

Company Registration number 553321

REEL LEISURE LIMITED

Abbreviated Accounts

For the year ended 31 December 2011

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REEL LEISURE LIMITED

Financial statements for the year ended 31 December 2011

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REEL LEISURE LIMITED

Company Registration Number 553321

Abbreviated balance sheet as at 31 December 2011

	<u>Notes</u>	<u>2011</u> £	<u>2010</u> £
Fixed assets			
Intangible assets		21,600	27,000
Tangible assets	2	1,824,143	1,822,550
Investments	2	-	3,200
	<u>2</u>	<u>1,845,743</u>	<u>1,852,750</u>
Current assets			
Debtors		92,178	70,158
Cash at bank and in hand		68,327	132,294
		<u>160,505</u>	<u>202,452</u>
Creditors: amounts falling due within one year		<u>(310,450)</u>	<u>(284,482)</u>
Net current liabilities		<u>(149,945)</u>	<u>(82,030)</u>
Total assets less current liabilities		<u>1,695,798</u>	<u>1,770,720</u>
Creditors: amounts falling due after more than one year	4	(749,030)	(842,639)
Provision for liabilities		<u>(24,188)</u>	<u>(3,288)</u>
		<u>922,580</u>	<u>924,793</u>
Capital and reserves			
Called up share capital	5	208,000	208,000
Revaluation reserve		104,153	104,153
Profit and loss account		610,427	612,640
Shareholders' funds		<u>922,580</u>	<u>924,793</u>

These accounts have been prepared in accordance with the provisions available to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

For the financial year ended 31 December 2011 the company was entitled to exemption from audit under section 477 Companies Act 2006. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements under the requirements of the Companies Act 2006

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and if its profit or loss for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company

Approved by the board of directors on 8 May 2012 and signed on its behalf

 D L Rhodes-Bell - Director

The notes on pages 2 to 4 form part of these financial statements

REEL LEISURE LIMITED

Notes to the abbreviated accounts for the year ended 31 December 2011

1 Accounting policies

a) *Basis of accounting*

The financial statements are prepared on the historical cost basis of accounting and have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

b) *Turnover*

Turnover represents the net value of services supplied by the company, excluding value added tax. Revenue is recognised at the point of receipt into each arcade.

c) *Depreciation of tangible fixed assets*

Depreciation is provided on all tangible fixed assets at rates calculated to write off the full cost or valuation less estimated residual value of each asset over its estimated useful life. The principal rates in use are:

Freehold buildings	0%	on cost
Leasehold property		Over the period of the lease
Motor vehicles	25%	on reducing balance
Equipment, fixtures and fittings	20%	on reducing balance
Gaming machines	25%	on reducing balance

d) *Goodwill*

Goodwill is amortised in equal annual instalments over its estimated 10 year economic life.

e) *Deferred taxation*

Deferred tax is provided in respect of the tax effect of all timing differences that have originated but not reversed at the balance sheet date.

A deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on a nondiscounted basis, at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

f) *Hire purchase and lease transactions*

Assets acquired under hire purchase agreements and finance leases are capitalised in the balance sheet and are depreciated in accordance with the company's normal policy. The outstanding liabilities under such agreements less interest not yet due are included in creditors. Interest on such agreements is charged to the profit and loss account over the term of each agreement and represents a constant proportion of the balance of capital repayments outstanding.

Rentals under operating leases are charged to the profit and loss account as they fall due.

REEL LEISURE LIMITED

Notes to the abbreviated accounts for the year ended 31 December 2011 (continued)

2 Fixed assets

	<i>Intangible fixed assets</i> £	<i>Tangible fixed assets</i> £	<i>Total</i> £
Cost:			
At 1 January 2011	204,000	3,407,424	3,611,424
Additions	-	87,047	87,047
Disposals	-	(114,163)	(114,163)
At 31 December 2011	204,000	3,380,308	3,584,308
Depreciation:			
At 1 January 2011	177,000	1,584,874	1,761,874
Provision for the year	5,400	53,274	58,674
Adjustments for disposals	-	(81,983)	(81,983)
At 31 December 2011	182,400	1,556,165	1,738,565
Net book value:			
At 31 December 2011	21,600	1,824,143	1,845,743
At 31 December 2010	27,000	1,822,550	1,849,550

3 Investments

The company owned shares in a wholly owned subsidiary, Star Automatics Limited. During the year it was decided that there was no longer a requirement for this subsidiary, which has remained dormant for many years, and the directors moved to have the company struck from the register.

As a consequence the company has incurred a loss on the investment in the amount of £3,200, and has written off a debt due, from the company to the subsidiary, in the amount of £14,396. There were no other interested parties in respect of the affairs of the subsidiary and the net "profit on disposal of the investment" is included in the Profit and Loss Account under "Income from fixed asset investments".

REEL LEISURE LIMITED

Notes to the abbreviated accounts for the year ended 31 December 2011 (continued)

4 Creditors: amounts falling due after more than one year

	<u>2011</u> £	<u>2010</u> £
Bank loans	748,928	815,446
Net obligations under finance leases and hire purchase contracts	102	12,797
Amounts outstanding to group companies	-	14,396
	<u>749,030</u>	<u>842,639</u>
Analysis of loan repayments		
Bank loans and overdrafts		
Within one year or on demand	145,959	62,770
Between two and five years	251,079	251,079
After five years	497,849	564,367
Other loans and finance leases		
Within one year or on demand	12,693	19,193
Between one and two years	102	12,719
Between two and five years	-	78
In five years or more	-	14,396
	<u>907,682</u>	<u>924,602</u>
Less amounts included in current liabilities (note)	<u>158,652</u>	<u>81,963</u>

The bank loan is secured by the following first legal mortgages

Date	Property
06/12/1993	5/7 Shaws Road, Altrincham, Cheshire
01/06/1998	17/19 Great Underbank, Stockport, Cheshire
16/08/1999	77/79 Widnes Road, Widnes, Cheshire
16/08/1999	8/10 Liskeard Way, Wallasey, Merseyside
07/11/2003	41 Eccleston Street, Prescott, Merseyside
01/10/2007	100/104 Church Street, Eccles, Manchester

The finance lease balances are secured by the assets to which they relate

5 Called-up share capital

	<u>2011</u> £	<u>2010</u> £
Allotted, called up and fully paid		
Equity shares:		
Ordinary shares of £1 each	8,000	8,000
Non-equity shares.		
Preference shares of £1 each	200,000	200,000
	<u>208,000</u>	<u>208,000</u>

The preference shares are 8% cumulative redeemable preference shares, redeemable at par at the company's option. No other rights attach to these shares. These shares are owned by Mrs C B I Bell, a director of the company.

The directors control the company