

THE HINDS HEAD LIMITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE PERIOD ENDED 28 MAY 2023

THE HINDS HEAD LIMITED
REGISTERED NUMBER: 03676216

BALANCE SHEET
AS AT 28 MAY 2023

	Note	28 May 2023 £	29 May 2022 £
Fixed assets			
Intangible assets		1	1
Tangible assets	4	2,000,240	2,024,164
		<u>2,000,241</u>	<u>2,024,165</u>
Current assets			
Stocks		58,784	46,475
Debtors: amounts falling due within one year	5	77,504	86,870
Cash at bank and in hand		64,553	182,039
		<u>200,841</u>	<u>315,384</u>
Creditors: amounts falling due within one year	6	(2,895,187)	(2,831,602)
Net current liabilities		<u>(2,694,346)</u>	<u>(2,516,218)</u>
Total assets less current liabilities		<u>(694,105)</u>	<u>(492,053)</u>
Provisions for liabilities			
Deferred tax	7	(15,930)	(15,930)
		<u>(15,930)</u>	<u>(15,930)</u>
Net liabilities		<u><u>(710,035)</u></u>	<u><u>(507,983)</u></u>
Capital and reserves			
Called up share capital		1,000	1,000
Profit and loss account		(711,035)	(508,983)
		<u><u>(710,035)</u></u>	<u><u>(507,983)</u></u>

THE HINDS HEAD LIMITED
REGISTERED NUMBER: 03676216

BALANCE SHEET (CONTINUED)
AS AT 28 MAY 2023

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 statement of comprehensive income 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 30 May 2024.

R Y Lowenthal
Director

The notes on pages 3 to 8 form part of these financial statements.

THE HINDS HEAD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 28 MAY 2023

1. General information

The Hinds Head Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

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 FRS 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland' and the requirements of the Companies Act 2006. The disclosure requirements of Section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The following principal accounting policies have been applied:

2.2 Going concern

The director is pleased with the performance of the business that has been operating in a very challenging economic and trading environment. We will continue to navigate our way out of these legacy headwinds but there is currently no consensus on when the general economic uncertainty for our customers will turn the corner. The fundamental drivers of the business remains strong, our ability to deliver exceptional restaurant experiences, and the strong management team put the company in a strong position to continue the weathering of these storms and to set up the foundations for improved growth and profitability.

We will continue to see inflationary pressures in the cost of labour and in many areas of our end-to-end supply chain. We have invested in our customers by not passing all the inflationary costs on to them. We are protecting and growing our customer base by delivering value and a superior customer experience. This is giving us the platform to generate more sales to existing and new customers.

Our core team of experts in designing and delivery the restaurant experiences has grown stronger, and we are set to deliver many innovations.

In order to assess the financial impact of the above, financial forecasts have been produced for a period in excess of 12 months from the date on which the financial statements are approved.

These forecasts have been produced taking into account both current and future market conditions together with other risks and uncertainties in the business as described above.

The company is reliant on ongoing support of its holding company and the Group, which the director believes will continue based on confirmations provided. Therefore he considers that the company will have all the necessary resources to trade profitably for the foreseeable future.

2.3 Turnover

Turnover represents net invoiced sales of goods and services, excluding value added tax.

2.4 Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 28 MAY 2023

2. ACCOUNTING POLICIES (continued)

2.5 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 Statement of Comprehensive Income in the same period as the related expenditure.

2.6 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.

2.7 Current and deferred taxation

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

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:

Freehold property	- 2% and 10% on cost of buildings
Plant and machinery	- 25% on cost
Fixtures and fittings	- 20% on cost
Computer equipment	- 33% on cost

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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 28 MAY 2023

2. ACCOUNTING POLICIES (continued)

2.9 Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

2.10 Hire purchase and leasing commitments

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

2.11 Smallest parent company

The smallest parent company which draws up consolidated financial statements, which the company is a member of, is SL6 Limited whose registered office is Unit B, Tectonic Place, Holyport Road, Maidenhead, Berkshire, SL6 2YE.

2.12 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.

2.13 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.

2.14 Provisions for liabilities

Provisions are recognised when an event has taken place that gives rise to a legal or constructive obligation, a transfer of economic benefits is probable and a reliable estimate can be made.

Provisions are measured as the best estimate of the amount required to settle the obligation, taking into account the related risks and uncertainties.

Increases in provisions are generally charged as an expense to profit or loss.

3. Employees

The average monthly number of employees, including directors, during the period was 37 (2022 - 29).

THE HINDS HEAD LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 28 MAY 2023

4. Tangible fixed assets

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Office equipment £	Total £
Cost or valuation					
At 30 May 2022	2,196,740	551,483	219,116	74,785	3,042,124
Additions	-	26,404	2,100	995	29,499
At 28 May 2023	2,196,740	577,887	221,216	75,780	3,071,623
Depreciation					
At 30 May 2022	206,709	529,227	213,971	68,053	1,017,960
Charge for the period on owned assets	37,341	11,659	1,583	2,840	53,423
At 28 May 2023	244,050	540,886	215,554	70,893	1,071,383
Net book value					
At 28 May 2023	<u>1,952,690</u>	<u>37,001</u>	<u>5,662</u>	<u>4,887</u>	<u>2,000,240</u>
At 29 May 2022	<u>1,990,031</u>	<u>22,256</u>	<u>5,145</u>	<u>6,732</u>	<u>2,024,164</u>

THE HINDS HEAD LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 28 MAY 2023

5. Debtors

	28 May 2023 £	29 May 2022 £
Trade debtors	52,985	46,198
Prepayments and accrued income	24,519	40,672
	<u>77,504</u>	<u>86,870</u>

6. Creditors: Amounts falling due within one year

	28 May 2023 £	29 May 2022 £
Trade creditors	169,906	97,680
Amounts owed to group undertakings	2,555,503	2,542,596
Corporation tax	-	755
Other taxation and social security	17,374	14,747
Other creditors	106,645	55,637
Accruals and deferred income	45,759	120,187
	<u>2,895,187</u>	<u>2,831,602</u>

7. Deferred taxation

	2023 £
At beginning of year	(15,930)
At end of year	<u>(15,930)</u>

The provision for deferred taxation is made up as follows:

	28 May 2023 £	29 May 2022 £
Accelerated capital allowances	(15,930)	(15,930)
	<u>(15,930)</u>	<u>(15,930)</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 28 MAY 2023

8. Contingent liabilities

The company has provided an unlimited guarantee in respect of the bank loans of fellow subsidiaries.

At the balance sheet date, these loans totalled £1,842,609 (2022: £1,978,0591).

9. Related party transactions

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102

'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

10. Auditors' information

The auditors' report on the financial statements for the period ended 28 May 2023 was unqualified.

In their report, the auditors emphasised the following matter without qualifying their report:

Material uncertainty related to going concern

We draw attention to note 2.2 in the financial statements, which explains the ongoing difficulties still faced by the company due to rising costs and the net liabilities shown in the balance sheet although trading post balance sheet date indicate that the company is operating at a profit.

These events or conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

The audit report was signed on 30 May 2024 by Paul Hawksley FCA, MAAT, CTA (Senior Statutory Auditor) on behalf of Lawfords Consulting Limited.

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 Auditors' 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.

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.