

The Red Lion (West Pennard) Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 July 2018

The Red Lion (West Pennard) Ltd

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The Red Lion (West Pennard) Ltd

Company Information

Directors	Mrs C M Tucker DP Tucker IC Tucker J A Tucker
Registered office	14 Queen Square Bath BA1 2HN

The Red Lion (West Pennard) Ltd

(Registration number: 09004635)

Balance Sheet as at 31 July 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	4	457,683	429,713
Current assets			
Stocks		8,931	7,765
Debtors		16,106	13,589
Cash at bank and in hand		27,812	40,023
		52,849	61,377
Creditors: Amounts falling due within one year	5	(44,292)	(44,732)
Net current assets		8,557	16,645
Total assets less current liabilities		466,240	446,358
Creditors: Amounts falling due after more than one year	5	(140,996)	(113,996)
Provisions for liabilities		(910)	(1,572)
Net assets		324,334	330,790
Capital and reserves			
Called up share capital	6	4	4
Profit and loss account		324,330	330,786
Total equity		324,334	330,790

For the financial year ending 31 July 2018 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 accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 4 to 9 form an integral part of these financial statements.

The Red Lion (West Pennard) Ltd
(Registration number: 09004635)
Balance Sheet as at 31 July 2018 (continued)

Approved and authorised by the Board on 17 December 2018 and signed on its behalf by:

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DP Tucker
Director

The notes on pages 4 to 9 form an integral part of these financial statements.
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The Red Lion (West Pennard) Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018

1 General information

The company is a private company limited by share capital, incorporated in United Kingdom.

The address of its registered office is:

14 Queen Square
Bath
BA1 2HN
England

These financial statements were authorised for issue by the Board on 17 December 2018.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

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

The Red Lion (West Pennard) Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018 (continued)

2 Accounting policies (continued)

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and machinery etc	Straight line over 3 years

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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.

The Red Lion (West Pennard) Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018 (continued)

2 Accounting policies (continued)

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 14 (2017 - 11).

The Red Lion (West Pennard) Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018 (continued)

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Total £
Cost or valuation			
At 1 August 2017	421,854	31,617	453,471
Additions	31,035	3,936	34,971
At 31 July 2018	452,889	35,553	488,442
Depreciation			
At 1 August 2017	-	23,756	23,756
Charge for the year	-	7,003	7,003
At 31 July 2018	-	30,759	30,759
Carrying amount			
At 31 July 2018	452,889	4,794	457,683
At 31 July 2017	421,854	7,859	429,713

Included within the net book value of land and buildings above is £452,889 (2017 - £421,854) in respect of freehold land and buildings.

The Red Lion (West Pennard) Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018 (continued)

5 Creditors

Creditors: amounts falling due within one year

	2018 £	2017 £
Due within one year		
Trade creditors	25,815	22,132
Taxation and social security	11,432	17,879
Accruals and deferred income	6,857	4,721
Other creditors	188	-
	<u>44,292</u>	<u>44,732</u>

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings		<u>140,996</u>	<u>113,996</u>

6 Share capital

Allotted, called up and fully paid shares

	No.	2018 £	No.	2017 £
Ordinary shares of £1 each	4	4	4	4
		<u>4</u>		<u>4</u>

The Red Lion (West Pennard) Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018 (continued)

7 Related party transactions

Glastonbury Spring Water Company Limited

Included in Trade Debtors is £nil (2017 £360).

Included in Trade Creditors is £80 (2017 £nil)

The directors IC Tucker and Mrs CM Tucker are also directors of this company and directors/shareholders in the holding company, the director DP Tucker is a director in this company and a shareholder in the holding company. The trading terms between the two companies are under normal trading terms.

Summary of transactions with entities with joint control or significant interest

Ultimate controlling party

The directors by their equal shareholdings are the ultimate controlling party of the company.

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.