Registered number: 08462221

ARABICA BOROUGH LIMITED

UNAUDITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 30 SEPTEMBER 2018

ARABICA BOROUGH LIMITED

STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2018

	Note		2018 £		*2017* *£*
Fixed assets					
Tangible assets	4		**132,958**		*159,526*
Investments	5		**149,005**		*-*
			281,963		*159,526*
Current assets					
Stocks		**13,223**		*15,837*	
Debtors: amounts falling due within one year	6	**181,999**		*155,137*	
Cash at bank and in hand	7	**604,089**		*350,968*	
		799,311		*521,942*	
Creditors: amounts falling due within one year	8	**(673,251)**		*(580,860)*	
Net current assets/(liabilities)			**126,060**		*(58,918)*
Total assets less current liabilities			**408,023**		*100,608*
Net assets			**408,023**		*100,608*

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 30 SEPTEMBER 2018

	Note	2018 £	*2017 £*
Capital and reserves			
Called up share capital		**1,000**	*1,000*
Profit and loss account		**407,023**	*99,608*
		408,023	*100,608*

The directors consider 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 Companies Act 2006.

The directors acknowledge their 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 statement of income and retained earnings 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 26 June 2019.

James Paul Walters
Director

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

1. General information

Arabica Borough Limited is a limited company registered in England and Wales with the registration number 08462221. The registered offce address is 71-75 Shelton Street,Covent Garden, London, WC2H 9JQ.

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:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

2.3 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Statement of income and retained earnings on a straight line basis over the lease term.

2.4 Finance costs

Finance costs are charged to the Statement of income and retained earnings over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.5 Borrowing costs

All borrowing costs are recognised in the Statement of income and retained earnings in the year in which they are incurred.

2. Accounting policies (continued)

2.6 Taxation

Tax is recognised in the Statement of income and retained earnings, 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 reporting date in the countries where the Company operates and generates income.

2.7 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, on a reducing balance basis.

Depreciation is provided on the following basis:

Plant and machinery	-	25%	reducing balance
Fixtures and fittings	-	25%	reducing balance

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 the Statement of income and retained earnings.

2.8 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

Investments in unlisted Company shares, whose market value can be reliably determined, are remeasured to market value at each balance sheet date. Gains and losses on remeasurement are recognised in the Statement of income and retained earnings for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

Investments in listed company shares are remeasured to market value at each Statement of financial position date. Gains and losses on remeasurement are recognised in profit or loss for the period.

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 reporting 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.

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 non-puttable ordinary shares.

3. Employees

The average monthly number of employees, including directors, during the year was 37 *(2017 - 37)*.

4. Tangible fixed assets

	Plant and machinery	Fixtures and fittings	Total
	£	£	£
Cost or valuation			
At 1 October 2017	**349,291**	**125,943**	**475,234**
Additions	**9,187**	**5,821**	**15,008**
At 30 September 2018	**358,478**	**131,764**	**490,242**
Depreciation			
At 1 October 2017	**231,770**	**83,938**	**315,708**
Charge for the year on owned assets	**30,220**	**11,356**	**41,576**
At 30 September 2018	**261,990**	**95,294**	**357,284**
Net book value			
At 30 September 2018	**96,488**	**36,470**	**132,958**
At 30 September 2017	*117,521*	*42,005*	*159,526*

5. Fixed asset investments

	Investments in subsidiary companies
	£
Cost or valuation	
Additions	**149,005**
At 30 September 2018	**149,005**

On 30th September 2018, the company acquired the entire issued share capital of Arabica Foods Limited for £1 and the entire issued share capital of The Arabica Food & Spice Retail Company Limited for £149,004.

6. Debtors

	2018	2017
	£	£
Trade debtors	**55,440**	*45,008*
Amounts owed by group undertakings	**51,757**	*42,798*
Other debtors	**36,512**	*36,464*
Prepayments and accrued income	**38,290**	*30,867*
	181,999	*155,137*

7. Cash and cash equivalents

	2018	2017
	£	£
Cash at bank and in hand	**604,089**	*350,968*
	604,089	*350,968*

8. Creditors: Amounts falling due within one year

	2018	2017
	£	£
Bank loans	**-**	*73,714*
Trade creditors	**81,470**	*84,695*
Amounts owed to group undertakings	**206,592**	*200,000*
Corporation tax	**72,328**	*-*
Other taxation and social security	**119,160**	*95,571*
Other creditors	**127,252**	*99,272*
Accruals and deferred income	**66,449**	*27,608*
	673,251	*580,860*

9. Financial instruments

	2018	2017
	£	£
Financial assets		
Financial assets measured at fair value through profit or loss	**604,089**	*350,968*

Financial assets measured at fair value through profit or loss comprise bank balances.

10. Related party transactions

The company received management and accountancy services from J Walters & Co Limited amounting to £68,400 (2017: £36,000), a company controlled by James Paul Walters, a director.

The following balances are outstanding at the end of the year from related entities:

	2018	2017
	£	£
The Arabica Food & Spice Company Limited	**(29,724)**	*18,021*
The Arabica Food & Spice Retail Company Limited	**51,757**	*24,777*
The Arabica Food & Spice Retail Company Limited - Loan	**(170,000)**	*(200,000)*
Arabica Food Limited	**(6,869)**	-
	(154,836)	*(157,202)*

11. Controlling party

The company is controlled by James Walters.

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.