

Registered number: 09964310

CINNAMON PEARL INVESTMENTS LTD
UNAUDITED FINANCIAL STATEMENTS
YEAR ENDED 31 JANUARY 2020



LUBBOCK FINE
Chartered Accountants
Paternoster House
65 St Paul's Churchyard
London EC4M 8AB

BALANCE SHEET
AS AT 31 JANUARY 2020

	Note	2020 £	2019 £
Fixed assets			
Investment properties	4	1,421,357	1,421,357
		<u>1,421,357</u>	<u>1,421,357</u>
Current assets			
Debtors: amounts falling due within one year	5	142	1,495
Cash at bank and in hand	6	217,645	218,909
		<u>217,787</u>	<u>220,404</u>
Creditors: amounts falling due within one year	7	(13,384)	(11,648)
Net current assets		<u>204,403</u>	<u>208,756</u>
Total assets less current liabilities		<u>1,625,760</u>	<u>1,630,113</u>
Creditors: amounts falling due after more than one year	8	(1,669,075)	(1,649,448)
Net liabilities		<u>(43,315)</u>	<u>(19,335)</u>
Capital and reserves			
Called up share capital	9	10,000	10,000
Profit and loss account		(53,315)	(29,335)
		<u>(43,315)</u>	<u>(19,335)</u>

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 the 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.

BALANCE SHEET (CONTINUED)
AS AT 31 JANUARY 2020

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



.....
Zein Kurdi
Director

Date: 05 October 2020

The notes on pages 3 to 5 form part of these financial statements.

CINNAMON PEARL INVESTMENTS LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2020

1. General information

Cinnamon Pearl Investments Ltd is a company limited by shares incorporated in England and Wales. Its registered office is 3rd Floor, Paternoster House, 65 St Paul's Churchyard, London, EC4M 8AB. The principal activity of the company is that of letting of real estate.

The financial statements are presented in Sterling which is the functional currency of the company and rounded to the nearest £.

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 consists of rental income receivable from investment properties.

2.3 Going concern

The full effects of the unexpected Covid-19 pandemic which started in December 2019, on the company's business are not yet known. However, with the availability of the government initiatives and the continued support of the company's directors, it is expected by the directors that the company will continue as a going concern for the foreseeable future.

If the company is unable to continue in operational existence for the foreseeable future, adjustments would have to be made to reduce the balance sheet values of the assets to their recoverable amounts, provide for further liabilities that might arise and reclassify fixed assets as current assets.

2.4 Investment property

Investment property is carried at fair value determined annually by external valuers and derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided. Changes in fair value are recognised in profit or loss.

2.5 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.

2.6 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.

CINNAMON PEARL INVESTMENTS LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2020

2. Accounting policies (continued)

2.7 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 ordinary shares.

2.8 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.

2.9 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.

2.10 Interest income

Interest income is recognised in profit or loss using the effective interest method.

3. Employees

The average monthly number of employees, including directors, during the year was 3 (2019 - 3).

4. Investment property

	Investment property £
Valuation	
At 1 February 2019	1,421,357
At 31 January 2020	<u>1,421,357</u>

The 2020 valuations were made by the directors, on an open market value for existing use basis.

CINNAMON PEARL INVESTMENTS LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2020

5. Debtors

	2020	2019
	£	£
Prepayments and accrued income	142	1,495
	<u> </u>	<u> </u>

6. Cash and cash equivalents

	2020	2019
	£	£
Cash at bank	217,645	218,908
	<u> </u>	<u> </u>

7. Creditors: Amounts falling due within one year

	2020	2019
	£	£
Other taxation and social security	501	1,148
Other creditors	3,096	872
Accruals and deferred income	9,787	9,628
	<u>13,384</u>	<u>11,648</u>

8. Creditors: Amounts falling due after more than one year

	2020	2019
	£	£
Other creditors	1,669,075	1,649,448
	<u> </u>	<u> </u>

Other creditors consists of £948,312 (2019: £938,498) due to Zein Kurdi and £720,763 (2019: £710,950) due to Saad Kurdi, both of whom are the directors and shareholders of the company.

9. Share capital

	2020	2019
	£	£
Allotted, called up and fully paid		
10,000 Ordinary shares of £1 each	10,000	10,000
	<u> </u>	<u> </u>