

Registered number

03035321

Orion Cinemas Limited

Filleted Accounts

31 May 2017

Orion Cinemas Limited**Registered number:** 03035321**Balance Sheet****as at 31 May 2017**

	Notes	2017	2016
		£	£
Fixed assets			
Intangible assets	3	-	-
Tangible assets	4	94,335	105,868
		<u>94,335</u>	<u>105,868</u>
Current assets			
Stocks		8,696	8,911
Debtors	5	19,286	21,719
Cash at bank and in hand		143,149	97,151
		<u>171,131</u>	<u>127,781</u>
Creditors: amounts falling due within one year	6	(65,513)	(76,009)
Net current assets		<u>105,618</u>	<u>51,772</u>
Total assets less current liabilities		<u>199,953</u>	<u>157,640</u>
Creditors: amounts falling due after more than one year	7	(2,731)	(5,841)
Provisions for liabilities		(13,847)	(4,077)
Net assets		<u>183,375</u>	<u>147,722</u>
Capital and reserves			
Called up share capital		150,000	150,000
Share premium		20,000	20,000
Profit and loss account		13,375	(22,278)
Shareholders' funds		<u>183,375</u>	<u>147,722</u>

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The director is satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

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

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

L G Allwood

Director

Approved by the board on 6 February 2018

Orion Cinemas Limited
Notes to the Accounts
for the year ended 31 May 2017

1 Summary of significant accounting policies

Basis of preparation

The accounts have been prepared in accordance with Financial Reporting Standard 102 (FRS 102) and the Companies Act 2006 (as applicable to companies subject to the small company regime).

The significant accounting policies applied in the preparation of these statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

These financial statements for the year ended 31 May 2017 are the first financial statements that comply with FRS 102 Section 1A small entities. The date of transition is 1 June 2015.

The transition to FRS 102 has not resulted in any measurement or recognition changes to these accounts.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services and is recognised as follows:

- Box office revenue on the date of film showing
- Concessions and takeaway catering sales at the point of sale
- Advertising over the period the advert is shown in the cinemas

Intangible fixed assets - Goodwill

Goodwill arising on business combinations is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful life. The period chosen for writing off goodwill is ten years.

FRS 102 requires goodwill to be allocated between the fair values, at acquisition date, of assets given, liabilities incurred or assumed and equity instruments issued by the acquirer. FRSSE did not require the separation of identifiable assets. The company has taken advantage of the optional exemption available under FRS 102 Section 35.10 (a) to not apply the separation of identifiable assets to business combinations that were effected before the date of transition to FRS 102, being 1 June 2015.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Leasehold Property	Over the period of the lease
Plant and machinery	10% - 20% of net book value per annum
Motor vehicles	20% of net book value per annum

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Borrowings

Loans are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

Leased assets

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases.

Operating lease payments are recognised as an expense on a straight line basis over the lease term.

Grants

Grants received towards the cost of tangible fixed assets are included in creditors as deferred income and credited to the profit and loss account over the expected useful life of the asset.

Employee benefits

When employees have rendered service to the company, short term employees benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

Pensions

Contributions to defined contribution plans are expensed in the period to which they relate.

2 Employees	2017	2016
	Number	Number
Average number of persons employed by the company	<u>14</u>	<u>20</u>

3 Intangible fixed assets**£**

Goodwill:

Cost

At 1 June 2016	64,000
At 31 May 2017	<u>64,000</u>

Amortisation

At 1 June 2016	64,000
At 31 May 2017	<u>64,000</u>

Net book value

At 31 May 2017	<u>-</u>
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Goodwill is being written off in equal annual instalments over its estimated economic life of 10 years.

4 Tangible fixed assets

	Land and buildings	Plant and machinery	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 June 2016	1,000	252,950	25,744	279,694
Additions	-	1,348	-	1,348
Disposals	-	-	(10,863)	(10,863)
At 31 May 2017	<u>1,000</u>	<u>254,298</u>	<u>14,881</u>	<u>270,179</u>
Depreciation				
At 1 June 2016	1,000	158,760	14,066	173,826
Charge for the year	-	10,690	2,122	12,812
On disposals	-	-	(10,794)	(10,794)
At 31 May 2017	<u>1,000</u>	<u>169,450</u>	<u>5,394</u>	<u>175,844</u>
Net book value				
At 31 May 2017	<u>-</u>	<u>84,848</u>	<u>9,487</u>	<u>94,335</u>
At 31 May 2016	-	94,190	11,678	105,868

5 Debtors**2017****2016****£****£**

Trade debtors	404	7,684
Other debtors	18,882	14,035
	<u>19,286</u>	<u>21,719</u>

6 Creditors: amounts falling due within one year**2017****2016****£****£**

Bank loans and overdrafts	3,110	2,937
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Trade creditors	25,433	29,121
Other taxes and social security costs	14,292	17,793
Other creditors	22,678	26,158
	<u>65,513</u>	<u>76,009</u>

7 Creditors: amounts falling due after one year

2017

2016

£

£

Bank loans

2,731

5,841

8 Borrowings

2017

2016

£

£

Creditors include:

Secured bank loans

5,841

8,778

The bank loans are secured by a fixed and floating charge on the company assets.

9 Share Capital

**Nominal
Value**

**2017
Number**

**2017
£**

**2016
£**

Allotted, called up and fully paid:

Ordinary shares

£1 each

150,000

150,000

150,000

10 Other financial commitments

2017

2016

£

£

Total future minimum payments under non-cancellable operating leases

9,167

20,167

11 Other information

Orion Cinemas Limited is a private company limited by shares and incorporated in England. Its registered office is:

The History Room at Farnham Pottery

Pottery Lane, Wrecclesham

Farnham

Surrey

GU10 4QJ

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