

Registered number: 01480369
Charity number: 279652

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

**DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)**

CONTENTS

	Page
Reference and Administrative Details of the Charity, its Trustees and Advisers	1
Trustees' Report	2
Independent Auditors' Report on the Financial Statements	9 - 12
Consolidated Statement of Financial Activities	13
Consolidated Balance Sheet	14
Charity Balance Sheet	15
Consolidated Statement of Cash Flows	16
Notes to the Financial Statements	17 - 37

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2023

Trustees	Mr P Atkey, Chair Mr R Davey (appointed 2 May 2022) Mr J Chapman Mr S Mann (resigned 25 January 2023) Mrs R Lunn (appointed 25 May 2022) Mr G Anthony Mr B Clargo Mr R Sparrow Mr R Chubb (appointed 2 May 2022) Mr K Walker (resigned 24 May 2023)
Company registered number	01480369
Charity registered number	279652
Registered office	The Hyperbaric Medical Centre, Research Way Plymouth Science Park Plymouth PL6 8BU PL6 8BU
Chief executive officer	Dr G Smerdon
Independent auditors	Bishop Fleming LLP Chartered Accountants Salt Quay House 4 North East Quay Sutton Harbour Plymouth PL4 0BN
Bankers	Barclays Bank Plc 140-146 Armada Way Plymouth PL1 1LA

TRUSTEES REPORT
FOR THE YEAR ENDED 31 MARCH 2023

The Board presents its Trustees' Annual Report and the financial statements for the year ended 31 March 2023 as required by company law. The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the accounts and comply with the Charity's Memorandum and Articles of Association, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their account in accordance with the Financial Report Standard applicable in the UK and Republic of Ireland published on 1 January 2019.

Since the group and the Charity qualify as small under section 383 of the Companies Act 2006, the Group Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 is not required.

OBJECTIVES AND ACTIVITIES

a. Policies, objectives and public benefit

DDRC Healthcare (DDRC), founded in 1980, is the only facility of its kind in England run on a not for profit basis. Any surplus funds generated are used to carry out research into diving medicine and hyperbaric oxygen therapy (HBO) and to promote the benefits of safer diving practices and of the wider applications of HBO in general medicine through service delivery, awareness raising, training and research.

DDRC is committed to promoting research into diving related diseases, improving diving safety through education and providing the best possible medical treatment for victims of diving accidents. DDRC believes in the efficacy of HBO as an elective, evidence based treatment for medical conditions recognised to benefit from HBO. DDRC continually strives to improve the evidence base for use of HBO and is active in design and participation in research projects and clinical trials. The Charity's stated mission is "To improve our understanding of altered pressure and gas environments for the benefit of divers and patients through treatment, research and education".

The Trustees have given due consideration to the Charity Commission's published guidance on the Public Benefit requirement under the Charities Act 2011.

Main Objectives for the Year

The overall objectives for the year were:

DDRC Healthcare cross-cutting objectives

- To provide full 24 hour emergency service for diving accidents and other urgent indications for hyperbaric oxygen therapy
- To work with the National Health Service (NHS) and the Care Quality Commission (CQC) to maintain patient access to hyperbaric treatment
- To maintain the provision of high quality hyperbaric oxygen therapy to elective patients with appropriate medical conditions.
- To further utilise new facilities for the development of teaching, education and research as if pandemic restrictions continue to recede.
- To implement a new 4 year strategy for the charity and its subsidiaries.
- To improve divers' understanding of the implications of altered pressure environments and their ability to look after themselves through continued training and education.
- To educate the medical world and the public regarding the potential and known benefits of hyperbaric oxygen therapy.

DDRC Healthcare research objectives

- To participate in local, national and international conferences to gather and disseminate research information, to interact with potential collaborators, and to learn the latest information pertinent to the

Registered number: 01480369
Charity number: 279652

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

CONTENTS

	Page
Reference and Administrative Details of the Charity, its Trustees and Advisers	1
Trustees' Report	2
Independent Auditors' Report on the Financial Statements	9 - 12
Consolidated Statement of Financial Activities	13
Consolidated Balance Sheet	14
Charity Balance Sheet	15
Consolidated Statement of Cash Flows	16
Notes to the Financial Statements	17 - 37

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2023

Trustees	Mr P Atkey, Chair Mr R Davey (appointed 2 May 2022) Mr J Chapman Mr S Mann (resigned 25 January 2023) Mrs R Lunn (appointed 25 May 2022) Mr G Anthony Mr B Clargo Mr R Sparrow Mr R Chubb (appointed 2 May 2022) Mr K Walker (resigned 24 May 2023)
Company registered number	01480369
Charity registered number	279652
Registered office	The Hyperbaric Medical Centre, Research Way Plymouth Science Park Plymouth PL6 8BU PL6 8BU
Chief executive officer	Dr G Smerdon
Independent auditors	Bishop Fleming LLP Chartered Accountants Salt Quay House 4 North East Quay Sutton Harbour Plymouth PL4 0BN
Bankers	Barclays Bank Plc 140-146 Armada Way Plymouth PL1 1LA

**DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES REPORT
FO THE YEAR ENDED 31 MARCH 2023**

The Board presents its Trustees' Annual Report and the financial statements for the year ended 31 March 2023 as required by company law. The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the accounts and comply with the Charity's Memorandum and Articles of Association, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their account in accordance with the Financial Report Standard applicable in the UK and Republic of Ireland published on 1 January 2019.

Since the group and the Charity qualify as small under section 383 of the Companies Act 2006, the Group Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 is not required.

OBJECTIVES AND ACTIVITIES

a. Policies, objectives and public benefit

DDRC Healthcare (DDRC), founded in 1980, is the only facility of its kind in England run on a not for profit basis. Any surplus funds generated are used to carry out research into diving medicine and hyperbaric oxygen therapy (HBO) and to promote the benefits of safer diving practices and of the wider applications of HBO in general medicine through service delivery, awareness raising, training and research.

DDRC is committed to promoting research into diving related diseases, improving diving safety through education and providing the best possible medical treatment for victims of diving accidents. DDRC believes in the efficacy of HBO as an elective, evidence based treatment for medical conditions recognised to benefit from HBO. DDRC continually strives to improve the evidence base for use of HBO and is active in design and participation in research projects and clinical trials. The Charity's stated mission is "To improve our understanding of altered pressure and gas environments for the benefit of divers and patients through treatment, research and education".

The Trustees have given due consideration to the Charity Commission's published guidance on the Public Benefit requirement under the Charities Act 2011.

Main Objectives for the Year

The overall objectives for the year were:

DDRC Healthcare cross-cutting objectives

- To provide full 24 hour emergency service for diving accidents and other urgent indications for hyperbaric oxygen therapy
- To work with the National Health Service (NHS) and the Care Quality Commission (CQC) to maintain patient access to hyperbaric treatment
- To maintain the provision of high quality hyperbaric oxygen therapy to elective patients with appropriate medical conditions.
- To further utilise new facilities for the development of teaching, education and research as if pandemic restrictions continue to recede.
- To implement a new 4 year strategy for the charity and its subsidiaries.
- To improve divers' understanding of the implications of altered pressure environments and their ability to look after themselves through continued training and education.
- To educate the medical world and the public regarding the potential and known benefits of hyperbaric oxygen therapy.

DDRC Healthcare research objectives

- To participate in local, national and international conferences to gather and disseminate research information, to interact with potential collaborators, and to learn the latest information pertinent to the

**DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023**

fields of hyperbaric and diving medicine.

- To build further research interest in the effects of altered pressure and gas environments on the brain.
- To publish research results in high quality peer reviewed journals.
- To develop and participate in clinical trials.
- To perform research predominantly in collaboration with academics and clinicians at the forefront of their fields. Our research strategy focusses on collaborative projects to be conducting using postgraduate and postdoctoral researchers partly supported by DDRC Healthcare.
- To interact with the diving community and develop projects pertinent to the diving industry (recreational or commercial).

DDRC Professional Services Limited (DDRCPS)

- To provide courses for our national and international clients.
- To further expand our customer portfolio and to utilise the new teaching spaces to expand the quantity, frequency and range of courses provided.
- To seek out new markets and consider the introduction of new courses to widen its already comprehensive training portfolio.
- To preserve existing markets with customers in the UK and around the world, encouraging them to return for updates.
- The Directors of DDRCPS believe that this strategy will ensure the profitability of the company for the medium to long term.

DDRC Medical Services Limited (DDRCMS) (incorporating DDRC Wound Care)

- To expand the range and capacity for occupational medicals.

b. Strategies for achieving objectives

Regular reporting on aims and objectives is undertaken by the Chief Executive and Business Development Team to the Trustees on a quarterly basis. A summary of achievements and performance is given below.

ACHIEVEMENTS AND PERFORMANCE

a. Key financial performance indicators

The business uses the following financial KPIs in order to drive performance:

- Achieve surplus in Charity between 0-5%
- DDRC Professional Services Ltd and DDRC Medical Services Ltd to maximise sales in recognition that, with a fixed cost base, this will drive bottom line.
- Free reserves to be in excess of £250,000

While the middle KPI is difficult to measure, the Trustees are satisfied that all 3 are currently being achieved.

b. Review of activities

Cross-cutting objectives

The Charity continued to provide a comprehensive 24 hour emergency service to divers and others requiring urgent hyperbaric therapy. It continued to provide 24 hour emergency telephone advice on behalf of the British Hyperbaric Association covering England. Demand for elective treatments continued, but in light of the pandemic and minimal NHS support for elective therapies only one therapeutic compression is programmed per day with 1-4 consultant-referred patients. Other chamber activities including chamber experience dives are conducted strategically with respect to staff safety and maintaining a team to treat any diving emergencies as contracted by the NHS. Work has continued to inform local clinicians of the potential

TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

benefits of hyperbaric oxygen therapy and keep them informed of relevant publications and participation in National and international conferences ensures awareness of development on a worldwide scale. The new teaching facilities continue to be increasingly used for the delivery of training and educational events. The new 4 year strategy will deliver further educational activities through better engagement with the diving community. This will help to improve divers' understanding of the implications of altered pressure environments and thus their ability to avoid accidents in the subaquatic environment.

The Charity continues its active participation at a European level through involvement with EBAss (European Baromedical Association) to improve education and safety at hyperbaric facilities. Involvement in committees such as the British Diving Safety Group (BDSG) continue. We continue to participate in steering committee activities of the global CHYMAERA (formerly DAHMNet) group which seeks to develop registries as a global initiative for developing high quality clinical trials globally for HBO indications. Patient data continues to be collected and submitted anonymously to the REDCap database to help develop the evidence base for hyperbaric oxygen therapies. DDRC hosted the British Hyperbaric Association Annual Scientific Meeting in Plymouth in November 2022. The DDRC Dive Accident Responder Course (DARC) has resumed post-covid and a boat skippers course is programmed. A Diving On The Edge one day conference was run in series with the BHA ASM and attended at capacity (90+ attendees).

Research objectives

Research at DDRC includes clinical trials, biomedical research and diving studies. Participation in national and international research conferences is an important activity. The British Hyperbaric Association Annual Scientific Meeting was hosted in Plymouth in DDRC's new facilities in November 2022. Attendance was approaching capacity with national and international speakers and delegates. The 2022 EUBS (European Underwater and Baromedical Society) Annual Scientific Meeting in Prague was attended in August 2022 and in Porto in September 2023. The 2022 and 2023 UHMS (Undersea and Hyperbaric Medical Society) Annual Scientific Meetings in San Remo (United States) and San Diego (United States) respectively were not attended but it is intended that a delegation will attend the 2024 UHMS ASM in New Orleans.

The pandemic had a significant impact on research activities that is still being reflected in our publications output. Two manuscripts were published in peer reviewed journals:

- Mallam L, Watts D. (2022) Recompression of a diver with decompression illness found to be COVID-19 positive. *Diving Hyperb Med.* Sep 30;52(3):223-224. doi: 10.28920/dhm52.3.223-224.
- Stokes RJ, Sayers R, Sieniewicz BJ, Kim WC. (2022) Takotsubo cardiomyopathy findings on cardiac magnetic resonance imaging following immersion pulmonary oedema. *Diving Hyperb Med.* Sep 30;52(3):217-220. doi: 10.28920/dhm52.3.217-220. PMID: 36100934

New clinical trials remain difficult to progress. The most advanced of these is DIONYSIUS which is a trial of hyperbaric oxygen therapy for the treatment of chronic diabetic foot ulcers. The trial has been authorised and is now recruiting patients in the Netherlands. DDRC has engaged the assistance and expertise of the Plymouth NHS R&D department to progress participation by legal sign-off by the layers working for the main trial sponsor have been slow to sign off participation for DDRC.

DDRC continues to perform cutting edge research through its collaborations with local universities. Three students successfully defended their theses in 2022/23. A collaborative PhD project with the Brain Research and Imaging Centre (BRIC) continues and should complete in 2024. A combined PhD studentship with the University of Plymouth studying hypoxia continues and a further studentship has been agreed with UoP and University of Southampton to start in 2024. The Health of Divers research programme continues with a study of Cancer and Diving being submitted for publication. A study of protein markers of decompression illness has been ongoing.

**TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023**

Trading Subsidiaries

DDRC Professional Services Limited (DDRCPS) continued to provide a range of services and courses for the maritime, diving, and offshore communities. By utilising the new, more spacious teaching facilities we are seeing further improved customer satisfaction and course recommendations by word of mouth. Overseas clients have started to return to undertake courses at DDRC.

DDRC Medical Services Limited (DDRCMS) has delivered occupational medicals with a variable customer base depending largely on doctor availability.

FINANCIAL REVIEW

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

b. Income and expenditure

2022/23 saw the Charity and its subsidiaries return to calmer water, as the impact of the pandemic ceased to impact on activity and performance.

The Charity continued to provide services to the NHS through a block contract, that has been renewed again into 2023/24. Numbers treated are gradually returning to what is considered a 'normal level', though the Charity's objectives seek to minimise these. Growth in the subsidiaries has been restricted as much by the supply of human resources as by demand for services, and steps continue to be made to more effectively find the optimum level.

Income for the year was up around 3% on continuing activities, with increased Charity income offsetting small falls in turnover in the subsidiary companies.

Expenses rose by a larger 5.6%, largely a consequence of higher staff costs, to recognise the inflationary pressures on staff, as well as improvements to the older part of the premises. Energy costs were mitigated by a multi year agreement, but this comes to an end in autumn 2023.

The impact of the above is a reduced but very acceptable surplus of £297k, with all 3 companies in the black.

c. Reserves policy

The Charity's reserves policy identifies a level of reserves which would be necessary should its income generating activities be subjected to unexpected fluctuations, and also takes into account the Charity's capital expenditure plans and its policy to invest in increased research where possible. A minimum of £250,000 is retained as unrestricted free reserves, to meet any short-term shocks.

d. Principal funding

The Charity holds a significant risk in having only one significant customer – the NHS. In England, the risk is mitigated by the obligation on the NHS to provide emergency treatment for divers, which continues to be a major source of funding.

The investment in property, completed in 2021, allows the Charity to increase income from other sources (investment income), while also increasing the size and quality for facilities that should allow the further growth of the subsidiary companies. Demand for their services remains strong, with no threat as a going concern.

TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

a. Constitution

The Charity is a company limited by guarantee, and was set up in 1980. It is governed by a Memorandum and Articles of Association.

The objects for which the charity is established are the advancement of education and the relief of sickness by:

- a) The conduct of scientific and medical research into
 - i. The effect upon the human body of exposure to altered pressure and/or gas environments, and
 - ii. Underwater diving safety, and the publication of the results of such research;
- b) The prevention and treatment of medical conditions arising from exposure to an altered pressure and/or gas environment;
- c) The altered pressure and/or gas environment treatment of illness, disability or injury;
- d) The provision of training in altered pressure and/or gas environment treatment, procedures and care; and
- e) The education of the public about the effects upon the human body of exposure to altered pressure and/or gas environments.

In these objects, "altered pressure and/or gas environment" means any environment in which the pressure differs from that at sea level, and/or the constituent gases differ in nature or proportion to those present in air.

b. Methods of appointment or election of Trustees

The management of the Group and the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

c. Organisational structure and decision making

The Board of Trustees delegates authority to the Senior Management Team and the Finance Sub Committee, which operate under specific terms of reference. The meetings of committees are chaired by Trustees and attended by staff. Each committee has its decisions ratified by the Board of Trustees where appropriate.

The Board meets quarterly and delegates day to day operation of the organisation to the Chief Executive. DDRC has a clearly defined management structure and written policies for delegation of powers and financial arrangements in line with current Charity Commission guidelines.

d. Policies adopted for the induction and training of Trustees

A panel comprising existing Trustees selects new members of the Board of Trustees. Applications for Trusteeship are sought by a variety of methods depending on the skills required. Trustees either volunteer or are head hunted and, following a comprehensive introduction to the Charity, receive a documented induction programme. Trustees serve for two years before being required to be re elected.

e. Pay policy for senior staff

There was one change to membership of the Leadership Team in 2022. The company continues to review its remuneration policy for all staff, with particular consideration to comparable salaries in the healthcare sector, and has again improved its pension offering.

f. Risk management

The Charity has accreditation to ISO 9001:2015. This ensures that a comprehensive Risk Management

TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

process is conducted at all levels within the operational part of the Charity. There is a standing agenda item for all Trustee meetings, which requires the Chief Executive to report on any major risks which could threaten the Charity. "Major risks" are those risks which have a high likelihood of occurring and would, if they occurred, have a severe impact on operational performance, achievement of aims and objectives or could damage the reputation of the Charity, changing the way trustees, supporters or beneficiaries might deal with the Charity.

g. Funds held as custodian

The Charity and its Trustees do not act as the Custodian Trustees in any other Charity.

PLANS FOR FUTURE PERIODS

The management team is part way through implementing its strategic plan, which runs until 2026. This is reviewed on a regular basis, against the cross cutting objectives detailed above, and is on course to be delivered.

Strategic plans are being developed for the subsidiary companies, in order to maximise other sources of income that can be gift aided to the Charity in order to reduce risk. These should be completed shortly, and complement the Charity's strategic goals.

PRINCIPAL RISKS AND UNCERTAINTIES

DDRC Healthcare continues to diversify its income streams via subsidiary. NHS England remains the single most significant contributor to charity income. for which the charity is contracted to provide 24/7 Category 1 cover for the emergency treatment of decompression illness and gas embolism. The ever-changing structure of NHS England means short term NHS contracts create significant risk to income given periodic NHS service reviews and the potential for restructuring the service nationally. However, DDRC Healthcare is widely considered to be the lead entity in delivering the acute hyperbaric oxygen therapy service nationally and its position is strengthened by contributing to national research portfolios through collaborations with HEIs and NHS Trusts.

The evolution of low pressure hyperbaric oxygen therapy entities on the high street creates reputational risk and uncertainty but DDRC Healthcare continues to operate within the strict guidelines of the British Hyperbaric Association and the Care Quality Commission, providing medical care for consultant-led NHS referrals. This distances the charity from pay-per-treatment low pressure companies operating outside these guidelines. DDRC does however continue to enhance the safety of such entities through operational and safety training commissioned through DDRC Professional Services Ltd.

TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also the directors of the Charity for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial . Under company law, the Trustees 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 Group and the Charity and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

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

Disclosure of information to auditors

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

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

The Trustees' Report was approved by order of the Board of Trustees, as the company directors, and signed on its behalf by:


Mr P Atkey

Position

Date:

TRUSTEE

08/11/23

**DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF DDRC HEALTHCARE

OPINION

We have audited the financial statements of DDRC Healthcare (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2023 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Statement of Cash Flows 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 Group's and of the parent charitable company's affairs as at 31 March 2023 and of the Group's incoming resources and application of resources, including its income and expenditure 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 Group 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 Trustees' 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 Group's or the parent charitable 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 Trustees with respect to going concern are described in the relevant sections of this report.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF DDRC HEALTHCARE (CONTINUED)

OTHER INFORMATION

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees 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.

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 Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

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

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) 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 Trustees 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 Trustees are responsible for assessing the Group's and the parent charitable 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 Trustees either intend to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF DDRC HEALTHCARE (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:

- We have considered the nature of the industry and sector, control environment and financial performance;
- We have considered the results of our enquiries of management about their own identification and assessment of the risks of irregularities within the entity; and,
- We have reviewed the documentation of key processes and controls and performed walkthroughs of transactions to confirm that the systems are operating in line with documentation.
- We have obtained and reviewed the Charity's documentation of their policies and procedures relating to:
 - o Identifying, evaluating, and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - o Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected, or alleged fraud;
 - o The internal controls established to mitigate risks of fraud or non-compliance with laws and regulations
- We have considered the matters discussed among the audit engagement team regarding now and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in revenue recognition. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. An additional risk was identified with regards to the valuation of Land and Buildings.

We also obtained an understanding of the legal and regulators frameworks that the group operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the Companies Act 2006, Financial Reporting Standard 102, Charities Act 2011, Charity SORP 2019, UK tax legislation and employment law.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Group's ability to operate or to avoid a material penalty. These regulations include: Diving at Work, Control of Substances Hazardous to Health, Confined Spaces, Work in Compressed Air, Data Protection, Occupational Health and Safety and employment legislation.

We identified revenue recognition cut-off and accounting estimates as key audit matters related to the potential risk of fraud.

Our procedures to respond to the risks identified included the following:

- Reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements.
- Enquiring of management concerning actual and potential litigation and claims;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- Performing detailed transactional testing in relation to the recognition of revenue with a particular focus

**DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF DDRC HEALTHCARE (CONTINUED)

- around year-end cut off;
- Reviewing minutes of meetings of those charged with governance;
- In addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries, and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of the business.
- Considered the nature and use of fixed assets, agreed completion dates of building works, and considered future rental yield.

We also communicated relevant identified laws and regulations and potential fraud risk to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from an error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

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.

USE OF OUR REPORT

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable 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 charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



Pamela Tuckett FCA DChA (Senior Statutory Auditor)

for and on behalf of
Bishop Fleming LLP
Chartered Accountants
Statutory Auditors
Salt Quay House
4 North East Quay
Sutton Harbour
Plymouth
PL4 0BN

Date: 21/11/23

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2023

	Note	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income from:				
Donations and legacies	4	18,450	18,450	12,807
Charitable activities	5	1,661,733	1,661,733	1,596,667
Other trading activities	6	428,093	428,093	461,866
Investments	7	245,043	245,043	230,825
Other income	8	19,219	19,219	113,434
Total income		2,372,538	2,372,538	2,415,599
Expenditure on:				
Raising funds		280,008	280,008	268,191
Charitable activities	9	1,795,902	1,795,902	1,695,801
Total expenditure		2,075,910	2,075,910	1,963,992
Net movement in funds		296,628	296,628	451,607
Reconciliation of funds:				
Total funds brought forward		4,058,843	4,058,843	3,607,236
Net movement in funds		296,628	296,628	451,607
Total funds carried forward		4,355,471	4,355,471	4,058,843

The Consolidated Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 17 to 37 form part of these financial statements.

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER:01480369

CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	13	2,834,391	2,956,726
Investment property	14	1,624,813	1,624,813
		<u>4,459,204</u>	<u>4,581,539</u>
Current assets			
Stocks	16	26,367	21,012
Debtors	17	244,015	171,090
Cash at bank and in hand		1,081,850	849,139
		<u>1,352,232</u>	<u>1,041,241</u>
Creditors: amounts falling due within one year	18	(462,206)	(461,659)
Net current assets / (liabilities)		<u>890,026</u>	<u>579,582</u>
Creditors: amounts falling due after more than one year	19	(993,759)	(1,102,278)
Total net assets		<u><u>4,355,471</u></u>	<u><u>4,058,843</u></u>
Group funds			
Unrestricted funds	20	4,355,471	4,058,843
Total funds		<u><u>4,355,471</u></u>	<u><u>4,058,843</u></u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

Mr P Atkey

Date:

08/11/23

The notes on pages 17 to 37 form part of these financial statements.

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER:01480369

CHARITY STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31 MARCH 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	13	2,815,236	2,944,971
Investments	15	4	4
Investment property	14	1,624,813	1,624,813
		<u>4,440,053</u>	<u>4,569,788</u>
Current assets			
Stocks	16	21,844	17,601
Debtors	17	273,895	125,935
Cash at bank and in hand		810,581	579,850
		<u>1,106,320</u>	<u>723,386</u>
Creditors: amounts falling due within one year	18	(411,910)	(371,197)
Net current assets / (liabilities)		<u>694,410</u>	<u>352,189</u>
Creditors: amounts falling due after more than one year	19	(993,759)	(1,102,278)
Total net assets		<u><u>4,140,704</u></u>	<u><u>3,819,699</u></u>
Charity funds			
Unrestricted funds	20	4,140,704	3,819,699
Total funds		<u><u>4,140,704</u></u>	<u><u>3,819,699</u></u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

Mr P Atkey



Date:

08/11/23

The notes on pages 17 to 37 form part of these financial statements.

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2023

	2023 £	2022 £
Cash flows from operating activities		
Net cash provided by operating activities	438,787	225,933
Cash flows from investing activities		
Purchase of tangible fixed assets	(50,856)	(282,460)
Net cash used in investing activities	(50,856)	(282,460)
Cash flows from financing activities		
Cash inflows from new borrowing	-	638,493
Repayments of borrowing	(108,519)	-
Interest paid	(47,365)	(40,428)
Interest received	664	-
Net cash (used in)/provided by financing activities	(155,220)	598,065
Change in cash and cash equivalents in the year	232,711	541,538
Cash and cash equivalents at the beginning of the year	849,139	307,601
Cash and cash equivalents at the end of the year	1,081,850	849,139

The notes on pages 17 to 37 form part of these financial statements

**DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

1. GENERAL INFORMATION

The Charity is a private company limited by guarantee and incorporated in England and Wales. The members of the Charity are the Trustees named on page 1. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity. The registered office of the Charity is The Hyperbaric Medical Centre, Research Way, Plymouth Science Park, Plymouth.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

DDRC Healthcare meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Charity and its subsidiary undertakings. The results of the subsidiary are consolidated on a line by line basis.

The Charities have taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of Financial Activities in these financial statements.

The financial statements are presented in pounds sterling as it is the functional currency of DDRC Healthcare and are rounded to the nearest £.

The Charity's net movement in funds for the year was £321,005 (2022 - £385,578).

2.2 GOING CONCERN

The Group has returned a surplus in the current year, and has net current assets at the balance sheet date. It is the opinion of the Trustees that the Charity will continue as a going concern. Demand remains for the services delivered (including those provided in the trading subsidiaries). Based upon this, the Trustees have prepared the accounts on the going concern basis.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

2. ACCOUNTING POLICIES (continued)

2.3 INCOME

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Incoming resources from UK Public Health Authorities have been included as income from activities in furtherance of the Charity's objects, as these amount to contracts for either routine or emergency medical services.

2.4 EXPENDITURE

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

2.5 INTEREST RECEIVABLE

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.6 TAXATION

The Charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

2. ACCOUNTING POLICIES (continued)

2.7 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

At each reporting date the Group assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined to be the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method or on a reducing balance basis as appropriate.

Depreciation is provided on the following bases:

Long-term leasehold property	- straight line up to 50 years
Plant and office equipment	- 15% reducing balance and straight line over 2 to 45 years
Motor vehicles	- straight line over 6 years
Assets under construction	- not depreciated

2.8 INVESTMENTS

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

Investments held as fixed assets are shown at cost less provision for impairment.

2.9 STOCKS

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.10 INVESTMENT PROPERTY

Investment property is initially recognised at the transaction cost and subsequently measured at fair value at the Balance sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment.

2. ACCOUNTING POLICIES (continued)

2.11 LIABILITIES AND PROVISIONS

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Group anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated Statement of Financial Activities as a finance cost.

2.12 FINANCIAL INSTRUMENTS

The Group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.13 PENSIONS

The Group operates two defined contribution pension schemes and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

2.14 FUND ACCOUNTING

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

3. CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGEMENT

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results.

Critical areas of judgement:

Investment property is included at valuation which requires management judgement to calculate; this valuation considers the net present value of future cash inflows generated from the property in addition to consideration of its market value.

Impairment of fixed assets is based upon valuation information and the value in use, which requires management judgement to calculate.

4. INCOME FROM DONATIONS AND LEGACIES

	Unrestricted funds 2023 £	Total funds 2023 £
Donations	18,450	18,450
	<u> </u>	<u> </u>
	Unrestricted funds 2022 £	Total funds 2022 £
Donations	12,807	12,807
	<u> </u>	<u> </u>

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

5. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted funds 2023 £	Total funds 2023 £
Medical income	1,655,990	1,655,990
Conference and course fees	5,743	5,743
TOTAL 2023	1,661,733	1,661,733
	Unrestricted funds 2022 £	Total funds 2022 £
Medical income	1,596,667	1,596,667

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

6. INCOME FROM OTHER TRADING ACTIVITIES

Income from non charitable trading activities

	Unrestricted funds 2023 £	Total funds 2023 £
Merchandising and training income	1,058	1,058
DDRC Professional Services Limited	359,134	359,134
DDRC Medical Services Limited	67,901	67,901
TOTAL 2023	428,093	428,093

	Unrestricted funds 2022 £	Total funds 2022 £
Merchandising and training income	1,771	1,771
DDRC Professional Services Limited	381,628	381,628
DDRC Medical Services Limited	78,467	78,467
TOTAL 2022	461,866	461,866

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

7. INVESTMENT INCOME

	Unrestricted funds 2023 £	Total funds 2023 £
Rental income	243,660	243,660
Bank interest receivable	1,383	1,383
TOTAL 2023	245,043	245,043
	Unrestricted funds 2022 £	Total funds 2022 £
Rental income	230,785	230,785
Bank interest receivable	40	40
TOTAL 2022	230,825	230,825

8. OTHER INCOMING RESOURCES

	Unrestricted funds 2023 £	Total funds 2023 £
Other operating income	19,219	19,219
TOTAL 2023	19,219	19,219
	Unrestricted funds 2022 £	Total funds 2022 £
Other operating income	12,149	12,149
Recharge of building works	101,285	101,285
	113,434	113,434

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

9. ANALYSIS OF EXPENDITURE BY ACTIVITIES

	Activities undertaken directly 2023 £	Support costs 2023 £	Total funds 2023 £
Charitable activities	1,729,861	66,041	1,795,902

	Activities undertaken directly 2022 £	Support costs 2022 £	Total funds 2022 £
Charitable activities	1,632,189	63,612	1,695,801

ANALYSIS OF SUPPORT COSTS

	Activities 2023 £	Total funds 2023 £
Governance costs	66,041	66,041

	Activities 2022 £	Total funds 2022 £
Governance costs	63,612	63,612

10. AUDITORS' REMUNERATION

	2023 £	2022 £
Fees payable to the Group's auditor for the audit of the Group's annual accounts	16,395	13,510
Fees payable to the Group's auditor in respect of: All non-audit services not included above	3,130	3,740

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

11. STAFF COSTS

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Wages and salaries	1,015,163	986,985	894,462	870,247
Social security costs	82,352	72,579	70,484	63,162
Contribution to defined contribution pension schemes	79,180	68,383	69,005	60,409
	<u>1,176,695</u>	<u>1,127,947</u>	<u>1,033,951</u>	<u>993,818</u>

During the year no statutory redundancy payments were made by the Charity (2022: £6,044 to 1 employee). These payments are included in wages and salaries costs.

The average number of persons employed by the Charity during the year was as follows:

	Group 2023 No.	Group 2022 No.	Charity 2023 No.	Charity 2022 No.
Staff	50	47	44	41

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group 2023 No.	Group 2022 No.
In the band £60,001 - £70,000	1	-
In the band £90,001 - £100,000	-	1
In the band £100,001 - £110,000	1	1
In the band £110,001 - £120,000	1	-

All Trustees and certain senior employees who have authority and responsibility for planning, directing and controlling the activities of the Group are considered to be key management personnel. Total remuneration in respect of these individuals is £327,320 (2022: £316,801). Trustees receive no remuneration for their role and all remuneration reported relates to employees of the Group.

12. TRUSTEES' REMUNERATION AND EXPENSES

During the year, no Trustees received any remuneration or other benefits (2022 - £NIL).

During the year ended 31 March 2023, expenses totaling £530 were reimbursed or paid directly to 2 Trustees (2022 - £NIL).

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

13. TANGIBLE FIXED ASSETS

GROUP

	Long-term leasehold property £	Plant and machinery £	Motor vehicles £	Total £
COST				
At 1 April 2022	3,935,391	1,490,437	12,842	5,438,670
Additions	2,950	47,906	-	50,856
At 31 March 2023	3,938,341	1,538,343	12,842	5,489,526
DEPRECIATION				
At 1 April 2022	1,276,202	1,192,900	12,842	2,481,944
Charge for the year	97,251	75,940	-	173,191
At 31 March 2023	1,373,453	1,268,840	12,842	2,655,135
NET BOOK VALUE				
At 31 March 2023	2,564,888	269,503	-	2,834,391
At 31 March 2022	2,659,189	297,537	-	2,956,726

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

13. TANGIBLE FIXED ASSETS (CONTINUED)

CHARITY

	Long-term leasehold property £	Plant and machinery £	Total £
COST			
At 1 April 2022	3,935,391	1,449,362	5,384,753
Additions	2,950	34,372	37,322
At 31 March 2023	<u>3,938,341</u>	<u>1,483,734</u>	<u>5,422,075</u>
DEPRECIATION			
At 1 April 2022	1,276,202	1,163,580	2,439,782
Charge for the year	97,251	69,806	167,057
At 31 March 2023	<u>1,373,453</u>	<u>1,233,386</u>	<u>2,606,839</u>
NET BOOK VALUE			
At 31 March 2023	<u>2,564,888</u>	<u>250,348</u>	<u>2,815,236</u>
At 31 March 2022	<u>2,659,189</u>	<u>285,782</u>	<u>2,944,971</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

14. INVESTMENT PROPERTY

GROUP

Long-term
leasehold
investment
property
£

VALUATION

At 1 April 2022

1,624,813

At 31 March 2023

1,624,813

CHARITY

Long-term
leasehold
investment
property
£

VALUATION

At 1 April 2022

1,624,813

At 31 March 2023

1,624,813

Investment property relates to a proportion of the DDRC building, which is rented out to third parties. The 2023 valuations were made by the Trustees, on an open market value for existing use basis.

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

15. FIXED ASSET INVESTMENTS

	Investments in subsidiary companies £
CHARITY	
COST	
At 1 April 2022	4
AT 31 MARCH 2023	<u>4</u>

PRINCIPAL SUBSIDIARIES

The following were subsidiary undertakings of the Charity:

Names	Company number	Registered office or principal place of business	Holding
DDRC Professional Services Limited	03004311	8 Research Way, Derriford, Plymouth, PL6 8BU	100%
DDRC Medical Services Limited	07560790	8 Research Way, Derriford, Plymouth, PL6 8BU	100%

The financial results of the subsidiaries for the year were:

Names	Income £	Expenditure £	Profit for the year £	Net assets £
DDRC Professional Services Limited	394,178	(340,733)	53,445	164,612
DDRC Medical Services Limited	82,687	(46,252)	36,435	74,535

DDRC Medical Services Limited has not been audited. The Directors have taken advantage of exemptions under Companies Act 479A. The parent Charity has signed a statement of guarantee for the subsidiary.

16. STOCKS

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Raw materials and consumables	<u>26,367</u>	<u>21,012</u>	<u>21,844</u>	<u>17,601</u>

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

17. DEBTORS

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
DUE WITHIN ONE YEAR				
Trade debtors	151,966	73,304	151,686	6,104
Amounts owed by group undertakings	-	-	68,031	47,644
Other debtors	24,663	15,050	2,003	755
Prepayments and accrued income	67,386	82,736	52,175	71,432
	244,015	171,090	273,895	125,935

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Bank loans	155,884	155,884	155,884	155,884
Trade creditors	80,202	108,663	72,620	93,658
Amounts owed to group undertakings	-	-	34,031	-
Other taxation and social security	63,403	42,246	48,478	38,893
Other creditors	9,618	7,203	9,618	7,204
Accruals and deferred income	153,099	147,663	91,279	75,558
	462,206	461,659	411,910	371,197

Included in creditors is a bank loan repayable over 10 years with a fixed interest rate of 3.7% per annum. This loan is secured via a fixed and floating charge over the property of the Charity.

	Group 2023 £	Group 2022 £
Deferred income at 1 April 2022	(59,557)	-
Resources deferred during the year	(45,906)	(59,557)
Amounts released from previous periods	59,557	(3,365)
	(45,906)	(62,922)

Deferred income is held for fees received in the year for training courses taking place after year end.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

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

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Bank loans	<u>993,759</u>	<u>1,102,278</u>	<u>993,759</u>	<u>1,102,278</u>

Included within the above are amounts falling due as follows:

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
BETWEEN ONE AND TWO YEARS				
Bank loans	<u>155,884</u>	<u>155,884</u>	<u>155,884</u>	<u>155,884</u>
BETWEEN TWO AND FIVE YEARS				
Bank loans	<u>467,652</u>	<u>467,652</u>	<u>467,652</u>	<u>467,652</u>
OVER FIVE YEARS				
Bank loans	<u>370,223</u>	<u>478,742</u>	<u>370,223</u>	<u>478,742</u>

See note 18 for details of the bank loan.

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

20. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 April 2022 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2023 £
UNRESTRICTED FUNDS					
DESIGNATED FUNDS					
Fixed assets	3,323,377	-	(173,191)	159,376	3,309,562
Research Studentships and Clinical Trials	-	-	-	141,400	141,400
New Chamber	-	-	-	600,000	600,000
	<u>3,323,377</u>	<u>-</u>	<u>(173,191)</u>	<u>900,776</u>	<u>4,050,962</u>
GENERAL FUNDS					
General funds	<u>735,466</u>	<u>2,372,538</u>	<u>(1,902,719)</u>	<u>(900,776)</u>	<u>304,509</u>
TOTAL UNRESTRICTED FUNDS	<u><u>4,058,843</u></u>	<u><u>2,372,538</u></u>	<u><u>(2,075,910)</u></u>	<u><u>-</u></u>	<u><u>4,355,471</u></u>

Designated Funds

Fixed assets

This fund represents the net book value of designated assets, less any loans associated with the build. Transfers in to this designated fund relate to fixed asset purchases and movements in the loan from general funds.

Research Studentships and Clinical Trials

This funds represents amounts designated for future research studentships and clinical trials.

New Chamber

This funds represent amounts designated to fund a new hyperbaric oxygen chamber.

**DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

20. STATEMENT OF FUNDS (CONTINUED)

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 April 2021 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2022 £
UNRESTRICTED FUNDS					
DESIGNATED FUNDS					
Fixed assets	3,843,891	-	(164,481)	(356,033)	3,323,377
GENERAL FUNDS					
General funds	(236,655)	2,415,599	(1,799,511)	356,033	735,466
TOTAL UNRESTRICTED FUNDS	<u>3,607,236</u>	<u>2,415,599</u>	<u>(1,963,992)</u>	<u>-</u>	<u>4,058,843</u>

DDRC HEALTHCARE
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

21. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Unrestricted funds 2023 £	Total funds 2023 £
Tangible fixed assets	2,834,391	2,834,391
Investment property	1,624,813	1,624,813
Current assets	1,352,232	1,352,232
Creditors due within one year	(462,206)	(462,206)
Creditors due in more than one year	(993,759)	(993,759)
TOTAL	4,355,471	4,355,471

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	Unrestricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	2,956,726	2,956,726
Investment property	1,624,813	1,624,813
Current assets	1,041,241	1,041,241
Creditors due within one year	(461,659)	(461,659)
Creditors due in more than one year	(1,102,278)	(1,102,278)
TOTAL	4,058,843	4,058,843

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

22. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Group 2023 £	Group 2022 £
Net income for the year (as per Statement of Financial Activities)	296,628	451,607
ADJUSTMENTS FOR:		
Depreciation charges	173,191	164,481
Increase in stocks	(5,357)	(3,942)
Increase in debtors	(72,924)	(70,605)
Increase/(decrease) in creditors	548	(356,036)
Interest charges	47,365	40,428
Interest received	(664)	-
NET CASH PROVIDED BY OPERATING ACTIVITIES	438,787	225,933

23. ANALYSIS OF CASH AND CASH EQUIVALENTS

	Group 2023 £	Group 2022 £
Cash in hand	1,081,850	849,139

24. ANALYSIS OF CHANGES IN NET DEBT

	At 1 April 2022 £	Cash flows £	At 31 March 2023 £
Cash at bank and in hand	849,139	232,711	1,081,850
Debt due within 1 year	(155,884)	-	(155,884)
Debt due after 1 year	(1,102,278)	108,519	(993,759)

25. PENSION COMMITMENTS

The Group operates two defined contribution pension schemes. The assets of the schemes are held separately from those of the Group in an independently administered fund. The pension costs charge represents contributions payable by the Group to the funds and amounted to £79,180 (2022: £68,383). Contributions totaling £9,618 (2022: £7,203) were payable to the funds at the balance sheet date.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

26. RELATED PARTY TRANSACTIONS

The Charity has two 100% subsidiaries as included in note 15. As these are wholly owned by DDRC Healthcare, the Charity has taken advantage of the exemption contained in FRS 102 Section 33.1A not to disclose transactions or balances with entities which form part of the Group.

There have been no transactions with other related parties.

27. CONTROLLING PARTY

The Charity is controlled by the Trustees.

