

Company Registration No. 05114201 (England and Wales)

DOWNTOWN LIVING LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2017

PAGES FOR FILING WITH REGISTRAR

DOWNTOWN LIVING LIMITED

COMPANY INFORMATION

Directors	Mr S J Whittle	
	Mr F Bretherton	
	Mr G I Bretherton	
	Mrs E Bretherton	(Appointed 19 May 2017)
	Mrs V J Bretherton	(Appointed 19 June 2017)
	Mrs K Challouma	(Appointed 19 May 2017)
	Mr S Challouma	(Appointed 18 May 2017)

Secretary	Mr S J Whittle
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Company number	05114201
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Registered office	Richard House 9 Winckley Square Preston PR1 3HP
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Accountants	MHA Moore and Smalley Richard House 9 Winckley Square Preston PR1 3HP
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DOWNTOWN LIVING LIMITED

CONTENTS

	Page
Balance sheet	1 - 2
Statement of changes in equity	
Notes to the financial statements	3 - 7

DOWNTOWN LIVING LIMITED

BALANCE SHEET

AS AT 30 APRIL 2017

	Notes	2017 £	£	2016 £	£
Current assets					
Stocks		4,308,041		4,308,041	
Debtors	2	12,398		13,116	
Cash at bank and in hand		56,097		49,557	
		<u>4,376,536</u>		<u>4,370,714</u>	
Creditors: amounts falling due within one year	3	<u>(28,827)</u>		<u>(2,473,071)</u>	
Net current assets			4,347,709		1,897,643
Creditors: amounts falling due after more than one year	4		(1,830,000)		(1,830,000)
Net assets			<u>2,517,709</u>		<u>67,643</u>
Capital and reserves					
Called up share capital	5		5,220		900
Share premium account			2,395,680		-
Profit and loss reserves			116,809		66,743
Total equity			<u>2,517,709</u>		<u>67,643</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 30 April 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

DOWNTOWN LIVING LIMITED

BALANCE SHEET (CONTINUED)

AS AT 30 APRIL 2017

The financial statements were approved by the board of directors and authorised for issue on 25 September 2017 and are signed on its behalf by:

Mr S J Whittle
Director

Company Registration No. 05114201

DOWNTOWN LIVING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2017

1 Accounting policies

Company information

Downtown Living Limited is a private company limited by shares incorporated in England and Wales. The registered office is Richard House, 9 Winckley Square, Preston, PR1 3HP.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These financial statements for the year ended 30 April 2017 are the first financial statements of Downtown Living Limited prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 May 2015. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

1.2 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.3 Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.4 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

DOWNTOWN LIVING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2017

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

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 company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.5 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.6 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

DOWNTOWN LIVING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2017

1 Accounting policies

(Continued)

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.7 Leases

Rental income from operating leases is recognised on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight line basis over the lease term.

2 Debtors

	2017	2016
	£	£
Amounts falling due within one year:		
Other debtors	1,250	-
	<u>1,250</u>	<u>-</u>
Amounts falling due after more than one year:		
Deferred tax asset	11,148	13,116
	<u>11,148</u>	<u>13,116</u>
Total debtors	<u>12,398</u>	<u>13,116</u>

3 Creditors: amounts falling due within one year

	2017	2016
	£	£
Corporation tax	12,983	10,495
Other taxation and social security	257	392
Other creditors	-	2,445,218
Accruals and deferred income	15,587	16,966
	<u>28,827</u>	<u>2,473,071</u>

DOWNTOWN LIVING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2017

4 Creditors: amounts falling due after more than one year

	2017 £	2016 £
Notes		
Bank loans and overdrafts	1,830,000	1,830,000

Bank loans of £1,830,000 (2016: £1,830,000) are secured by way of a fixed and floating charge over the assets of the company.

5 Called up share capital

	2017 £	2016 £
Ordinary share capital		
Issued and fully paid		
5,220 Ordinary A of £1 each	5,220	900
	5,220	900

Reconciliation of movements during the year:

	Ordinary Shares Number
At 1 May 2016	900
Issue of fully paid shares	4,320
At 30 April 2017	5,220

During the year the company issued 4,320 Ordinary £1 shares for a total consideration of £2,400,000.

The excess paid over the par value, £2,395,680, has been recognised as share premium.

6 Related party transactions

Transactions with related parties

During the year the company entered into the following transactions with related parties:

	Interest payable	
	2017 £	2016 £
Entities with control, joint control or significant influence over the company	90,743	95,825

DOWNTOWN LIVING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2017

6 Related party transactions

(Continued)

The following amounts were outstanding at the reporting end date:

	2017	2016
Amounts owed to related parties	£	£
Entities with control, joint control or significant influence over the company	5,701	2,453,169
	<u>5,701</u>	<u>2,453,169</u>

During the year the company issued shares with a par value of £4,320 for a total consideration of £2,400,000 to its directors.

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.