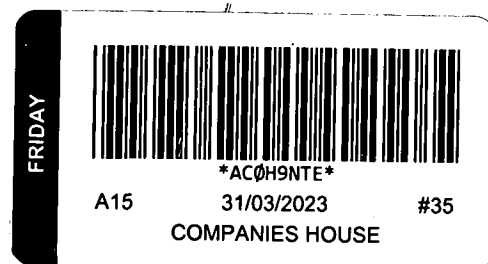


COMPANY REGISTRATION NUMBER: 02849316

LONDON RETREATS LIMITED
UNAUDITED FINANCIAL STATEMENTS
(Formerly urban retreats limited)
30 JUNE 2022



LONDON RETREATS LIMITED

FINANCIAL STATEMENTS

Year ended 30 June 2022

CONTENTS

PAGE

Balance sheet

1

Notes to the financial statements

2

LONDON RETREATS LIMITED

BALANCE SHEET *(continued)*

30 June 2022

	Note	2022 £	2021 £
FIXED ASSETS			
Investments	6	100	100
CURRENT ASSETS			
Debtors	7	10,490	521,679
Cash at bank and in hand		17,967	15,357
		<u>28,457</u>	<u>537,036</u>
CREDITORS: amounts falling due within one year	8	<u>(3,320,195)</u>	<u>(3,397,192)</u>
NET CURRENT LIABILITIES		<u>(3,291,738)</u>	<u>(2,860,156)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(3,291,638)</u>	<u>(2,860,056)</u>
CREDITORS: amounts falling due after more than one year	9	—	(1,064)
NET LIABILITIES		<u>(3,291,638)</u>	<u>(2,861,120)</u>
CAPITAL AND RESERVES			
Called up share capital		5,130,177	5,130,177
Profit and loss account		<u>(8,421,815)</u>	<u>(7,991,297)</u>
SHAREHOLDERS FUNDS		<u>(3,291,638)</u>	<u>(2,861,120)</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the profit and loss account has not been delivered.

For the year ending 30 June 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

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

These financial statements were approved by the board of directors and authorised for issue on 28 March 2023, and are signed on behalf of the board by:


Mr G C Hammer
Director

Company registration number: 02849316

The notes on pages 2 to 6 form part of these financial statements.

LONDON RETREATS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 30 June 2022

1. GENERAL INFORMATION

The company is a private company limited by shares, registered in England and Wales. The company's principal place of business is 2 Omega Place, London, N1 9DR.

2. STATEMENT OF COMPLIANCE

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

3. ACCOUNTING POLICIES

Basis of preparation

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

Going concern

The company had net liabilities of £3,291,638 (2021 - £2,861,120) at the year end. Consequently the director has considered whether the preparing the financial statements on a going concern basis is appropriate.

The company has been able to continue due to financial support from group companies and ultimate owner. The director expects this support to continue and believes that the company has sufficient financial resources to pay its debts as they fall due.

As such, the director considers it appropriate to prepare the financial statements on a going concern basis.

Taxation

Deferred tax arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the company's accounts. Deferred tax is provided in full on timing differences which result in an obligation to pay more (or less) tax at a future date, at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

LONDON RETREATS LIMITED

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

Year ended 30 June 2022

3. ACCOUNTING POLICIES *(continued)*

Goodwill

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business.

Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. It is amortised on a straight-line basis over its useful life. Where a reliable estimate of the useful life of goodwill or intangible assets cannot be made, the life is presumed not to exceed ten years.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill - 5% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible assets

All fixed assets are initially recorded at cost or valuation.

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:

Fixtures and fittings - Over the term of the lease

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional charge on the historical cost is transferred annually from the revaluation reserve to the profit and loss reserve.

Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

Listed investments are measured at fair value with changes in fair value being recognised in profit or loss.

Finance leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are recognised in the balance sheet as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

LONDON RETREATS LIMITED

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

Year ended 30 June 2022

3. ACCOUNTING POLICIES *(continued)*

Finance leases and hire purchase contracts *(continued)*

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

4. INTANGIBLE ASSETS

	Goodwill £
Cost	
At 1 July 2021 and 30 June 2022	<u>891,480</u>
Amortisation	
At 1 July 2021 and 30 June 2022	<u>891,480</u>
Carrying amount	
At 30 June 2022	<u>—</u>
At 30 June 2021	<u>—</u>

5. TANGIBLE ASSETS

	Fixtures and fittings £
Cost	
At 1 July 2021 and 30 June 2022	<u>3,109</u>
Depreciation	
At 1 July 2021 and 30 June 2022	<u>3,109</u>
Carrying amount	
At 30 June 2022	<u>—</u>
At 30 June 2021	<u>—</u>

LONDON RETREATS LIMITED

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

Year ended 30 June 2022

6. INVESTMENTS

	Shares in group undertakings £
Cost	
At 1 July 2021	1,717,843
Disposals	(16,081)
At 30 June 2022	<u>1,701,762</u>
Impairment	
At 1 July 2021	1,717,743
Disposals	(16,081)
At 30 June 2022	<u>1,701,662</u>
Carrying amount	
At 30 June 2022	<u>100</u>
At 30 June 2021	<u>100</u>

The above value represents the company's investment in the following entities which are registered in England and Wales:

Urban Retreat at Home LLP;
UR Beauty and Make-Up LLP; and
Joan Collins Beauty Limited.

At the year end, the company held 33.33% of the ordinary shares in Joan Collins Beauty Limited.

7. DEBTORS

	2022 £	2021 £
Trade debtors	9,713	9,713
Other debtors	777	511,966
	<u>10,490</u>	<u>521,679</u>

8. CREDITORS: amounts falling due within one year

	2022 £	2021 £
Trade creditors	99,325	125,912
Amounts owed to group undertakings and undertakings in which the company has a participating interest	2,558,619	2,578,467
Social security and other taxes	60,025	60,353
Other loans	—	44,415
Other creditors	602,226	588,045
	<u>3,320,195</u>	<u>3,397,192</u>

LONDON RETREATS LIMITED

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

Year ended 30 June 2022

9. CREDITORS: amounts falling due after more than one year

	2022	2021
	£	£
Other creditors	<u>—</u>	<u>1,064</u>

10. OPERATING LEASES

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2022	2021
	£	£
Not later than 1 year	<u>—</u>	<u>510</u>

11. DIRECTOR'S ADVANCES, CREDITS AND GUARANTEES

Included within creditors due within one year is the following balance due to the directors:

	2020	2019
	£	£
Directors	<u>594,583</u>	<u>578,123</u>

The loans are interest free and repayable on demand.

12. RELATED PARTY TRANSACTIONS

In accordance with FRS 102, transactions between wholly owned group entities are not disclosed.

Included in debtors/(creditors due within one year) are the following balances due from/ to other related parties:

	2022	2022	2021	2021
	Debtor	Creditor	Debtor	Creditor
	£	£	£	£
Related parties	777	(2,558,619)	488,537	(2,503,796)

During the period the company had the following transactions with the following companies:

	2022	2022	2021	2021
	Sales	Purchases	Sales	Purchases
	£	£	£	£
Related parties	9,217	-	-	-

During the period, a total of £432,764 (2021 - £1,829) was provided against balances due from entities in which the company has a participating interest.

13. CONTROLLING PARTY

The immediate and ultimate parent company is Urban Retreat Ventures Limited, a company registered in England and Wales. It's registered office is Cedar House, Hazell Drive, Newport NP10 8FY.