

Registration number: 2637453

Cannon Travel Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 30 November 2020



Cannon Travel Limited

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Cannon Travel Limited

Company Information

Directors	Mr K A Brooks Mrs V J Townsend
Company secretary	Mrs V J Townsend
Registered office	13 Limes Court Conduit Lane Hoddesdon Hertfordshire EN11 8EP

Cannon Travel Limited
(Registration number: 2637453)
Balance Sheet as at 30 November 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	5	15,176	20,415
Current assets			
Debtors	6	36,698	27,250
Cash at bank and in hand		<u>423,927</u>	<u>774,497</u>
		460,625	801,747
Creditors: Amounts falling due within one year	7	<u>(311,826)</u>	<u>(513,794)</u>
Net current assets		<u>148,799</u>	<u>287,953</u>
Net assets		<u>163,975</u>	<u>308,368</u>
Capital and reserves			
Called up share capital	8	30,000	30,000
Profit and loss account		<u>133,975</u>	<u>278,368</u>
Total equity		<u>163,975</u>	<u>308,368</u>

For the financial year ending 30 November 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

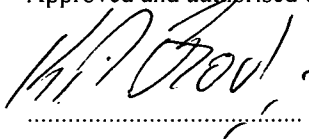
Directors' responsibilities:

- 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.

Approved and authorised by the Board on 21/3/21 and signed on its behalf by:



Mr K A Brooks
Director

Cannon Travel Limited

Notes to the Financial Statements for the Year Ended 30 November 2020

1 General information

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

The address of its registered office is:

13 Limes Court
Conduit Lane
Hoddesdon
Hertfordshire
EN11 8EP
England

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.

The financial statements are prepared in sterling, which is the fundamental currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of package holidays and other travel arrangements and 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 current 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 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 taxable income.

Cannon Travel Limited

Notes to the Financial Statements for the Year Ended 30 November 2020

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
Leasehold improvements	straight line over the life of the lease
Fixtures and fittings	25% reducing balance
Motor vehicles	25% reducing balance

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	10 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.

Cannon Travel Limited

Notes to the Financial Statements for the Year Ended 30 November 2020

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.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

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 11 (2019 - 15).

Cannon Travel Limited

Notes to the Financial Statements for the Year Ended 30 November 2020

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 December 2019	80,750	80,750
At 30 November 2020	80,750	80,750
Amortisation		
At 1 December 2019	80,750	80,750
At 30 November 2020	80,750	80,750
Carrying amount		
At 30 November 2020	-	-

5 Tangible assets

	Leasehold improvements £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 December 2019	16,205	57,889	22,415	96,509
Additions	-	616	-	616
At 30 November 2020	16,205	58,505	22,415	97,125
Depreciation				
At 1 December 2019	16,205	50,083	9,806	76,094
Charge for the year	-	2,703	3,152	5,855
At 30 November 2020	16,205	52,786	12,958	81,949
Carrying amount				
At 30 November 2020	-	5,719	9,457	15,176
At 30 November 2019	-	7,806	12,609	20,415

Cannon Travel Limited

Notes to the Financial Statements for the Year Ended 30 November 2020

6 Debtors

	2020 £	2019 £
Trade debtors	-	22,290
Prepayments	3,958	4,960
Other debtors	32,740	-
	<u>36,698</u>	<u>27,250</u>

7 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Due within one year			
Bank loans and overdrafts	9	50,000	-
Trade creditors		251,100	440,803
Taxation and social security		1,682	29,261
Accruals and deferred income		8,739	28,625
Other creditors		305	15,105
		<u>311,826</u>	<u>513,794</u>

8 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary of £1 each	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>

9 Loans and borrowings

	2020 £	2019 £
Current loans and borrowings		
Bank borrowings	<u>50,000</u>	<u>-</u>