

REPORT OF THE DIRECTORS AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2017
FOR
SUTHERLAND HEALTH LIMITED

SUTHERLAND HEALTH LIMITED

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for the year ended 30 SEPTEMBER 2017

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SUTHERLAND HEALTH LIMITED

COMPANY INFORMATION
for the year ended 30 SEPTEMBER 2017

DIRECTORS: G.M. Sutherland
S.J. Coke
Ms S Sukumaran

SECRETARY: Mr. S.J. Coke

REGISTERED OFFICE: Unit 1
Rivermead
Pipers Way
Thatcham
Berks
RG19 4EP

REGISTERED NUMBER: 02580469 (England and Wales)

ACCOUNTANTS: C B Heslop & Company Limited
Chartered Accountants
1 High Street
Thatcham
Berks
RG19 3JG

SUTHERLAND HEALTH LIMITED

REPORT OF THE DIRECTORS
for the year ended 30 SEPTEMBER 2017

The directors present their report with the financial statements of the company for the year ended 30 September 2017.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 October 2016 to the date of this report.

G.M. Sutherland
S.J. Coke
Ms S Sukumaran

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

G.M. Sutherland - Director

19 June 2018

SUTHERLAND HEALTH LIMITED

INCOME STATEMENT
for the year ended 30 SEPTEMBER 2017

	Notes	Year Ended 30.9.17		Period 1.4.15 to 30.9.16	
		£	£	£	£
TURNOVER			481,257		636,706
Cost of sales			221,341		425,214
			<u> </u>		<u> </u>
GROSS PROFIT			259,916		211,492
Distribution costs		37,085		48,490	
Administrative expenses		<u>237,300</u>		<u>276,731</u>	
			<u>274,385</u>		<u>325,221</u>
OPERATING LOSS	4		(14,469)		(113,729)
Interest payable and similar expenses			<u>3,622</u>		<u>-</u>
LOSS BEFORE TAXATION			(18,091)		(113,729)
Tax on loss			<u>-</u>		<u>-</u>
LOSS FOR THE FINANCIAL YEAR			<u><u>(18,091)</u></u>		<u><u>(113,729)</u></u>

The notes form part of these financial statements

SUTHERLAND HEALTH LIMITED (REGISTERED NUMBER: 02580469)

BALANCE SHEET
30 SEPTEMBER 2017

	Notes	30.9.17 £	£	30.9.16 £	£
FIXED ASSETS					
Intangible assets	6		68,388		40,133
Tangible assets	7		2,371		2,580
Investments	8		1,000		1,000
			<u>71,759</u>		<u>43,713</u>
CURRENT ASSETS					
Stocks		126,405		83,091	
Debtors	9	126,392		120,305	
Cash at bank		14,398		51,972	
		<u>267,195</u>		<u>255,368</u>	
CREDITORS					
Amounts falling due within one year	10	170,021		200,867	
NET CURRENT ASSETS			<u>97,174</u>		<u>54,501</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			168,933		98,214
CREDITORS					
Amounts falling due after more than one year	11		146,123		57,313
NET ASSETS			<u>22,810</u>		<u>40,901</u>
CAPITAL AND RESERVES					
Called up share capital	13		100		100
Retained earnings	14		22,710		40,801
SHAREHOLDERS' FUNDS			<u>22,810</u>		<u>40,901</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- 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

SUTHERLAND HEALTH LIMITED (REGISTERED NUMBER: 02580469)

BALANCE SHEET - continued
30 SEPTEMBER 2017

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 19 June 2018 and were signed on its behalf by:

G.M. Sutherland - Director

The notes form part of these financial statements

SUTHERLAND HEALTH LIMITED

NOTES TO THE FINANCIAL STATEMENTS **for the year ended 30 SEPTEMBER 2017**

1. STATUTORY INFORMATION

Sutherland Health Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

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.

Patents and licences are being amortised evenly over their estimated useful life of ten years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- 20% on cost
Plant and machinery	- 20% on reducing balance
Office equipment	- 33% on cost

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Stocks

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

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.

SUTHERLAND HEALTH LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 SEPTEMBER 2017

2. **ACCOUNTING POLICIES - continued**

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 4.

4. **OPERATING LOSS**

The operating loss is stated after charging:

	Year Ended 30.9.17 £	Period 1.4.15 to 30.9.16 £
Depreciation - owned assets	684	67
Patents and licences amortisation	11,220	-
	<u> </u>	<u> </u>

5. **EXCEPTIONAL ITEMS**

	Year Ended 30.9.17 £	Period 1.4.15 to 30.9.16 £
Exceptional items	-	(25,449)
	<u> </u>	<u> </u>

6. **INTANGIBLE FIXED ASSETS**

	Other intangible assets £
COST	
At 1 October 2016	72,729
Additions	39,475
	<u> </u>
At 30 September 2017	112,204
AMORTISATION	
At 1 October 2016	32,596
Charge for year	11,220
	<u> </u>
At 30 September 2017	43,816
NET BOOK VALUE	
At 30 September 2017	<u>68,388</u>
At 30 September 2016	<u>40,133</u>

SUTHERLAND HEALTH LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 SEPTEMBER 2017

7. TANGIBLE FIXED ASSETS

	Short leasehold £	Plant and machinery £	Office equipment £	Totals £
COST				
At 1 October 2016	1,774	1,975	131	3,880
Additions	291	-	184	475
	<u>2,065</u>	<u>1,975</u>	<u>315</u>	<u>4,355</u>
At 30 September 2017	2,065	1,975	315	4,355
DEPRECIATION				
At 1 October 2016	-	1,300	-	1,300
Charge for year	413	168	103	684
	<u>413</u>	<u>1,468</u>	<u>103</u>	<u>1,984</u>
At 30 September 2017	413	1,468	103	1,984
NET BOOK VALUE				
At 30 September 2017	<u>1,652</u>	<u>507</u>	<u>212</u>	<u>2,371</u>
At 30 September 2016	<u>1,774</u>	<u>675</u>	<u>131</u>	<u>2,580</u>

8. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 October 2016 and 30 September 2017	<u>1,000</u>
NET BOOK VALUE	
At 30 September 2017	<u>1,000</u>
At 30 September 2016	<u>1,000</u>

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.9.17 £	30.9.16 £
Trade debtors	88,757	93,331
Other debtors	37,635	26,974
	<u>126,392</u>	<u>120,305</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.9.17 £	30.9.16 £
Trade creditors	89,184	63,520
Taxation and social security	(1,357)	5,872
Other creditors	82,194	131,475
	<u>170,021</u>	<u>200,867</u>

SUTHERLAND HEALTH LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 SEPTEMBER 2017

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

	30.9.17	30.9.16
	£	£
Other creditors	<u>146,123</u>	<u>57,313</u>

12. SECURED DEBTS

Other creditors includes an amount of £63,672 (2016: £57,748) owed under an invoice financing facility, which is secured by a fixed charge over the book debts and a floating charge over other assets of the company.

Other creditors includes £32,622 (2016: £nil) lent to the company by G M Sutherland and S Sukumaran secured by way of a debenture dated 24th October 2016.

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	30.9.17	30.9.16
			£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

14. RESERVES

	Retained earnings £
At 1 October 2016	40,801
Deficit for the year	<u>(18,091)</u>
At 30 September 2017	<u>22,710</u>

15. RELATED PARTY DISCLOSURES

Other creditors includes sums owed to G M Sutherland and S Sukumaran totalling £115,072 (2016: £112,328) which are interest bearing and repayable by instalments.

16. ULTIMATE CONTROLLING PARTY

The company is a wholly owned subsidiary of Sutherland Health Group Limited, a company registered in England & Wales.

SUTHERLAND HEALTH LIMITED

REPORT OF THE ACCOUNTANTS TO THE DIRECTORS OF
SUTHERLAND HEALTH LIMITED

As described on the Balance Sheet you are responsible for the preparation of the financial statements for the year ended 30 September 2017 set out on pages three to nine and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

C B Heslop & Company Limited
Chartered Accountants
1 High Street
Thatcham
Berks
RG19 3JG

Date:

SUTHERLAND HEALTH LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT
for the year ended 30 SEPTEMBER 2017

	Year Ended 30.9.17		Period 1.4.15 to 30.9.16	
	£	£	£	£
Sales		481,257		636,706
Cost of sales				
Purchases		221,341		425,214
GROSS PROFIT		259,916		211,492
Distribution costs				
Packaging	3,950		3,449	
Carriage	30,461		38,991	
Storage	2,674		6,050	
		37,085		48,490
		222,831		163,002
Establishment costs				
Rent & rates	29,040		-	
Rates and water	9,448		-	
Insurance	4,964		-	
Light and heat	2,030		-	
		45,482		-
		177,349		163,002
Administrative expenses				
Directors' salaries	48,000		57,800	
Directors' social security	2,193		3,947	
Directors' pensions paid	8,600		12,150	
Salaries	51,617		45,907	
Social security	1,593		1,339	
Telephone	2,644		2,292	
Post and stationery	8,871		294	
Advertising	9,589		4,218	
Travelling	2,726		-	
Motor expenses	2,182		-	
Repairs and renewals	1,720		1,547	
Website Costs	980		-	
Computer costs	7,281		-	
Sundry expenses	505		385	
Accountancy	1,438		5,036	
Subscriptions	1,790		-	
Professional fees	19,689		97,180	
Foreign exchange losses	597		(40)	
Exceptional items	-		25,449	
		172,015		257,504
Carried forward		5,334		(94,502)

This page does not form part of the statutory financial statements

SUTHERLAND HEALTH LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT
for the year ended 30 SEPTEMBER 2017

	Year Ended 30.9.17		Period 1.4.15 to 30.9.16	
	£	£	£	£
Brought forward		5,334		(94,502)
Admin extra 1				
P.R. Literature	195		-	
Bad debts	324		-	
Promotions and exhibitions	69		10,339	
Market Research & Development	115		1,945	
	<u> </u>	703	<u> </u>	12,284
		4,631		(106,786)
Finance costs				
Bank charges	1,608		394	
Factoring charges	5,588		6,482	
	<u> </u>	7,196	<u> </u>	6,876
		(2,565)		(113,662)
Depreciation				
Patents and licences	11,220		-	
Short leasehold	413		-	
Plant and machinery	168		67	
Computer equipment	103		-	
	<u> </u>	11,904	<u> </u>	67
		(14,469)		(113,729)
Finance costs				
Loan		3,622		-
NET LOSS		<u> </u>		<u> </u>
		(18,091)		(113,729)

This page does not form part of the statutory financial statements