

& COMPANY GROUP LTD (FORMERLY AVENUE HQ HOSPITALITY LTD)

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

& COMPANY GROUP LTD (FORMERLY AVENUE HQ HOSPITALITY LTD)
REGISTERED NUMBER: 10715295

BALANCE SHEET
AS AT 30 JUNE 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	4	12,917	-
		<u>12,917</u>	<u>-</u>
Current assets			
Stocks		5,946	-
Debtors: amounts falling due within one year	5	49,937	36,094
Cash at bank and in hand	6	45,088	3,037
		<u>100,971</u>	<u>39,131</u>
Creditors: amounts falling due within one year	7	(115,803)	(49,084)
Net current liabilities		<u>(14,832)</u>	<u>(9,953)</u>
Total assets less current liabilities		<u>(1,915)</u>	<u>(9,953)</u>
Creditors: amounts falling due after more than one year	8	(234,705)	-
Net liabilities		<u>(236,620)</u>	<u>(9,953)</u>
Capital and reserves			
Profit and loss account		(236,620)	(9,953)
		<u>(236,620)</u>	<u>(9,953)</u>

BALANCE SHEET (CONTINUED)
AS AT 30 JUNE 2020

The director considers that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

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

The Company has opted not to file the profit and loss account in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 28 June 2021.

M P Kennedy
Director

The notes on pages 3 to 9 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

1. General information

The company is a private company limited by shares, which is incorporated under the Companies Act 2006 and registered in England and Wales (no.10715295). The address of the registered office is 17 Mann Island, Liverpool, England, L3 1BP.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Revenue

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

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.3 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

2.4 Government grants

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

Grants of a revenue nature are recognised in the Profit and loss account in the same period as the related expenditure.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

2. Accounting policies (continued)

2.5 Interest income

Interest income is recognised in profit or loss using the effective interest method.

2.6 Borrowing costs

All borrowing costs are recognised in profit or loss in the year in which they are incurred.

2.7 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.8 Tangible fixed assets

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

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

Depreciation is provided on the following basis:

Short-term leasehold property	- 10 years
Fixtures and fittings	- 4 years

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

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

2.9 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

2. Accounting policies (continued)

2.10 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.11 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.12 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.13 Financial instruments

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

3. Employees

The average monthly number of employees, including directors, during the year was 16 (2019 - 1).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

4. Tangible fixed assets

	Short-term leasehold property £	Fixtures and fittings £	Total £
Cost or valuation			
Additions	8,012	7,521	15,533
At 30 June 2020	<u>8,012</u>	<u>7,521</u>	<u>15,533</u>
Depreciation			
Charge for the year on owned assets	737	1,879	2,616
At 30 June 2020	<u>737</u>	<u>1,879</u>	<u>2,616</u>
Net book value			
At 30 June 2020	<u>7,275</u>	<u>5,642</u>	<u>12,917</u>
At 30 June 2019	<u>-</u>	<u>-</u>	<u>-</u>

The net book value of land and buildings may be further analysed as follows:

	2020 £	2019 £
Short leasehold	7,275	-
	<u>7,275</u>	<u>-</u>

5. Debtors

	2020 £	2019 £
Trade debtors	3,737	-
Amounts owed by group undertakings	-	32,829
Other debtors	-	3,265
Prepayments and accrued income	46,200	-
	<u>49,937</u>	<u>36,094</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

6. Cash and cash equivalents

	2020	<i>2019</i>
	£	<i>£</i>
Cash at bank and in hand	45,088	<i>3,037</i>
	<u>45,088</u>	<u><i>3,037</i></u>

7. Creditors: Amounts falling due within one year

	2020	<i>2019</i>
	£	<i>£</i>
Bank loans	781	<i>-</i>
Trade creditors	61,115	<i>2,191</i>
Amounts owed to group undertakings	-	<i>46,479</i>
Other taxation and social security	16,599	<i>-</i>
Other creditors	3,495	<i>414</i>
Accruals and deferred income	33,813	<i>-</i>
	<u>115,803</u>	<u><i>49,084</i></u>

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

	2020	<i>2019</i>
	£	<i>£</i>
Bank loans	49,219	<i>-</i>
Amounts owed to group undertakings	185,486	<i>-</i>
	<u>234,705</u>	<u><i>-</i></u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

9. Loans

Analysis of the maturity of loans is given below:

	2020 £
Amounts falling due within one year	
Bank loans	781
	<hr/> 781
Amounts falling due 1-2 years	
Bank loans	9,527
	<hr/> 9,527
Amounts falling due 2-5 years	
Bank loans	30,051
	<hr/> 30,051
Amounts falling due after more than 5 years	
Bank loans	9,641
	<hr/> 9,641
	<hr/> 50,000

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

10. Financial instruments

	2020	2019
	£	£
Financial assets		
Financial assets measured at fair value through profit or loss	<u>48,824</u>	<u>3,037</u>
Financial liabilities		
Other financial liabilities measured at fair value through profit or loss	<u>148,421</u>	<u>49,084</u>

Financial assets measured at fair value through profit or loss comprise trade and other debtors and cash at bank.

Other financial liabilities measured at fair value through profit or loss comprise trade and other creditors, loans and accruals.

11. Pension commitments

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £3,839 (2019 - £nil). Contributions totalling £1,386 (2019 - £414) were payable to the fund at the balance sheet date and are included in creditors.

12. Commitments under operating leases

At 30 June 2020 the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2020
	£
Not later than 1 year	10,904
Later than 1 year and not later than 5 years	8,235
	<u>19,139</u>

13. Controlling party

The company is a wholly owned subsidiary of Avenue HQ Limited, whose registered office is located at 17 Mann Island, Liverpool, England, L3 1BP.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.