

# NATIONAL DENTAL PLAN LIMITED

Annual Report for the year ended 31 December 2020



# NATIONAL DENTAL PLAN LIMITED

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## **NATIONAL DENTAL PLAN LIMITED**

### **Directors, Officers and Advisers**

#### **Directors**

Jonathan Fletcher  
Glenn Thompson

#### **Bankers**

Lloyds Bank plc, City Office  
PO Box 72  
Bailey Drive  
Gillingham Business Park  
Gillingham  
Kent  
ME8 0LS

#### **Secretary and Registered office**

David Whitehead  
National Dental Plan Limited  
Milton Court  
Dorking  
Surrey  
RH4 3LZ

#### **Registered Auditor**

Ernst & Young LLP  
25 Churchill Place  
Canary Wharf  
London  
E14 5EY

#### **Registered Number**

02260489

**NATIONAL DENTAL PLAN LIMITED**  
**STRATEGIC REPORT**  
**For the year ended 31 December 2020**

**Company strategy**

The principal activity of the Company is to process claims and payments for historic dental business and to maintain relationships between Unum Limited, a fellow subsidiary company of Unum European Holding Company Limited, and industry intermediaries to ensure that brokers are paid and terms of business agreed.

Since 1 January 2020, Unum Limited has been managing the broker relationships and paying brokers directly. Processing of historic dental business was finalised in 2020. With all of its services now transitioned across to Unum Ltd, the Directors will be investigating options to liquidate the Company.

**Review of the business**

As a result of activities being transferred to Unum Ltd, the Company's revenue stream has ceased. The negative turnover of £7,809 shown in the statement of comprehensive income represents final adjustments to the historic commissions, compared to turnover of £1,183,806 in 2019. The pre-tax loss on ordinary activities, including interest received and paid, totalled £4,742 (2019: profit £10,695).

A final dividend of £1,000,000 in respect of 2019 was paid in 2020 (2019: £Nil). The Directors do not propose a final dividend for the year ended 31 December 2020.

Net assets have reduced from £1,399,955 to £396,297 at 31 December 2020, reflecting the dividend paid and after-tax loss recognised in the year.

**Future business outlook**

The Directors consider it likely that the business will not be required to process payments and claims for historic dental business, either within the UK group, or to any third party. The Directors are not pursuing any new opportunities which would generate revenue for the Company, and it is their intention to investigate the options available to liquidate the Company.

The Company retains adequate financial resources to settle all liabilities as they fall due.

**Principal risks and uncertainties**

There were no amounts owed to companies within the Unum Group at 31 December 2020 (2019: £nil) whilst amounts owed outside the group, totalled £5,146 (2019: £821,173) (Notes 12 and 13). The Company has a cash holding of £399,971, which is significantly in excess of its liabilities.

**NATIONAL DENTAL PLAN LIMITED**  
**STRATEGIC REPORT (continued)**  
**For the year ended 31 December 2020**

**COVID-19**

The COVID-19 situation caused no short-term disruption to the business in 2020 and is not expected to impact the Company over the next 12 months.

**Brexit**

The Company does not expect to be impacted by Brexit as its activities have been transitioned to a group undertaking and the intention is for the Company to be dissolved.

**Climate Change**

Our strategy design and execution processes include consideration of climate change risk that is proportionate to the nature, scale and complexity of our business. The Directors believe the risk of any climate change impact on the Company is nil.

**By order of the board**



**David Whitehead**  
**Company Secretary**

**16 July 2021**

**NATIONAL DENTAL PLAN LIMITED**

**Company Registration No: 02260489**

**DIRECTORS' REPORT  
for the year ended 31 December 2020**

The Directors submit their report and the financial statements for the year ended 31 December 2020.

**Directors**

The Directors who were members of the Board at the time of approving the Directors' Report are listed on page 3 and their service was continuous throughout the year unless stated below.

Andrew Bower resigned as Director on 31 December 2020.

Peadar O'Donnell resigned as Director on 31 March 2021.

Glenn Thompson was appointed Director on 25 April 2021.

Steven Leverett resigned as Company Secretary on 23 April 2021 and David Whitehead was appointed Company Secretary on the same date.

None of the Directors have any beneficial interest in the shares of the company.

**Performance for the year**

The Company recognised a small operating loss before tax in 2020 of £4,742 including interest paid, compared to a prior year profit of £10,695.

**Future Outlook**

As a result of the transition of the Company's activities to Unum Ltd, an associated UK group Company, the Directors consider that the business will not be required to process payments and claims for historical dental business to any of its associated group companies or third parties in future and, since there are no plans to actively pursue any new business opportunities to generate new revenue streams, it is the Directors' intention to consider options to liquidate the Company.

The Directors have a reasonable expectation that the company has adequate resources to settle all of its liabilities as they become due.

Given the considerable reduction of business activities in the company and the expectation that no new business revenues will be forthcoming, these financial statements have been prepared on an other than going concern basis.

**Statement as to disclosure of information to auditors**

Having made enquiries of fellow Directors and of the company's auditors, each of these Directors confirms that:

- to the best of each Director's knowledge and belief, there is no information relevant to the preparation of their report of which the company's auditors are unaware; and
- each Director has taken all the steps a Director might reasonably be expected to have taken to be aware of relevant audit information and to establish that the company's auditors are aware of that information.

In accordance with Section 487(2) of the Companies Act 2006, the Auditors Ernst and Young LLP are deemed reappointed.

**NATIONAL DENTAL PLAN LIMITED**

**DIRECTORS' REPORT (continued)  
for the year ended 31 December 2020**

**Insurance of Directors and officers**

The Directors and officers of the Group are covered under a global professional indemnity insurance policy held by Unum Group, the ultimate parent company. The insurance was in force at 31 December 2020 and on the day the Report of the Directors was approved.

**By order of the board**

A handwritten signature in black ink, appearing to read 'D Whitehead', written in a cursive style.

**David Whitehead  
Company Secretary**

**16 July 2021**

## **NATIONAL DENTAL PLAN LIMITED**

### **STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS**

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

Company law requires the Directors to prepare financial statements for each financial year. Under that law, the Directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting 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 financial statements; and
- prepare the financial statements on the going concern basis, unless it is inappropriate to presume that the company will continue in business. For the reasons stated in the Strategic Report, the Directors' Report and Note 1C, the financial statements have not been prepared on a going concern basis.

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

## NATIONAL DENTAL PLAN LIMITED

### INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF NATIONAL DENTAL PLAN LIMITED

#### Opinion

We have audited the financial statements of National Dental Plan Limited for the year ended 31 December 2020 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and the related notes 1 to 16, 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 FRS 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 company's affairs as at 31 December 2020 and of its loss 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 company 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.

#### Emphasis of matter – financial statements prepared on a basis other than going concern

We draw attention to note 1C to the financial statements which explains that the company's business activities have ceased and the directors intend to liquidate the company and therefore do not consider it to be appropriate to adopt the going concern basis of accounting in preparing the financial statements. Accordingly, the financial statements have been prepared on an other than going concern basis as described in note 1C. Our opinion is not modified in respect of this matter.

#### 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 directors are responsible for the other information contained within the annual report.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

## **NATIONAL DENTAL PLAN LIMITED**

### **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF NATIONAL DENTAL PLAN LIMITED (continued)**

#### **Other information (continued)**

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 there is 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 the 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 the audit:

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

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

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or directors' report.

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

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

#### **Responsibilities of directors**

As explained more fully in the directors' responsibilities statement set out on page 8, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

## NATIONAL DENTAL PLAN LIMITED

### INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF NATIONAL DENTAL PLAN LIMITED (continued)

#### **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.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the company and determined the direct laws and regulations related to elements of company law and tax legislation, and the financial reporting framework.
- We obtained a general understanding of how National Dental Plan Limited is complying with those frameworks by making enquiries of management, internal audit, and those responsible for legal and compliance matters. We also gained an understanding of the Company's approach to governance and risk management.
- We assessed the susceptibility of the company's financial statements to material misstatement, including how fraud might occur by considering the controls that the Company has established to address risks identified by the entity, or that otherwise seek to prevent, deter or detect fraud. Additionally, we tested year-end adjustments including manual journals, to provide reasonable assurance that the financial statements were free from fraud or error.
- Based on this understanding we designed our audit procedures to identify noncompliance with such laws and regulations. Our procedures involved making enquiries of those charged with governance and management for their awareness of any non-compliance with laws or regulations; inquiring about the policies that have been established to prevent non-compliance with laws and regulations by officers and employees; inquiring about the Company's methods of enforcing and monitoring compliance with such policies.

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

**NATIONAL DENTAL PLAN LIMITED**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF NATIONAL DENTAL PLAN  
LIMITED (continued)**

**Use of our report**

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

*Ernst & Young LLP*

**John Headley (Senior Statutory Auditor)  
for and on behalf of Ernst & Young LLP, Statutory Auditor  
London**

*20* July 2021

**NATIONAL DENTAL PLAN LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
for the year ended 31 December 2020

	Notes	2020 £	2019 £
Turnover	2	(7,809)	1,183,806
Cost of sales	3	4,757	(1,175,477)
Gross (loss) / profit		<u>(3,052)</u>	<u>8,329</u>
Administrative expenses		<u>-</u>	<u>(99)</u>
Operating (loss) / profit		(3,052)	8,230
Interest receivable and similar income	5	-	2,465
Bank charges	6	<u>(1,690)</u>	<u>-</u>
(Loss) / profit on ordinary activities before tax		(4,742)	10,695
Tax credit / (charge)	9	<u>1,084</u>	<u>(2,482)</u>
(Loss) / profit for the financial year		<u><u>(3,658)</u></u>	<u><u>8,213</u></u>

The notes on pages 16 to 23 form an integral part of these financial statements.

**NATIONAL DENTAL PLAN LIMITED**

**STATEMENT OF FINANCIAL POSITION  
at 31 December 2020**

	Notes	2020 £	2019 £
<b>Current Assets</b>			
Debtors	10	1,472	374,665
Cash at bank and in hand		399,971	1,846,463
		401,443	2,221,128
<b>Creditors - amounts falling due within one year</b>			
Other creditors including tax and social security	12	5,146	48,493
Accruals and deferred income	13	-	772,680
		5,146	821,173
<b>Net Current Assets</b>		396,297	1,399,955
<b>Net Assets</b>		396,297	1,399,955
<b>Capital and Reserves</b>			
Called up share capital	14	17,915	17,915
Share premium		49,830	49,830
Profit and loss account		328,552	1,332,210
<b>Shareholders' Funds</b>		396,297	1,399,955

The financial statements on pages 13 to 15 were agreed by the board of Directors and were signed on its behalf by:



**J Fletcher**  
Director

16 July 2021



**G Thompson**  
Director

16 July 2021

**NATIONAL DENTAL PLAN LIMITED**

**STATEMENT OF CHANGES IN EQUITY  
at 31 December 2020**

	Called up Share Capital £	Share Premium Account £	Profit and Loss Account £	Total £
Balance as at 1 January 2019	17,915	49,830	1,323,997	1,391,742
Profit for the year	-	-	8,213	8,213
<b>Balance as at 31 December 2019</b>	<b>17,915</b>	<b>49,830</b>	<b>1,332,210</b>	<b>1,399,955</b>
Balance as at 1 January 2020	17,915	49,830	1,332,210	1,399,955
Loss for the year	-	-	(3,658)	(3,658)
Dividends paid	-	-	(1,000,000)	(1,000,000)
<b>Balance as at 31 December 2020</b>	<b>17,915</b>	<b>49,830</b>	<b>328,552</b>	<b>396,297</b>

**NATIONAL DENTAL PLAN LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**for the year ended 31 December 2020**

**1. Principal accounting policies**

**A. General Information**

National Dental Plan Limited is incorporated and domiciled in England, registration number 02260489. The registered office is Milton Court, Dorking, Surrey RH4 3LZ.

**B. Statement of compliance**

The financial statements have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Ireland' (FRS 102) and the Companies Act 2006.

**C. Basis of preparation**

As explained in the Future Business Outlook section of the Strategic Report, the Company's business activities have ceased and no new opportunities to generate future revenue are being pursued. Accordingly, the going concern basis of preparation is no longer considered appropriate and the accounts have been prepared on a basis other than going concern as the Directors intend to consider options to liquidate the company. Under this basis, assets and liabilities are measured at recoverable value and settlement value, respectively. No adjustments were considered necessary to the carrying value of the remaining assets and liabilities. There are no contractual commitments that have become onerous at the balance sheet date. The financial statements do not include any provision for the future costs of terminating the business of the company except to the extent that such costs were committed at the balance sheet date. Any costs of liquidation will ultimately be borne by Unum Ltd.

**D. Exemptions for qualifying entities under FRS 102**

FRS 102 allows a qualifying entity certain disclosure exemptions. The Company is a qualifying entity for the purposes of the preparation of individual financial statements. Details regarding the parent entity of the group in whose consolidated financial statements the Company's financial statements are consolidated, and from where those financial statements may be obtained are provided in note 15.

The Company has chosen to take exemption from the requirement to provide disclosures in relation to:

1. The requirement to prepare a statement of cash flows; and
2. The disclosure of key management personnel compensation in total.

**E. Income**

Turnover, which excludes VAT, comprises brokerage commission earned from the marketing and managing of historic dental insurance policies. Income is recognised once all obligations to the policy holder have been discharged over the duration of policies written. Should the commissions relate to services provided in future periods, they are deferred and recognised over those future periods.

## **NATIONAL DENTAL PLAN LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2020 (continued)**

#### **1. Principal accounting policies (continued)**

##### **F. Taxation**

The taxation charge shown in the income statement is provided at the corporation tax rate applicable for the period and based on the loss on ordinary activities for the year after adjusting for items that are not taxable or tax deductible.

Deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more or a right to pay less tax in the future have occurred at the balance sheet date. Deferred tax assets are recognised only to the extent that it is probable that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted. Deferred tax balances are not discounted.

##### **G. Foreign currencies**

Assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the end of the year. Foreign transactions are recorded at the actual rate of exchange prevailing on the date of the transaction. All exchange differences are taken to the profit and loss account.

##### **H. Insurance broking assets and liabilities**

The company acts as an agent in broking the insurable risks of its clients. Generally, it is not liable for either premiums due to underwriters or return premiums payable to clients. Balances arising from insurance broking transactions are reported as separate assets and liabilities unless such balances are due to or from the same party and the offset would survive the insolvency of that party, in which case they are aggregated into a single net balance. As such, cash and creditors due to underwriters, and amounts due from clients are not recognised on the company balance sheet as risk transfer arrangements are in place.

##### **I. Cash and cash equivalents**

Cash at bank and in hand comprises cash on hand and on-demand deposits.

#### **2. Turnover**

The turnover of the company for the year represents the final adjustments in respect of commissions paid in previous years, from its principal activity predominantly undertaken in the United Kingdom.

#### **3. Cost of sales**

Cost of sales comprise of final broker commissions adjustments, relating to prior years, made by the Company in respect of sales of Unum Limited dental policies.

**NATIONAL DENTAL PLAN LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
for the year ended 31 December 2020 (continued)**

**4. Administrative Expense**

The Company has no employees. It has a resourcing and services agreement with a parent company, Unum European Holding Company Limited, under which it is provided with staff who perform administrative and management services on behalf of the Company.

**5. Interest received and similar Income**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Bank interest received	-	569
Foreign exchange translation gain	-	1,896
	<u>-</u>	<u>2,465</u>

**6. Interest paid and similar charges**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Bank charges	1,467	-
Foreign exchange transaction loss	223	-
	<u>1,690</u>	<u>-</u>

## NATIONAL DENTAL PLAN LIMITED

### NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2020 (continued)

#### 7. Directors' emoluments and pensions

There was no allocation of Directors' remuneration or valuation of shares to the Company in 2020.

In previous years, where an individual Director served more than one company in the Group, the individual's total remuneration and valuation of shares received were allocated across the main, relevant companies and the appropriate proportion was disclosed in each Company's financial statements. The allocation was based on an estimation of the time the Directors spend on each company.

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Aggregate emoluments in respect of qualifying services	-	40,541
Aggregate amounts receivable under long-term incentive plans	-	6,423
Aggregate amounts paid under money purchase schemes	-	5,150
	-	52,114

	<b>2020</b>	<b>2019</b>
	<b>No.</b>	<b>No.</b>
Number of Directors who received shares in respect of qualifying services	-	1
Number of Directors who exercised share options	-	-
Number of Directors accruing benefits under money purchase schemes	-	1
Number of Directors accruing benefits under defined benefits schemes	-	-
	-	1

	<b>2020</b>	<b>2019</b>
In respect of highest paid Director:	<b>£</b>	<b>£</b>
Aggregate emoluments	-	52,114
Accrued pension at the end of the year	-	38,986
Accrued lump sum at the end of the year	-	-
	-	91,100

#### 8. Auditors' remuneration

The auditors' remuneration of £15,000 for the 2020 statutory audit was borne by a fellow Unum group company, Unum European Holding Company Ltd (2019: £15,000). The auditors received no other remuneration in respect of services provided to the company for the year.

**NATIONAL DENTAL PLAN LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
for the year ended 31 December 2020 (continued)**

**9. Taxation**

**(a) Analysis of tax charge**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Current tax</b>		
UK corporation tax (credit) / charge on ordinary (losses) / profit of the period at 19.00% (2019: 19.00%)	(1,178)	1,690
Adjustment in respect of previous periods	5	486
<b>Total current tax (credit) / charge</b>	<u>(1,173)</u>	<u>2,176</u>
<b>Deferred tax</b>		
Origination and reversal of timing differences	277	306
Effect of change in tax rates	(183)	-
Adjustment in respect of previous periods	(5)	-
<b>Total deferred tax charge</b>	<u>89</u>	<u>306</u>
<b>Total tax (credit) / charge on income statement</b>	<u>(1,084)</u>	<u>2,482</u>

**(b) Factors affecting the total tax charge**

The total tax (credit) / charge assessed for the period differs from the standard rate of corporation tax of 19.00% (2019: 19.00%). The differences are explained below:

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
(Loss) / profit on ordinary activities before tax:	<u>(4,742)</u>	<u>10,695</u>
(Loss) / profit on ordinary activities before tax multiplied by the standard rate of corporation tax of 19.00% (2019: 19.00%)	(901)	2,032
<b>Which was affected by:</b>		
Effect of change in tax rates	(183)	(36)
Adjustments to tax in respect of previous years	-	486
<b>Total tax (credit) / charge for the year</b>	<u>(1,084)</u>	<u>2,482</u>

**NATIONAL DENTAL PLAN LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 December 2020 (continued)

**9. Taxation (continued)**

**(c) Factors affecting current and future tax charges**

On 3 March 2021, the Chancellor of the Exchequer announced that the main corporation tax rate would increase from 19% to 25% with effect from 1 April 2023. This change, which was substantively enacted on 24 May 2021, will not impact the deferred tax as the Directors will be investigating options to liquidate the Company.

**10. Debtors**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Amounts owed by Unum Limited	-	327,403
Prepayments and accrued income	-	24,547
Deferred tax asset (see Note 11)	1,472	1,561
Tax receivable	-	21,154
Total debtors	<u>1,472</u>	<u>374,665</u>

**11. Deferred Tax Asset**

	<b>Deferred Tax</b>
	<b>£</b>
At 1 January 2019	1,867
Movement for the year	<u>(306)</u>
At 31 December 2019	<u>1,561</u>
At 1 January 2020	1,561
Movement for the year	<u>(89)</u>
At 31 December 2020	<u>1,472</u>

The deferred tax asset is recognised in full in the financial statements as follows:

**Deferred tax balance**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Excess of tax value over book value of tangible assets	<u>1,472</u>	<u>1,561</u>
Deferred tax asset	<u>1,472</u>	<u>1,561</u>

## NATIONAL DENTAL PLAN LIMITED

### NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2020 (continued)

#### Deferred tax balance (continued)

There are no unrecognised amounts of deferred tax at 31 December 2020 (2019: £Nil). The deferred tax balance will be absorbed by the UK group of Companies upon dissolution of the Company.

#### 12. Other creditors including tax and social security

	2020	2019
	£	£
Trade creditors	-	48,493
Corporation tax payable	5,146	-
	<u>5,146</u>	<u>48,493</u>

#### 13. Accruals and deferred income

	2020	2019
	£	£
Commissions payable	-	772,680
	<u>-</u>	<u>772,680</u>

#### 14. Called up share capital

	2020	2019
	£	£
<b>Allotted, issued and fully paid</b>		
17,915 Ordinary shares of £1 each	17,915	17,915
	<u>17,915</u>	<u>17,915</u>

There are no rights, preferences or restrictions attached to this class of shares, including restrictions on distribution of dividends and repayment of capital.

#### 15. Parent Company

The Company's parent company is Unum European Holding Company Limited, a company incorporated in England.

The Directors regard Unum Group, a Company incorporated in the United States of America as the ultimate parent company and ultimate controlling party. The smallest and largest group in which the results of the Company are consolidated is that of Unum Group. Copies of the consolidated financial statements of Unum Group can be obtained from Unum Group, 1 Fountain Square, Chattanooga, Tennessee, 37402, USA.

## NATIONAL DENTAL PLAN LIMITED

### NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2020 (continued)

#### 16. Related party transactions

Advantage has been taken of the exemption in FRS 102 under section 33.1A not to disclose transactions with the immediate and ultimate parent companies or any of its wholly owned subsidiaries.

At 31 December 2020, there were no amounts owing to or from any related parties. A summary of balances owing between NDP Ltd and fellow group companies at 31 December 2020 and 2019 is shown below.

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Amounts owed from group undertakings</b>		
Unum Ltd	-	327,403