

Company registration number: 01851273

ANNUAL REPORT AND FINANCIAL
STATEMENTS

FOR THE YEAR ENDED
30 SEPTEMBER 2022

FOREST CARE LIMITED

MENZIES
BRIGHTER THINKING

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FOREST CARE LIMITED

COMPANY INFORMATION

Directors	F J Fogarty M Vickery M J Fogarty
Registered number	01851273
Registered office	1 Alpha Road North Lane Aldershot Hampshire GU12 4RG
Independent auditors	Menzies LLP Chartered Accountants & Statutory Auditor Victoria House 50-58 Victoria Road Farnborough Hampshire GU14 7PG

FOREST CARE LIMITED

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FOREST CARE LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2022

Introduction

The directors present their Strategic Report for the year ended 30 September 2022.

Principal activities

The principal activity of the Company is that of the operation and management of nursing homes and care homes.

Forest Care operates and manages four nursing and care homes providing facilities and support for the elderly with a significant number of private pay residents.

The Company's strategy is one of continued growth through the extension of existing facilities and the development of additional nursing and care homes.

Business review

In spite of the financial effects of the restrictions caused by Covid 19 and the resulting effects on occupancy levels, the statement of income and retained earnings shows a profit before tax of £3,671,644 against £2,742,454 the previous year.

All of the company's four operational homes were built by Cove Construction Limited, another member of the group, and thus the company's results are not affected by rental charges.

Key performance indicators

The key performance indicators that the Company uses to monitor its progress against its objectives are:

- The quality of care and the health and wellbeing of residents
- EBITDA which during the year increased from £3,540k to £4,282k
- Occupancy rates and fee levels
- Staff and agency costs

Financial risk management

The Company has a well established process for identifying business risks, evaluating controls and establishing and executing action plans.

Price risk

The Company is exposed to price risk due to normal inflationary increases in the price of the goods and services it purchases.

Credit risk

The Company has implemented policies that require appropriate credit checks on potential customers before sales are made.

Liquidity risk

The Company, through its parent company, actively maintains a mixture of long term and short term debt finance that is designed to ensure the Company has sufficient available funds for operations and planned expansions.

Interest rate risk

The Company has both interest bearing assets and liabilities all of which are denominated in sterling and which are liable to interest at variable rates. The directors will revisit the appropriateness of this policy should the Company's operations change in size or nature.

FOREST CARE LIMITED

STRATEGIC REPORT (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

Principal risks and uncertainties

Legislative risk

The Company is subject to licensing and inspection from the Care Quality Commission. It is anticipated that there will be increasing legislation and regulation in the future and as a result the potential for increases in staff costs driven by employment legislation.

Development risk

The development of further nursing homes is dependent on receiving the appropriate planning approvals and consents and on compliance with regulation. Detailed risk assessments are performed prior to the acquisition of any site or a development.

Future Developments

Covid 19 and its financial effect on the Company has been a serious matter. Our primary concern has been, and continues to be, the safety of the residents and our staff. The group has substantial financial reserves to draw on should the need arise.

Subject to that, the outlook for the Company is encouraging and the directors are confident that the level of profits seen in 2021/22 will be maintained in the next few years.

The company is currently constructing a fifth care home which is due to be completed by financial year 2023/24.

Employee involvement

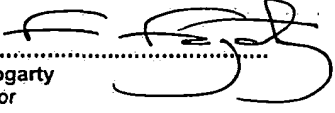
The Company regularly provides employees with information of concern to them and consults with them on matters that are likely to affect their interests. The Company also ensures that there is a common awareness on the part of all employees regarding the financial and economic factors affecting the performance of the Company.

The Company's policy in respect of the employment of disabled persons as it has been applied during the financial year was:

- to give full and fair consideration to applications for employment made by disabled persons, having regard to their particular aptitudes and abilities; and
- to continue the employment of, and arrange appropriate training for, employees who became disabled persons during the period when they were employed by the Company; and
- otherwise to the training, career development and promotion of disabled persons employed by the Company.

The Company continually monitors its staffing policies.

This report was approved by the board and signed on its behalf by:


.....
F J Fogarty
Director

Date:

13/6/23

FOREST CARE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2022

The Directors present their report and the financial statements for the year ended 30 September 2022.

Directors' responsibilities statement

The Directors are responsible for preparing the Strategic Report, the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies for the Company's financial statements and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Results and dividends

The profit for the year, after taxation, amounted to £2,934,619 (2021 - £2,018,406).

The directors recommend payment of a dividend of £2,500,000 (2021 - £5,000,000).

Directors

The Directors who served during the year were:

F J Fogarty
M Vickery
M J Fogarty

Matters covered in the Strategic Report

The company has chosen in accordance with Section 414C(11) of the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 to set out within the company's Strategic Report the Company's Strategic Report information required by Schedule 7 of the Large and Medium Sized Companies and Groups (Accounts and Reports) Regulation 2008. This includes information that would have been included in the business review and details of the principal risks and uncertainties.

Disclosure of Information to auditors

Each of the persons who are Directors at the time when this Directors' Report is approved has confirmed that:

- so far as the Director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the Director has taken all the steps that ought to have been taken as a Director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

FOREST CARE LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

Auditors

Under section 487(2) of the Companies Act 2006, Menzies LLP will be deemed to have been reappointed as auditors 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

This report was approved by the board and signed on its behalf.

.....
F J Fogarty
Director

Date:

13/6/23

FOREST CARE LIMITED

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FOREST CARE LIMITED

Opinion

We have audited the financial statements of Forest Care Limited (the 'Company') for the year ended 30 September 2022, which comprise the Statement of Income and Retained Earnings, the Statement of Financial Position and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 30 September 2022 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Directors are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

FOREST CARE LIMITED

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FOREST CARE LIMITED (CONTINUED)

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Directors' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

FOREST CARE LIMITED

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FOREST CARE LIMITED (CONTINUED)

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The Company is subject to laws and regulations that directly affect the financial statements including financial reporting legislation. We determined that the following laws and regulations were most significant including UK Companies Act, employment law, health and safety, pensions legislation and tax legislation. We assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

We understood how the Company is complying with those legal and regulatory frameworks by making inquiries to management, and those responsible for legal and compliance procedures. We corroborated our inquiries through our review of board minutes.

The engagement director assessed whether the engagement team collectively had the appropriate competence and capabilities to identify or recognise non-compliance with laws and regulations. The assessment did not identify any issues in this area.

We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur. Audit procedures performed by the engagement team included:

- Identifying and assessing the design effectiveness of controls management has in place to prevent and detect fraud;
- Understanding how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process;
- Challenging assumptions and judgements made by management in its significant accounting estimates; and
- Identifying and testing journal entries, in particular any unusual journal entries posted.

As a result of the above procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following areas:

- Timing of revenue recognition;
- Posting of unusual journals and complex transactions.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

FOREST CARE LIMITED

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FOREST CARE LIMITED (CONTINUED)

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:

Charlotte Langdon

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Charlotte Langdon ACA (Senior Statutory Auditor)

for and on behalf of
Menzies LLP

Chartered Accountants
Statutory Auditor

Victoria House
50-58 Victoria Road
Farnborough
Hampshire
GU14 7PG

Date: 14-Jun-2023

FOREST CARE LIMITED

STATEMENT OF INCOME AND RETAINED EARNINGS FOR THE YEAR ENDED 30 SEPTEMBER 2022

	Note	2022 £	2021 £
Turnover	3	15,983,281	13,435,291
Cost of sales		(9,571,115)	(8,556,197)
Gross profit		6,412,166	4,879,094
Administrative expenses		(2,710,005)	(2,608,833)
Other operating income	4	123,034	621,957
Operating profit	5	3,825,195	2,892,218
Interest receivable and similar income		208	-
Interest payable and similar expenses	8	(153,759)	(149,764)
Profit before tax		3,671,644	2,742,454
Tax on profit	9	(737,025)	(724,048)
Profit after tax		2,934,619	2,018,406
Retained earnings at the beginning of the year		1,931,741	4,913,335
Profit for the year		2,934,619	2,018,406
Dividends declared and paid		(2,500,000)	(5,000,000)
Retained earnings at the end of the year		2,366,360	1,931,741

The notes on pages 11 to 19 form part of these financial statements.

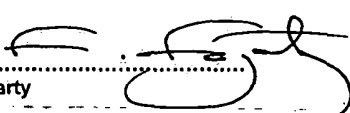
FOREST CARE LIMITED

REGISTERED NUMBER:01851273

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	11	15,045,231	12,921,211
		<u>15,045,231</u>	<u>12,921,211</u>
Current assets			
Debtors: amounts falling due within one year	12	1,233,431	1,138,169
Cash at bank and in hand		989,929	661,880
		<u>2,223,360</u>	<u>1,800,049</u>
Creditors: amounts falling due within one year	13	(11,219,566)	(3,983,162)
Net current liabilities		<u>(8,996,206)</u>	<u>(2,183,113)</u>
Total assets less current liabilities		<u>6,049,025</u>	<u>10,738,098</u>
Creditors: amounts falling due after more than one year	14	(2,869,000)	(8,012,200)
Provisions for liabilities			
Deferred tax	16	(813,565)	(794,057)
		<u>(813,565)</u>	<u>(794,057)</u>
Net assets		<u>2,366,460</u>	<u>1,931,841</u>
Capital and reserves			
Called up share capital	17	100	100
Profit and loss account	18	2,366,360	1,931,741
		<u>2,366,460</u>	<u>1,931,841</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:


F J Fogarty
Director

Date: 13/6/23

The notes on pages 11 to 19 form part of these financial statements.

FOREST CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

1. General information

Forest Care Limited is a private company limited by shares incorporated in England. The address of its registered office, which is the same as the principal place of business, is disclosed on the company information page.

The financial statements are presented in pound sterling which is the functional currency of the company and rounded to the nearest pound sterling.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the amounts recorded. These estimates and judgements are continually reviewed and are based on experience and other factors, included expectations of future events that are believed to be reasonable under the circumstances. There are no material judgements or key sources of estimation uncertainty to note.

2.2 Financial Reporting Standard 102 - reduced disclosure exemptions

The Company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of section 33 Rebated Party Disclosures paragraph 33.7

This information is included in the consolidated financial statements of Fogarty Group Limited as at 30 September 2022 and these financial statements may be obtained from Companies House.

2.3 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

Turnover from a contract to provide services is recognised in the period in which the services are provided.

Fees received in advance are included within deferred income.

2.4 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

FOREST CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

2. Accounting policies (continued)

2.4 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line and reducing balance methods.

Depreciation is provided on the following basis:

Freehold property	- 2% straight line
Fixtures and fittings	- 25% reducing balance

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

Assets under construction are not depreciated.

2.5 Financial Instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

2.6 Employee benefits

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. The contributions are recognised as an expense in the profit or loss account when they fall due. Amounts not paid are shown in accruals as a liability in the balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.7 Government grants

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of Income and Retained Earnings in the same period as the related expenditure.

3. Turnover

An analysis of turnover by class of business is as follows:

	2022 £	2021 £
Operation of nursing and care homes	15,983,281	13,435,291
	<u>15,983,281</u>	<u>13,435,291</u>

All turnover arose within the United Kingdom.

FOREST CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

4. Other operating income

	2022 £	2021 £
Training income	-	22,998
Government grants receivable	123,034	598,959
	<u>123,034</u>	<u>621,957</u>

Government grants were received as part of the Coronavirus Job Retention Scheme and Coronavirus care home support packages. There are no unfulfilled conditions or other contingencies in relation these grants received.

5. Operating profit

The operating profit is stated after charging:

	2022 £	2021 £
Depreciation	457,070	472,543
Loss on sale of fixed assets	-	174,748
Other operating lease rentals	137,119	124,148
Auditors remuneration	<u>10,000</u>	<u>9,350</u>

The Company has taken advantage of the exemption not to disclose amounts paid for non audit services as these are disclosed in the group accounts of the parent Company.

FOREST CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

6. Employees

Staff costs, including Directors' remuneration, were as follows:

	2022 £	2021 £
Wages and salaries	7,986,719	7,458,463
Social security costs	777,799	666,200
Cost of defined contribution scheme	149,732	138,604
	<u>8,914,250</u>	<u>8,263,267</u>

The average monthly number of employees, including the Directors, during the year was as follows:

	2022 No.	2021 No.
Nursing staff	239	233
Administrative staff	26	23
Maintenance and household	51	51
	<u>316</u>	<u>307</u>

7. Directors' remuneration

	2022 £	2021 £
Directors' emoluments	300,286	296,620
Company contributions to defined contribution pension schemes	3,340	3,285
	<u>303,626</u>	<u>299,905</u>

During the year retirement benefits were accruing to 1 director (2021 - 1) in respect of defined contribution pension schemes.

The highest paid Director received remuneration of £138,375 (2021 - £133,250).

The value of the Company's contributions paid to a defined contribution pension scheme in respect of the highest paid Director amounted to £3,340 (2021 - £3,285).

8. Interest payable and similar expenses

	2022 £	2021 £
Bank interest payable	153,759	149,764
	<u>153,759</u>	<u>149,764</u>

FOREST CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

9. Taxation

	2022 £	2021 £
Corporation tax		
Current tax on profits for the year	717,517	568,438
Adjustments in respect of previous periods	-	921
Deferred tax		
Origination and reversal of timing differences	19,508	154,689
Taxation on profit on ordinary activities	737,025	724,048

Factors affecting tax charge for the year

The tax assessed for the year is higher than (2021 - higher than) the standard rate of corporation tax in the UK of 19% (2021 - 19%). The differences are explained below:

	2022 £	2021 £
Profit on ordinary activities before tax	3,671,644	2,742,454
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2021 - 19%)	697,612	521,066
Effects of:		
Expenses not deductible for tax purposes	-	2,610
Depreciation of assets ineligible for capital allowances	42,419	42,153
Adjustments to tax charge in respect of prior periods	-	921
Enhanced capital allowances	(7,688)	(1,192)
Change to the tax rate on deferred tax balances	4,682	190,574
Group relief surrender/(claim)	-	(32,084)
Total tax charge for the year	737,025	724,048

10. Dividends

	2022 £	2021 £
Dividends on ordinary shares	2,500,000	5,000,000
	2,500,000	5,000,000

FOREST CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

11. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Assets under construction £	Total £
Cost or valuation				
At 1 October 2021	12,279,587	1,567,090	2,699,170	16,545,847
Additions	-	345,407	2,235,683	2,581,090
At 30 September 2022	12,279,587	1,912,497	4,934,853	19,126,937
Depreciation				
At 1 October 2021	2,816,243	808,393	-	3,624,636
Charge for the year	231,670	225,400	-	457,070
At 30 September 2022	3,047,913	1,033,793	-	4,081,706
Net book value				
At 30 September 2022	9,231,674	878,704	4,934,853	15,045,231
At 30 September 2021	9,463,344	758,697	2,699,170	12,921,211

Included within Freehold property is land with a cost of £661,320 (2021: £661,320) which is not depreciated.

FOREST CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

12. Debtors

	2022 £	2021 £
Trade debtors	1,087,818	1,011,302
Other debtors	74,359	54,795
Prepayments and accrued income	71,254	72,072
	<u>1,233,431</u>	<u>1,138,169</u>

13. Creditors: Amounts falling due within one year

	2022 £	2021 £
Bank loans	643,200	643,200
Trade creditors	182,559	155,547
Amounts owed to group undertakings	7,887,038	433,231
Corporation tax	349,504	163,862
Other taxation and social security	189,637	150,562
Other creditors	479,122	418,098
Accruals and deferred income	1,488,506	2,018,662
	<u>11,219,566</u>	<u>3,983,162</u>

There is an unlimited cross company bank guarantee between Fogarty Group Limited, Oakley Hall Park Limited, Forest Care Limited, Cove Construction Limited and Fogarty Brothers Limited.

14. Creditors: Amounts falling due after more than one year

	2022 £	2021 £
Bank loans	2,869,000	3,512,200
Amounts owed to group undertakings	-	4,500,000
	<u>2,869,000</u>	<u>8,012,200</u>

FOREST CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

15. Loans

Analysis of the maturity of loans is given below:

	2022 £	2021 £
Amounts falling due within one year		
Bank loans	643,200	643,200
	<u>643,200</u>	<u>643,200</u>
Amounts falling due 2-5 years		
Bank loans	2,869,000	2,570,300
	<u>2,869,000</u>	<u>2,570,300</u>
Amounts falling due after more than 5 years		
Bank loans	-	941,900
	<u>-</u>	<u>941,900</u>
	<u>3,512,200</u>	<u>4,155,400</u>

The bank loans of £3,512,200 (2021: £4,155,400) are secured against the property to which they relate. The interest rates on the loans are variable.

16. Deferred taxation

	2022 £
At beginning of year	(794,057)
Charged to profit or loss	(19,508)
At end of year	<u><u>(813,565)</u></u>

The provision for deferred taxation is made up as follows:

	2022 £	2021 £
Accelerated capital allowances	(821,266)	(801,291)
Short term differences	7,701	7,234
	<u><u>(813,565)</u></u>	<u><u>(794,057)</u></u>

There is no expiry date on timing differences.

FOREST CARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

17. Share capital

	2022 £	2021 £
Allotted, called up and fully paid		
100 (2021 - 100) Ordinary shares shares of £1 each	100	100

18. Reserves

Profit and loss account

The reserve relates to the cumulative retained earnings.

19. Pension commitments

The Company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £149,732 (2021 - £138,604). Contributions totalling £30,808 (2021 - £28,935) were payable to the fund at the reporting date and are included in creditors.

20. Commitments under operating leases

At 30 September 2022 the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2022 £	2021 £
Not later than 1 year	100,624	110,114
Later than 1 year and not later than 5 years	101,988	121,456
Later than 5 years	-	4,424
	<u>202,612</u>	<u>235,994</u>

21. Controlling party

The Company's ultimate parent undertaking is Fogarty Group Limited, a company incorporated in England. Fogarty Group Limited prepares consolidated financial statements which include the results of Forest Care Limited, which can be obtained from Companies House.

The Company's ultimate controlling party is F J Fogarty, a director.