

**CONSERVATION SHOP LIMITED (THE)**

**FINANCIAL STATEMENTS**

**INFORMATION FOR FILING WITH THE REGISTRAR**

**FOR THE YEAR ENDED 31 DECEMBER 2018**



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**CONSERVATION SHOP LIMITED (THE)**

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**CONSERVATION SHOP LIMITED (THE)**  
**REGISTERED NUMBER: 01979520**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2018**

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Intangible assets	5	9,600	10,800
Tangible assets	6	2,653,500	2,884,063
		<u>2,663,100</u>	<u>2,894,863</u>
<b>Current assets</b>			
Stocks		111,155	99,454
Debtors: amounts falling due within one year	7	86,855	56,047
Cash at bank and in hand		196,727	106,493
		<u>394,737</u>	<u>261,994</u>
Creditors: amounts falling due within one year	8	(5,449,043)	(5,308,991)
<b>Net current liabilities</b>		<u>(5,054,306)</u>	<u>(5,046,997)</u>
<b>Total assets less current liabilities</b>		<u>(2,391,206)</u>	<u>(2,152,134)</u>
<b>Net liabilities</b>		<u>(2,391,206)</u>	<u>(2,152,134)</u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		(2,391,306)	(2,152,234)
		<u>(2,391,206)</u>	<u>(2,152,134)</u>

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**CONSERVATION SHOP LIMITED (THE)**  
**REGISTERED NUMBER: 01979520**

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**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT 31 DECEMBER 2018**

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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 income statement 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 by:



.....  
**Mr W Jordan**  
Director

Date: 20/9/19

The notes on pages 3 to 11 form part of these financial statements.

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## CONSERVATION SHOP LIMITED (THE)

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

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#### 1. General information

Conservation Shop (The) Limited is a private company limited by shares and incorporated in England and Wales, registration number 01979520. The registered office is Pensthorpe, Fakenham Road, Fakenham, Norfolk, NR21 0LN.

#### 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 Company has elected to apply all amendments to FRS 102, as set out in the triennial review published in December 2017, prior to the mandatory adoption for accounting periods beginning on or after 1 January 2019.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies.

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

The following principal accounting policies have been applied:

##### 2.2 Going concern

At 31 December 2018 the Company's current liabilities exceeded its current assets by £5,054,306. The Company meets its financing requirements through a loan facility provided by its parent company Porter and Makins Limited. At the year end the loan amounted to £5,287,746. The directors have received assurances from Porter and Makins Limited that the parent company will continue to provide financial support to Conservation Shop (The) Limited to allow it to meet its liabilities as they fall due and continue to trade.

As such the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future and therefore, they continue to adopt the going concern basis in preparing the financial statements.

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## CONSERVATION SHOP LIMITED (THE)

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

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#### 2. Accounting policies (continued)

##### 2.3 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover 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 turnover is recognised:

##### **Sale of goods**

Turnover 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 turnover 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.

##### **Rendering of services**

Turnover from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

##### 2.4 Pensions

The Company operates a defined contribution pension scheme for the benefit of its employees. The assets of the scheme are administered in a fund fully independent from the Company. The pension costs charged in the year represent the contributions payable by the Company in the year.

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## CONSERVATION SHOP LIMITED (THE)

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

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#### 2. Accounting policies (continued)

##### 2.5 Taxation

Tax is recognised in the Income statement, 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.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of financial position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

##### 2.6 Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

The estimated useful lives range as follows:

Website	-	10	years
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##### 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.

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## CONSERVATION SHOP LIMITED (THE)

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

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#### 2. Accounting policies (continued)

##### 2.7 Tangible fixed assets (continued)

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets over their estimated useful lives, on a reducing balance basis.

Depreciation is provided on the following basis:

Land & buildings	-	over the remainder of the lease
Plant & machinery	-	20% reducing balance
Fixtures, fittings & other equipment	-	20% reducing balance
Office equipment	-	20% reducing balance
Restaurant equipment	-	20% reducing balance

##### 2.8 Stocks

Stocks are stated at the lower of cost and net realisable value.

##### 2.9 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.

##### 2.10 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.

##### 2.11 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.

##### 2.12 Holiday pay accrual

A liability is recognised to the extent of any unused holiday pay entitlement which is accrued at the Statement of financial position date and carried forward to future periods. This is measured at the undiscounted salary cost of the future holiday entitlement so accrued at the Statement of financial position date.

##### 2.13 Financial instruments

The Company only enters into basic financial instruments 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.



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## CONSERVATION SHOP LIMITED (THE)

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

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#### 3. Auditors' remuneration

Fees payable to the Company's auditor for the audit of the Company's annual financial statements totalled £3,500 (2017 - nil).

#### 4. Employees

The average monthly number of employees, including directors, during the year was 58 (2017 - 53).

#### 5. Intangible assets

	Website £
<b>Cost</b>	
At 1 January 2018	12,000
At 31 December 2018	12,000
<b>Amortisation</b>	
At 1 January 2018	1,200
Charge for the year	1,200
At 31 December 2018	2,400
<b>Net book value</b>	
At 31 December 2018	9,600
At 31 December 2017	10,800

**CONSERVATION SHOP LIMITED (THE)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2018**

**6. Tangible fixed assets**

	Leasehold land & buildings £	Plant & machinery £	Fixtures, fittings & equipment £	Office equipment £	Restaurant equipment £
<b>Cost or valuation</b>					
At 1 January 2018	3,805,043	145,112	450,190	101,335	108,356
Additions	1,012	9,522	9,904	1,380	1,049
At 31 December 2018	<u>3,806,055</u>	<u>154,634</u>	<u>460,094</u>	<u>102,715</u>	<u>109,405</u>
<b>Depreciation</b>					
At 1 January 2018	1,225,380	94,963	264,536	60,343	80,751
Charge for the year on owned assets	188,179	11,934	39,112	8,474	5,731
At 31 December 2018	<u>1,413,559</u>	<u>106,897</u>	<u>303,648</u>	<u>68,817</u>	<u>86,482</u>
<b>Net book value</b>					
At 31 December 2018	<u><u>2,392,496</u></u>	<u><u>47,737</u></u>	<u><u>156,446</u></u>	<u><u>33,898</u></u>	<u><u>22,923</u></u>
At 31 December 2017	<u><u>2,579,663</u></u>	<u><u>50,149</u></u>	<u><u>185,654</u></u>	<u><u>40,992</u></u>	<u><u>27,605</u></u>

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CONSERVATION SHOP LIMITED (THE)

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NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2018

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6. Tangible fixed assets (continued)

	Total £
<b>Cost or valuation</b>	
At 1 January 2018	4,610,036
Additions	22,867
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At 31 December 2018	4,632,903
	<hr/>
<b>Depreciation</b>	
At 1 January 2018	1,725,973
Charge for the year on owned assets	253,430
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At 31 December 2018	1,979,403
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<b>Net book value</b>	
At 31 December 2018	2,653,500
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At 31 December 2017	2,884,063
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**CONSERVATION SHOP LIMITED (THE)**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2018**

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**7. Debtors**

	2018 £	2017 £
Trade debtors	1,898	2,252
Other debtors	41,711	20,292
Prepayments and accrued income	43,246	33,503
	<u>86,855</u>	<u>56,047</u>

**8. Creditors: Amounts falling due within one year**

	2018 £	2017 £
Trade creditors	47,513	25,816
Amounts owed to group undertakings	5,287,746	5,216,727
Other taxation and social security	63,526	50,467
Other creditors	7,262	8,573
Accruals and deferred income	42,996	7,408
	<u>5,449,043</u>	<u>5,308,991</u>

**9. Pension commitments**

The Company operates a defined contributions pension scheme for the benefit of its employees. The assets of the scheme are held separately from those of the Company in an independently administered fund. The Companies commitment at the year end totalled £8,659 (2017 - £6,131). The pension cost charge represents contributions payable by the Company to the fund and amounted to £24,423 (2017 - £20,709).

**10. Commitments under operating leases**

At 31 December 2018 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2018 £	2017 £
Not later than 1 year	6,000	6,000
Later than 1 year and not later than 5 years	24,000	24,000
Later than 5 years	78,000	84,000
	<u>108,000</u>	<u>114,000</u>

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## CONSERVATION SHOP LIMITED (THE)

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

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#### 11. Related party transactions

During the year, the Company made the following transactions with a charity which is under the control of the directors of Conservation Shop (The) Limited.

	2018 £	2017 £
Amounts owed from the charity	29,412	11,071
Recharges paid to the charity	14,360	4,798
Contribution paid to the charity	40,000	105,297
Recharges from the charity	208,900	165,323

During the year, the Company made the following transactions with a company which owns 100% of the share capital of Conservation Shop (The) Limited.

	2018 £	2017 £
Amounts owed to the parent company	5,287,745	5,216,727
Rent paid to the parent company	6,000	6,000
Tour income recharged to the parent company	26,227	17,701
Recharges from the parent company	64,250	55,209

The amounts due to the parent company are interest free and repayable on demand. The parent company has provided written assurance that it will continue to provide financial support to Conservation Shop Limited (The) to allow it to meet its liabilities as they fall due and continue to trade.

#### 12. Controlling party

The company is a subsidiary undertaking of Porter and Makins Limited, a company registered in the United Kingdom. Copies of the Group's financial statements may be obtained from Companies House.

The ultimate controlling party is Mr W Jordan.

#### 13. Auditors' information

The auditors' report on the financial statements for the year ended 31 December 2018 was unqualified.

The audit report was signed on 24 September 2019 by Charles Savory ACA (Senior statutory auditor) on behalf of Larking Gowen LLP.