

**Pentagon Sport (South) Limited**

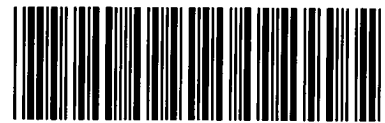
**Unaudited Abridged Financial Statements**

**28 February 2017**

**SHACTER, COHEN & BOR LLP**

Chartered accountant  
31 Sackville Street  
Manchester  
M1 3LZ

SATURDAY



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26/08/2017

#110

COMPANIES HOUSE

Registrar Please sign + return (34)

**Statement of Consent to Prepare Abridged Financial Statements**

All of the members of Pentagon Sport (South) Limited have consented to the preparation of the abridged statement of income and retained earnings and the abridged statement of financial position for the year ending 28 February 2017 in accordance with Section 444(2A) of the Companies Act 2006.

# **Pentagon Sport (South) Limited**

## **Abridged Financial Statements**

**Year ended 28 February 2017**

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# **Pentagon Sport (South) Limited**

## **Officers and Professional Advisers**

### **The board of directors**

Mr S Flatman - Director  
Mr J Collis-Pritchard - Director  
Mr M Bischof - Director  
Mr A Snell - Director

### **Registered office**

31 Sackville Street  
Manchester  
M1 3LZ

### **Accountants**

Shacter, Cohen & Bor LLP  
Chartered accountant  
31 Sackville Street  
Manchester  
M1 3LZ

### **Bankers**

National Westminster Bank Plc  
10 Great Underbank  
Stockport  
Cheshire  
SK1 1LL

### **Business address**

Hollywood House  
Hollywood Lane  
Bristol  
BS10 7TW

# **Pentagon Sport (South) Limited**

## **Directors' Report**

**Year ended 28 February 2017**

The directors present their report and the unaudited abridged financial statements of the company for the year ended 28 February 2017.

### **Directors**

The directors who served the company during the year were as follows:

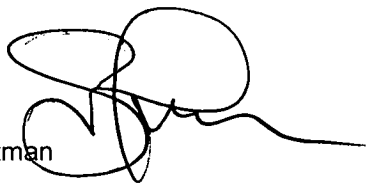
Mr S Flatman  
Mr J Collis-Pritchard  
Mr M Bischof  
Mr A Snell

### **Small company provisions**

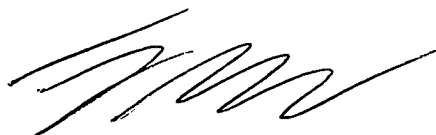
This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

This report was approved by the board of directors on 14 August 2017 and signed on behalf of the board by:

Mr S Flatman  
Director



Mr J Collis-Pritchard  
Director



Registered office:  
31 Sackville Street  
Manchester  
M1 3LZ

# **Pentagon Sport (South) Limited**

## **Chartered Accountant's Report to the Board of Directors on the Preparation of the Unaudited Statutory Abridged Financial Statements of Pentagon Sport (South) Limited**

**Year ended 28 February 2017**

As described on the abridged statement of financial position, the directors of the company are responsible for the preparation of the abridged financial statements for the year ended 28 February 2017, which comprise the abridged statement of income and retained earnings, abridged statement of financial position and the related notes.

You consider that the company is exempt from an audit under the Companies Act 2006.

In accordance with your instructions we have compiled these abridged financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and from information and explanations supplied to us.



SHACTER, COHEN & BOR LLP  
Chartered accountant

31 Sackville Street  
Manchester  
M1 3LZ

14 August 2017

**Pentagon Sport (South) Limited**  
**Abridged Statement of Income and Retained Earnings**  
**Year ended 28 February 2017**

|                                                                     | Note     | 2017<br>£        | 2016<br>£      |
|---------------------------------------------------------------------|----------|------------------|----------------|
| <b>Gross profit</b>                                                 |          | <b>1,282,429</b> | 1,041,760      |
| Administrative expenses                                             |          | <u>604,706</u>   | <u>434,072</u> |
| <b>Operating profit</b>                                             |          | <b>677,723</b>   | 607,688        |
| Other interest receivable and similar income                        |          | <u>29</u>        | <u>53</u>      |
| <b>Profit before taxation</b>                                       | <b>5</b> | <b>677,752</b>   | 607,741        |
| Tax on profit                                                       |          | <u>137,134</u>   | <u>122,193</u> |
| <b>Profit for the financial year and total comprehensive income</b> |          | <b>540,618</b>   | <u>485,548</u> |
| Dividends paid and payable                                          |          | <b>(473,355)</b> | (606,525)      |
| <b>Retained earnings at the start of the year</b>                   |          | <b>68,738</b>    | 189,715        |
| <b>Retained earnings at the end of the year</b>                     |          | <b>136,001</b>   | <u>68,738</u>  |

All the activities of the company are from continuing operations.

The notes on pages 7 to 10 form part of these abridged financial statements.

**Pentagon Sport (South) Limited**  
**Abridged Statement of Financial Position**  
**28 February 2017**

|                                                       | Note | 2017<br>£      | 2016<br>£      |
|-------------------------------------------------------|------|----------------|----------------|
| <b>Fixed assets</b>                                   |      |                |                |
| Tangible assets                                       | 6    | 77,947         | 51,257         |
| <b>Current assets</b>                                 |      |                |                |
| Debtors                                               |      | 450,633        | 260,004        |
| Cash at bank and in hand                              |      | 196,711        | 56,787         |
|                                                       |      | <u>647,344</u> | <u>316,791</u> |
| <b>Creditors: amounts falling due within one year</b> |      | <u>573,501</u> | <u>288,859</u> |
| <b>Net current assets</b>                             |      | <u>73,843</u>  | <u>27,932</u>  |
| <b>Total assets less current liabilities</b>          |      | <u>151,790</u> | <u>79,189</u>  |
| <b>Provisions</b>                                     |      |                |                |
| Taxation including deferred tax                       |      | 15,589         | 10,251         |
| <b>Net assets</b>                                     |      | <u>136,201</u> | <u>68,938</u>  |
| <b>Capital and reserves</b>                           |      |                |                |
| Called up share capital                               |      | 200            | 200            |
| Profit and loss account                               |      | 136,001        | 68,738         |
| <b>Members funds</b>                                  |      | <u>136,201</u> | <u>68,938</u>  |

These abridged financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

For the year ending 28 February 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its abridged financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of abridged financial statements.

The abridged statement of financial position  
continues on the following page.  
The notes on pages 7 to 10 form part of these abridged financial statements.

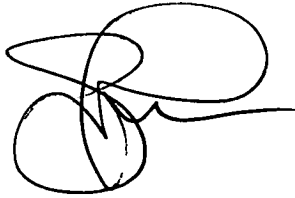
# **Pentagon Sport (South) Limited**

## **Abridged Statement of Financial Position** *(continued)*

**28 February 2017**

These abridged financial statements were approved by the board of directors and authorised for issue on 14 August 2017, and are signed on behalf of the board by:

Mr S Flatman  
Director



Mr J Collis-Pritchard  
Director



Company registration number: 08516821

The notes on pages 7 to 10 form part of these abridged financial statements.

**Pentagon Sport (South) Limited**  
**Notes to the Abridged Financial Statements**  
**Year ended 28 February 2017**

**1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 31 Sackville Street, Manchester, M1 3LZ.

**2. Statement of compliance**

These abridged financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

**3. Accounting policies**

**Basis of preparation**

The abridged financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The abridged financial statements are prepared in sterling, which is the functional currency of the entity.

**Transition to FRS 102**

The entity transitioned from previous UK GAAP to FRS 102 as at 1 March 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 10.

**Revenue recognition**

The turnover shown in the profit and loss account represents amounts invoiced, relating to the provision of school and sports ground facilities, during the period, exclusive of value added tax.

**Income tax**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised 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 that are expected to apply to the reversal of the timing difference.

# **Pentagon Sport (South) Limited**

## **Notes to the Abridged Financial Statements *(continued)***

**Year ended 28 February 2017**

### **3. Accounting policies *(continued)***

#### **Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

#### **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

|                     |                     |
|---------------------|---------------------|
| Plant & machinery   | - 20% straight line |
| Fixtures & fittings | - 20% straight line |
| Computer equipment  | - 20% straight line |
| Office equipment    | - 20% straight line |

#### **Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

#### **Provisions**

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the abridged statement of financial position and the amount of the provision as an expense.

# Pentagon Sport (South) Limited

## Notes to the Abridged Financial Statements *(continued)*

Year ended 28 February 2017

### 3. Accounting policies *(continued)*

#### Provisions *(continued)*

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

#### Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

### 4. Employee numbers

The average number of persons employed by the company during the year, including the directors, amounted to 16 (2016: 16).

### 5. Profit before taxation

Profit before taxation is stated after charging:

|                                 | 2017          | 2016          |
|---------------------------------|---------------|---------------|
|                                 | £             | £             |
| Depreciation of tangible assets | <u>17,617</u> | <u>13,571</u> |

### 6. Tangible assets

|                            | £                     |
|----------------------------|-----------------------|
| <b>Cost</b>                |                       |
| At 1 March 2016            | 67,271                |
| Additions                  | <u>44,307</u>         |
| <b>At 28 February 2017</b> | <u><b>111,578</b></u> |
| <b>Depreciation</b>        |                       |
| At 1 March 2016            | 16,014                |
| Charge for the year        | <u>17,617</u>         |
| <b>At 28 February 2017</b> | <u><b>33,631</b></u>  |
| <b>Carrying amount</b>     |                       |
| <b>At 28 February 2017</b> | <u><b>77,947</b></u>  |
| At 29 February 2016        | <u>51,257</u>         |

# **Pentagon Sport (South) Limited**

## **Notes to the Abridged Financial Statements** *(continued)*

**Year ended 28 February 2017**

### **7. Financial instruments at fair value**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets and liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

### **8. Related party transactions**

Dividends totalling £473,350 (2016 - £606,525) was paid to the directors, in their capacity as shareholders during the year.

The company traded and shared facilities with Pentagon Sport Limited, a company in which Mr A Snell and Mr M Bischof are interested as directors and shareholders. The net trading conducted on arm's length basis amounted to £406,836 (2016 - £210,981) The amount due to Pentagon Sport Limited at 28 Feb 2017 amounted to £59,696 (2016 - £536).

Management charges of £88,433 (2016 - £126,619) were levied for services provided by Pentagon Sport Limited.

### **9. Controlling party**

The company was under the control of Mr S Flatman and Mr J Collis-Pritchard, directors and shareholders, throughout the current and previous trading period.

### **10. Transition to FRS 102**

These are the first abridged financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 March 2015.

No transitional adjustments were required in equity or profit or loss for the year.

# **Pentagon Sport (South) Limited**

## **Management Information**

**Year ended 28 February 2017**

**The following pages do not form part of the abridged financial statements.**

# Pentagon Sport (South) Limited

## Detailed Abridged Income Statement

Year ended 28 February 2017

|                                              | 2017<br>£        | 2016<br>£ |
|----------------------------------------------|------------------|-----------|
| <b>Turnover</b>                              | <b>4,026,267</b> | 2,734,468 |
| <b>Cost of sales</b>                         |                  |           |
| Purchases                                    | 1,116,551        | 676,297   |
| Distribution costs                           | 128,358          | 130,244   |
| Discount allowed                             | (1,402)          | (584)     |
| Professional fees                            | 91,500           | 37,667    |
| Subcontractor costs                          | 1,300,449        | 799,499   |
| Other direct costs                           | 7,644            | 4,363     |
| Hire costs (non-operating leases)            | 102,334          | 48,222    |
|                                              | <b>2,745,434</b> | 1,695,708 |
| <b>Other operating income</b>                | <b>1,596</b>     | 3,000     |
| <b>Gross profit</b>                          | <b>1,282,429</b> | 1,041,760 |
| <b>Overheads</b>                             |                  |           |
| Administrative expenses                      | 604,706          | 434,072   |
| <b>Operating profit</b>                      | <b>677,723</b>   | 607,688   |
| Other interest receivable and similar income | 29               | 53        |
| <b>Profit before taxation</b>                | <b>677,752</b>   | 607,741   |

# Pentagon Sport (South) Limited

## Notes to the Detailed Abridged Income Statement

Year ended 28 February 2017

|                                                     | 2017<br>£      | 2016<br>£      |
|-----------------------------------------------------|----------------|----------------|
| <b>Other operating income</b>                       |                |                |
| Other operating income                              | <u>1,596</u>   | <u>3,000</u>   |
| <b>Administrative expenses</b>                      |                |                |
| Directors salaries                                  | 43,834         | 42,500         |
| Wages and salaries                                  | 212,859        | 113,986        |
| Employers national insurance contributions          | 21,878         | 13,833         |
| Rent                                                | 29,433         | 19,480         |
| Insurance                                           | 12,265         | 5,948          |
| Repairs and maintenance                             | 1,126          | 10,023         |
| Cleaning costs                                      | 15             | 4              |
| Travel and subsistence                              | 56,840         | 14,034         |
| Hire costs                                          | 10,726         | 3,986          |
| Telephone                                           | 6,173          | 4,258          |
| Computer & IT costs                                 | 16,299         | 3,867          |
| Printing postage and stationery                     | 1,838          | 1,712          |
| Staff training                                      | 4,591          | 2,255          |
| Subscriptions                                       | 263            | 545            |
| Health and safety                                   | –              | 417            |
| Protective Clothing                                 | 3,466          | 1,063          |
| General expenses                                    | 1,222          | 242            |
| Advertising - Marketing                             | 52,985         | 18,128         |
| Advertising - Brochures                             | 17             | 5,660          |
| Advertising - staff recruitment                     | 3,554          | 12,350         |
| Entertaining                                        | 8,302          | 1,910          |
| Management charges payable                          | 88,433         | 126,619        |
| Legal and professional fees (allowable)             | 1,280          | –              |
| Bookkeeping                                         | 3,834          | 11,406         |
| Accountancy fees                                    | 5,492          | 6,173          |
| Depreciation of tangible assets                     | 17,617         | 13,571         |
| Bad debts written off                               | –              | (100)          |
| Bank charges                                        | 364            | 202            |
|                                                     | <u>604,706</u> | <u>434,072</u> |
| <b>Other interest receivable and similar income</b> |                |                |
| Interest on cash and cash equivalents               | <u>29</u>      | <u>53</u>      |