

# Wiggly Worms Children's Day Nursery Ltd

Unaudited Filleted Financial Statements  
for the Year Ended 31 March 2023

# **Wiggly Worms Children's Day Nursery Ltd**

## **Contents**

Company Information	<u>1</u>
Accountants' Report	<u>2</u>
Balance Sheet	<u>3</u>
Notes to the Unaudited Financial Statements	<u>4 to 11</u>

# **Wiggly Worms Children's Day Nursery Ltd**

## **Company Information**

<b>Director</b>	Mrs Kim McIntosh
<b>Registered office</b>	Wiggly Worms Children's Day Nursery Mansfield Road Hawick TD9 8AB
<b>Accountants</b>	Deans Accountants And Business Advisors Ltd 27 North Bridge Street Hawick Scottish Borders TD9 9BD

# DEANS

## Chartered Accountants

### **Chartered Accountants' Report to the Director on the Preparation of the Unaudited Statutory Accounts of Wiggly Worms Children's Day Nursery Ltd for the Year Ended 31 March 2023**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Wiggly Worms Children's Day Nursery Ltd for the year ended 31 March 2023 as set out on pages 3 to 11 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 of Scotland (ICAS), we are subject to its ethical and other professional requirements which are detailed at <http://www.icas.com/ethics/icas-code-of-ethics>.

This report is made solely to the Board of Directors of Wiggly Worms Children's Day Nursery Ltd, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Wiggly Worms Children's Day Nursery Ltd and state those matters that we have agreed to state to the Board of Directors of Wiggly Worms Children's Day Nursery Ltd, as a body, in this report in accordance with ICAS guidance ([www.icas.com/accountsprep/guidance](http://www.icas.com/accountsprep/guidance)). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Wiggly Worms Children's Day Nursery Ltd and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Wiggly Worms Children's Day Nursery Ltd has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Wiggly Worms Children's Day Nursery Ltd. You consider that Wiggly Worms Children's Day Nursery Ltd 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 accounts of Wiggly Worms Children's Day Nursery Ltd. 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 accounts.

.....  
Deans Accountants And Business Advisors Ltd  
27 North Bridge Street  
Hawick  
Scottish Borders  
TD9 9BD

19 December 2023

**Wiggly Worms Children's Day Nursery Ltd**

**(Registration number: SC543839)**

**Balance Sheet as at 31 March 2023**

	<b>Note</b>	<b>2023 £</b>	<b>2022 £</b>
<b>Fixed assets</b>			
Tangible assets	<u>6</u>	60,836	35,710
<b>Current assets</b>			
Debtors	<u>7</u>	6,069	28,810
Cash at bank and in hand		<u>87,304</u>	<u>68,760</u>
		93,373	97,570
<b>Creditors: Amounts falling due within one year</b>	<u>8</u>	<u>(46,682)</u>	<u>(29,464)</u>
<b>Net current assets</b>		<u>46,691</u>	<u>68,106</u>
<b>Total assets less current liabilities</b>		107,527	103,816
<b>Creditors: Amounts falling due after more than one year</b>	<u>8</u>	(20,250)	(29,250)
<b>Provisions for liabilities</b>		<u>(6,219)</u>	<u>(1,164)</u>
<b>Net assets</b>		<u>81,058</u>	<u>73,402</u>
<b>Capital and reserves</b>			
Called up share capital	<u>9</u>	1	1
Retained earnings		<u>81,057</u>	<u>73,401</u>
Shareholders' funds		<u>81,058</u>	<u>73,402</u>

For the financial year ending 31 March 2023 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 her responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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. As permitted by section 444 (5A) of the Companies Act 2006, the director has not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the director on 19 December 2023

.....

Mrs Kim McIntosh

Director

# **Wiggly Worms Children's Day Nursery Ltd**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 March 2023**

### **1 General information**

The company is a private company limited by share capital, incorporated in Scotland.

The address of its registered office is:  
Wiggly Worms Children's Day Nursery  
Mansfield Road  
Hawick  
TD9 8AB  
Scotland

The principal place of business is:  
Wiggly Worms Children's Day Nursery  
Mansfield Road  
Hawick  
TD9 8AB  
Scotland

These financial statements were authorised for issue by the director on 19 December 2023.

### **2 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 smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

#### **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.

The company is not directly impacted by Brexit.

The company has suffered financially from the pandemic. Where appropriate, government support in the forms of grants and loans were used to mitigate the impact of lockdowns etc. The directors will continue to assess the impact of the pandemic and make decisions accordingly.

The financial statements are presented in Sterling (£) and rounded to the nearest £0.

#### **Going concern**

The financial statements have been prepared on a going concern basis.

## Wiggly Worms Children's Day Nursery Ltd

### Notes to the Unaudited Financial Statements for the Year Ended 31 March 2023

#### Judgements

Preparation of the financial statements requires management to make significant judgements and estimates. The items in the financial statements where these judgements and estimates have been made included:

Useful economic lives of tangible assets – the annual depreciation charge for tangible assets is sensitive to change in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on economic utilisation, and the physical condition of the assets.

#### Revenue recognition

Turnover represents amounts chargeable in respect of the fees charged to customers and fee income received from Scottish Borders Council.

#### Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

#### 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

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Property	4% straight line
Fixtures and fittings	15% reducing balance
Equipment	20% reducing balance

#### 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.

#### 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	straight line over 5 years

## **Wiggly Worms Children's Day Nursery Ltd**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 March 2023**

#### **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.

#### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.



## **Wiggly Worms Children's Day Nursery Ltd**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 March 2023**

#### **Financial instruments**

##### ***Classification***

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as 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.

##### ***Recognition and measurement***

Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as an interest expense in the profit and loss account.

##### ***Impairment***

At the end of each reporting period financial instruments measured at fair value are assessed for objective evidence of impairment. The impairment loss is recognised in the profit and loss account.

#### **3 Staff numbers**

The average number of persons employed by the company (including the director) during the year, was 11 (2022 - 12).

# Wiggly Worms Children's Day Nursery Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 31 March 2023

### 4 Profit before tax

Arrived at after charging/(crediting)

	2023 £	2022 £
Depreciation expense	8,124	2,823
Amortisation expense	-	5,000

### 5 Intangible assets

	Goodwill £	Total £
<b>Cost or valuation</b>		
At 1 April 2022	25,000	25,000
At 31 March 2023	25,000	25,000
<b>Amortisation</b>		
At 1 April 2022	25,000	25,000
At 31 March 2023	25,000	25,000
<b>Carrying amount</b>		
At 31 March 2023	-	-

**Wiggly Worms Children's Day Nursery Ltd**

**Notes to the Unaudited Financial Statements for the Year Ended 31 March 2023**

**6 Tangible assets**

	Property £	Fixtures and fittings £	Motor vehicles £	Equipment £	Total £
<b>Cost or valuation</b>					
At 1 April 2022	36,980	5,260	-	10,437	52,677
Additions	-	-	33,250	-	33,250
At 31 March 2023	36,980	5,260	33,250	10,437	85,927
<b>Depreciation</b>					
At 1 April 2022	7,395	2,815	-	6,757	16,967
Charge for the year	1,479	367	5,542	736	8,124
At 31 March 2023	8,874	3,182	5,542	7,493	25,091
<b>Carrying amount</b>					
At 31 March 2023	28,106	2,078	27,708	2,944	60,836
At 31 March 2022	29,585	2,445	-	3,680	35,710

**Wiggly Worms Children's Day Nursery Ltd**

**Notes to the Unaudited Financial Statements for the Year Ended 31 March 2023**

**7 Debtors**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Trade debtors	5,788	-
Prepayments	-	2,104
Other debtors	281	26,706
	<u>6,069</u>	<u>28,810</u>

# Wiggly Worms Children's Day Nursery Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 31 March 2023

### 8 Creditors

#### Creditors: amounts falling due within one year

	Note	2023 £	2022 £
<b>Due within one year</b>			
Loans and borrowings	<u>10</u>	9,000	9,000
Taxation and social security		3,779	10,200
Accruals and deferred income		1,078	1,011
Other creditors		32,825	9,253
		<u>46,682</u>	<u>29,464</u>

#### Creditors: amounts falling due after more than one year

	Note	2023 £	2022 £
<b>Due after one year</b>			
Loans and borrowings	<u>10</u>	<u>20,250</u>	<u>29,250</u>

### 9 Share capital

#### Allotted, called up and fully paid shares

	No.	2023 £	No.	2022 £
Ordinary shares of £1 each	1	1	1	1

### 10 Loans and borrowings

	2023 £	2022 £
<b>Non-current loans and borrowings</b>		
Bank borrowings	<u>20,250</u>	<u>29,250</u>

	2023 £	2022 £
<b>Current loans and borrowings</b>		
Bank borrowings	<u>9,000</u>	<u>9,000</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.