparing the financial statements.

Preparation of consolidated financial statements

The financial statements contain information about Edinburgh Day Nurseries Ltd. as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Investments in subsidiaries

Investment in unlisted subsidiary undertakings is recognised at cost less impairment, if any.

Basic financial instruments

Short term debtors are measured at transaction price less any impairment losses for bad or doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Short term creditors are measured at transaction price. Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 2 (2019 - 2) .

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2020

4. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 April 2019 and 31 March 2020	<u>565,601</u>
NET BOOK VALUE	
At 31 March 2020	<u>565,601</u>
At 31 March 2019	<u>565,601</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.20	31.3.19
	£	£
Amounts owed by group undertakings	118,473	302,018
Other debtors	<u>9,253</u>	<u>19,088</u>
	<u>127,726</u>	<u>321,106</u>

The inter company loan balance is being repaid by the subsidiary companies on a monthly basis of £5,782 (2019 - £5,782) together with additional repayments as circumstances permit in order to meet the holding company's bank loan repayment schedule. There are no formal terms for repayment of the inter company loans which bear interest at 3% over base rate. Although there is no intention to seek full repayment in the short term, the loan balance is treated as a current asset.

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.20	31.3.19
	£	£
Bank loans and overdrafts	28,160	53,900
Other creditors	<u>248,487</u>	<u>250,009</u>
	<u>276,647</u>	<u>303,909</u>

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

	31.3.20	31.3.19
	£	£
Bank loans	<u>515,400</u>	<u>543,176</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>279,210</u>	<u>312,376</u>

The bank loan is repayable by monthly payments of £5,623 (2019 - £5,782) over the remaining term (at 31 March 2020) of 9 years and 4 months (having opted to repay interest only for six months after the year end), the loan bearing interest at 2% over base rate.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2020

8. SECURED DEBTS

The following secured debts are included within creditors:

	31.3.20	31.3.19
	£	£
Bank loans	<u>543,560</u>	<u>597,076</u>

The company's bankers hold a floating charge over the net assets of the company and ultimately the group. The net group indebtedness to the company's bankers at the year end date was £520,631 (2019 - £556,273).

9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.3.20	31.3.19
			£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

10. RELATED PARTY DISCLOSURES

During the year, total dividends of £75,000 (2019 - £58,000) were paid to the directors .

Included within debtors are loans to the subsidiary companies, the balance at the year end being £118,473 (2019 - £302,018). The loan balance is subject to interest at 3% over bank base rate and is being repaid on a monthly basis with repayments of £5,782 (2019 - £5,782) together with additional repayments as circumstances permit. There are no formal terms for repayment and the balance is treated as a current asset.

Included within creditors is a loan from the directors, the balance at the year end being £247,072 (2019 - £219,026). The loan balance is interest free and without formal terms for repayment. Although the directors have no intention to seek repayment in the short term, the loan balance is treated as a current liability.

11. POST BALANCE SHEET EVENTS

As noted in the accounting policies, the company and its subsidiaries have been facing significant issues in respect of the Covid-19 pandemic. This is an ongoing situation and the company and its subsidiaries have adopted strategies to manage the ever changing situation as effectively as possible.

The directors are satisfied that the above subsequent event does not affect the company's and group's ability to continue as a going concern and that this basis is appropriate for the preparation of the financial statements.

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.