

Charity Commission No. NIC100692  
HMRC Charity Registration No. XT13338  
Company Registration No. NI068710 (Northern Ireland)

**SOMME NURSING HOME HOLDINGS**  
**(A COMPANY LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2025**

# SOMME NURSING HOME HOLDINGS

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# SOMME NURSING HOME HOLDINGS

## LEGAL AND ADMINISTRATIVE INFORMATION

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Trustees	Mr E R Telford Mr S J L Phillips Mrs E A Robinson Mr P Baillie Mrs N Connery
Secretary	Mr W S G Cassells
Charity Number	NIC100692
Company number	NI068710
Principal address	121 Circular Road Belfast BT4 2NA
Registered office	4th Floor Donegall House 7 Donegall Square North Belfast BT1 5GB
Auditor	Moore (N.I.) LLP 4th Floor Donegall House 7 Donegall Square North Belfast BT1 5GB
Bankers	Ulster Bank Limited Unit 2, Arches Retail Park Belfast BT5 4AF
Solicitors	King and Gowdy Solicitors 298 Upper Newtownards Road Belfast BT4 3EJ

# **SOMME NURSING HOME HOLDINGS**

## **DIRECTORS' REPORT (INCLUDING TRUSTEES' REPORT)**

### **FOR THE YEAR ENDED 31 MARCH 2025**

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The trustees who are also directors for the purpose of the Charities Act (NI) 2008, present their annual report and financial statements for the year ended 31 March 2025.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2019)

#### **Objectives and activities**

The charity exists to support the aims of the governing document – the 1944 Trust as amended by the High Court in 2002. It provides financial assistance to the Somme Nursing Home to enable it to meet its obligations to the beneficiaries of the 1944 Trust by the provision of nursing services in the context of a registered Nursing Home. The objectives for which the charity is established are the provision of grants and other funding to the Somme Nursing Home and to any other individuals, organisations and companies as so agreed by the Board of Trustees. The charity continues to hold investments in order to hold sufficient reserves to support the Somme Nursing Home. The charity also owns the property in which the Home is situated. It insures this building and carries out routine maintenance and repairs as required as landlord. The charity also owns a property – Mountbatten Lodge which is let to a third party on commercial terms. The lease was renegotiated in late 2022, early 2023.

As part of its registration process with the NI Charity Commission the charity has been permitted to acquire all of the remaining assets owned by the 1944 Trust. The charity has aligned its objectives with those of the 1944 Trust and as a consequence the 1944 Trust as a separate entity has ceased to exist.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

#### **Achievements and performance**

Somme Nursing Home Holdings main investment portfolio continues to make up the main reserves of the Charity and provides a mix of growth as well as a small income each year to support Somme Nursing Home. A separate £100k was invested in a Liquidity Fund to get income return providing an income yield of 4.5% per annum.

During the year the Trustees carried out a number of significant projects to upgrade the infrastructure of the Home. These included the installation of a new air-conditioning system in the kitchen, the redesign and installation of a new flat-roof, incorporating new skylights and the replacement of the mains electrical switchgear. The roundabout to the front of the Home was also resurfaced. Other significant works are planned for 2025/26.

#### **Financial review**

The main sources of income for the Holding Company remain unchanged. The lease on Mountbatten Lodge was reviewed in 2022/23 at an annual rent of £62,000. The Holding company also has a notional lease in place with the Nursing Home which is balanced by an annual reduction in the leasehold asset held in the balance sheet.

The company maintains an investment portfolio with Rathbones. This is a balanced portfolio, between income and capital growth, with a medium risk approach. The portfolio remained fairly static during the year reflecting the overall movement in the markets. The closing valuation was £1,669,937.

The trustees recognise the financial difficulties of operating in the care sector and the desire to maintain the highest standard of care to the residents of the Home. The trustees do expect the Home to operate on at least a break-even basis but appreciate that support will be needed from time to time. The directors' main objective remains to have reserves in place to fund capital projects and future growth. In this period the Trustees have expended over £200,000 on refurbishment and repairs to safeguard and enhance the building and facilities.

# SOMME NURSING HOME HOLDINGS

## DIRECTORS' REPORT (INCLUDING TRUSTEES' REPORT)

*FOR THE YEAR ENDED 31 MARCH 2025*

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The directors remain committed to maintain sufficient free reserves which will be adequate to maintain the company's estate and to enable it to support its beneficiaries in the event of a demand for resources. The trustees consider both the company's estate and the requirements of key beneficiaries on an ongoing basis, and are satisfied that the current level of free reserves is adequate.

### Risk Management

The trustees have conducted a review of the major risks to which the company is exposed. These risks are considered regularly by the trustees, and they have developed systems to monitor and control these risks in order to mitigate any impact that they could have on the company. Procedures are in place to ensure compliance with health and safety of the nursing home staff and residents.

### Structure, governance and management

Somme Nursing Home Holdings is a company limited by guarantee, not having a share capital. It is registered in Northern Ireland (registration number: NI 068710) and has obtained charitable status with The Charity Commission for Northern Ireland (reference number: NIC100692), and also with HM Revenue & Customs (reference number: XT 13338). It is governed by its Memorandum and Articles of Association

Mr E R Telford  
Mr S J L Phillips  
Mr R Liddell (Resigned 11/03/2025)  
Mrs E A Robinson  
Mr P Baillie  
Mrs N Connery (Appointed 10/06/2025)

Trustee/Directors are appointed by invitation and currently comprise individuals with direct experience to the activities of the charity. As with the Nursing Home the aim is to have trustees who have the skills and expertise to support the activities of the charity. In the event of the company being wound up and a shortfall ensuing, the members are required to contribute an amount not exceeding one pound.

Trustees are briefed by the Chairman and Executive Director on appointment. Each has access to a comprehensive pack of documents containing the essential legal and regulatory information to guide and inform them on their duties.

No staff are paid by the charity though the charity does pay the Somme Nursing Home a management charge to meet its share of the expense of the Company Secretary/Executive Director who provides services to both charities. This is paid quarterly and the amount is reviewed annually.

The Board operates as detailed in the governing document of the charity, its Memorandum and Articles of Association. The financial business and affairs of the charity are conducted and managed by the Board of Trustees. The executive management, in charge of the day to day operations, report to the board and any sub committees on a monthly basis.

Somme Nursing Home, a company incorporated in Northern Ireland is identified as a related party by nature of sharing common directors.

# SOMME NURSING HOME HOLDINGS

## DIRECTORS' REPORT (INCLUDING TRUSTEES' REPORT)

*FOR THE YEAR ENDED 31 MARCH 2025*

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### Statement of trustees' responsibilities

The directors, who also act as trustees for the charitable activities, are responsible for preparing the Directors' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law required the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

The directors, who also act as trustees for the charitable activities, are responsible for preparing the Directors' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law required the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year. In preparing these accounts, the trustees are required to:

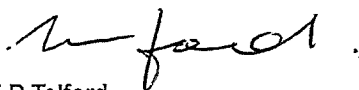
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures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

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The trustees' report was approved by the Board of Trustees.

  
Mr E R Telford

Dated: 10 December 2025

# SOMME NURSING HOME HOLDINGS

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF SOMME NURSING HOME HOLDINGS

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#### Opinion

We have audited the financial statements of Somme Nursing Home Holdings (the 'charity') for the year ended 31 March 2025 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including 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 charity's affairs as at 31 March 2025 and of its 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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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 charity'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.

#### Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's 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.

#### Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

# SOMME NURSING HOME HOLDINGS

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### TO THE MEMBERS OF SOMME NURSING HOME HOLDINGS

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#### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' 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 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 statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

#### **Auditor's 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 auditor's 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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

#### **Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud**

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charity.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charity and considered that the most significant are the Companies Act 2006, the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council
- We obtained an understanding of how the charity complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.

# SOMME NURSING HOME HOLDINGS

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### TO THE MEMBERS OF SOMME NURSING HOME HOLDINGS

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As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

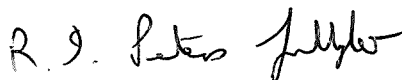
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's 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. 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 auditor's 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 the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Dr R I Peters Gallagher OBE FCA (Senior Statutory Auditor)  
for and on behalf of Moore (N.I.) LLP

11 December 2025

Chartered Accountants  
Statutory Auditor

4th Floor Donegall House  
7 Donegall Square North  
Belfast  
BT1 5GB

## SOMME NURSING HOME HOLDINGS

### STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2025

	Notes	Unrestricted funds 2025 £	Unrestricted funds 2024 £
<b><u>Income from:</u></b>			
Rental and lease income	3	162,000	162,000
Investments	4	57,297	59,126
<b>Total income</b>		<b>219,297</b>	<b>221,126</b>
<b><u>Expenditure on:</u></b>			
Charitable activities	5	374,001	215,037
 Net (losses)/gains on investments	 10	 17,277	 57,697
<b>Net movement in funds</b>		<b>(137,427)</b>	<b>63,786</b>
Fund balances at 1 April 2024		2,514,691	2,450,905
<b>Fund balances at 31 March 2025</b>		<b>2,377,264</b>	<b>2,514,691</b>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

# SOMME NURSING HOME HOLDINGS

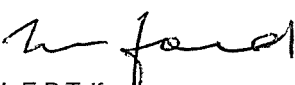
## BALANCE SHEET

AS AT 31 MARCH 2025

	Notes	2025		2024	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	12		1,546,720		1,672,601
Investments	13		1,669,937		1,671,164
			<u>3,216,657</u>		<u>3,343,765</u>
<b>Current assets</b>					
Debtors	14	4,268		5,558	
Cash at bank and in hand		<u>73,569</u>		<u>177,624</u>	
		77,837		183,182	
<b>Creditors: amounts falling due within one year</b>	15	<u>(17,230)</u>		<u>(12,256)</u>	
<b>Net current assets</b>			<u>60,607</u>		<u>170,926</u>
<b>Total assets less current liabilities</b>			<u>3,277,264</u>		<u>3,514,691</u>
<b>Creditors: amounts falling due after more than one year</b>	16		<u>(900,000)</u>		<u>(1,000,000)</u>
<b>Net assets</b>			<u><u>2,377,264</u></u>		<u><u>2,514,691</u></u>
<b>The funds of the charity</b>					
Unrestricted funds	17		<u>2,377,264</u>		<u>2,514,691</u>
			<u><u>2,377,264</u></u>		<u><u>2,514,691</u></u>

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

The financial statements were approved by the trustees on 10 December 2025

  
Mr E R Telford

Company registration number NI068710 (Northern Ireland)

# SOMME NURSING HOME HOLDINGS

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2025

	Notes	2025 £	£	2024 £	£
<b>Cash flows from operating activities</b>					
Cash (absorbed by)/generated from operations	20		(179,856)		16,445
<b>Investing activities</b>					
Return on capital		242		-	
Purchase of investments		(160,382)		(249,188)	
Proceeds on disposal of investments		178,644		165,398	
Investment income received		57,297		59,126	
<b>Net cash generated from/(used in) investing activities</b>			75,801		(24,664)
<b>Net cash used in financing activities</b>			-		-
<b>Net decrease in cash and cash equivalents</b>			(104,055)		(8,219)
Cash and cash equivalents at beginning of year			177,624		185,843
<b>Cash and cash equivalents at end of year</b>			73,569		177,624

# SOMME NURSING HOME HOLDINGS

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

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### 1 Accounting policies

#### Charity information

Somme Nursing Home Holdings is a private company limited by guarantee incorporated in Northern Ireland. The registered office is 4th Floor Donegall House, 7 Donegall Square North, Belfast, BT1 5GB.

#### 1.1 Accounting convention

The accounts have been prepared in accordance with the charity's governing document, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

#### 1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

#### 1.4 Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Investment income is included when receivable.

Rental income is included on an accruals basis in line with the rental lease agreement net of trade discounts.

#### 1.5 Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Funding provided through contractual agreements and performance related grants is recognised as goods or services are supplied. Other grant payments are recognised when a constructive obligation arises that results in the payment being unavoidable.

Costs of generating funds are those costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Governance costs include those incurred in the governance of its assets and are primarily associated with constitutional and statutory requirement

#### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold buildings	4% Straight line
Land	Nil

# SOMME NURSING HOME HOLDINGS

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

### 1 Accounting policies

(Continued)

#### 1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

#### 1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

#### 1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

##### **Basic financial liabilities**

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

##### **Derecognition of financial liabilities**

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

# SOMME NURSING HOME HOLDINGS

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

### 2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

### 3 Rental and lease income

	2025	2024
	£	£
Lease released	100,000	100,000
Rent receivable	62,000	62,000
	<u>162,000</u>	<u>162,000</u>

### 4 Investments

	2025	2024
	£	£
Dividends received	55,991	57,658
Interest receivable	1,306	1,468
	<u>57,297</u>	<u>59,126</u>

### 5 Charitable activities

	2025	2024
	£	£
Depreciation	125,881	166,291
Donations	4,480	1,212
Insurance	4,967	7,762
Repairs and maintenance	216,363	8,800
Management fees	8,647	9,765
Sundry	1,743	5,173
Management charge	10,000	10,000
	<u>372,081</u>	<u>209,003</u>
Share of governance costs (see note 6)	1,920	6,034
	<u>374,001</u>	<u>215,037</u>

## SOMME NURSING HOME HOLDINGS

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

#### 6 Support costs

	Support costs £	Governance costs £	2025 £	Support costs £	Governance costs £	2024 £
Audit fees	-	1,920	1,920	-	1,800	1,800
Legal and professional	-	-	-	-	4,234	4,234
	-	1,920	1,920	-	6,034	6,034
Analysed between Charitable activities	-	1,920	1,920	-	6,034	6,034

Governance costs includes payments to the auditors of £1,920 (2024- £1,800) for audit fees.

#### 7 Net movement in funds

	2025 £	2024 £
The net movement in funds is stated after charging/(crediting):		
Fees payable for the audit of the charity's financial statements	1,920	1,800
Depreciation of owned tangible fixed assets	125,881	166,291

#### 8 Trustees

None of the trustees (or any persons connected with them) received any remuneration, benefits or expenses from the charity during the year.

#### 9 Employees

The average monthly number of employees during the year was:

	2025 Number	2024 Number
Total	-	-

There were no employees whose annual remuneration was more than £60,000.

#### 10 Net gains on investments

	2025 £	2024 £
Revaluation of listed investments	10,596	28,884
Gain/(loss) on sale of listed investments	6,681	28,813
	17,277	57,697

## SOMME NURSING HOME HOLDINGS

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

#### 11 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

#### 12 Tangible fixed assets

	Freehold buildings £
<b>Cost</b>	
At 1 April 2024	5,089,246
At 31 March 2025	5,089,246
<b>Depreciation and impairment</b>	
At 1 April 2024	3,416,645
Depreciation charged in the year	125,881
At 31 March 2025	3,542,526
<b>Carrying amount</b>	
At 31 March 2025	1,546,720
At 31 March 2024	1,672,601

#### 13 Fixed asset investments

	Listed investments £
<b>Cost or valuation</b>	
At 1 April 2024	1,671,164
Additions at cost	160,382
Net gains on investments	10,596
Return on capital	(242)
Disposals at market value	(171,963)
At 31 March 2025	1,669,937
<b>Carrying amount</b>	
At 31 March 2025	1,669,937
At 31 March 2024	1,671,164

# SOMME NURSING HOME HOLDINGS

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

### 14 Debtors

	2025	2024
	£	£
Amounts falling due within one year:		
Other debtors	4,082	5,259
Prepayments and accrued income	186	299
	<u>4,268</u>	<u>5,558</u>

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

	2025	2024
	£	£
Other creditors	15,279	10,425
Accruals	1,951	1,831
	<u>17,230</u>	<u>12,256</u>

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

	2025	2024
	£	£
Deferred income	900,000	1,000,000

### 17 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 April 2024	Incoming resources	Resources expended	Gains and losses	At 31 March 2025
	£	£	£	£	£
General funds	2,514,691	219,297	(374,001)	17,277	2,377,264
Previous year:	At 1 April 2023	Incoming resources	Resources expended	Gains and losses	At 31 March 2024
	£	£	£	£	£
General funds	2,450,905	221,126	(215,037)	57,697	2,514,691

### 18 Related party transactions

Transactions with related parties

## SOMME NURSING HOME HOLDINGS

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

#### 18 Related party transactions

(Continued)

The company maintains an intercompany balance with Somme Nursing Home, a company incorporated in Northern Ireland and sharing common directors. At the balance sheet date the balance due to Somme Nursing Home amounted to £15,279 (2024 - £10,425 ) and is included in creditors. During the year a donation of £Nil (2024 - £Nil) was paid to Somme Nursing Home from Somme Nursing Home Holdings.

#### 19 Freehold land and buildings held by trustees

Freehold land and buildings are beneficially owned by Somme Nursing Home Holdings, with the title held by the Trustees of Somme Nursing Home.

#### 20 Cash generated from operations

	2025 £	2024 £
(Deficit)/surplus for the year	(137,427)	63,786
Adjustments for:		
Investment income recognised in statement of financial activities	(57,297)	(59,126)
Gain on disposal of investments	(6,681)	(28,813)
Fair value gains and losses on investments	(10,596)	(28,884)
Depreciation and impairment of tangible fixed assets	125,881	166,291
Movements in working capital:		
Decrease in debtors	1,290	3,089
Increase in creditors	4,974	102
(Decrease) in deferred income	(100,000)	(100,000)
Cash (absorbed by)/generated from operations	(179,856)	16,445

#### 21 Analysis of changes in net funds

The charity had no material debt during the year.

