

Company registration number 06299517 (England and Wales)

CHERRYTREE BAKERY HOLDINGS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2023
PAGES FOR FILING WITH REGISTRAR

CHERRYTREE BAKERY HOLDINGS LIMITED

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CHERRYTREE BAKERY HOLDINGS LIMITED

BALANCE SHEET

AS AT 31 JULY 2023

		2023		2022	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	4		-	1,589,742	
Investment property	5		2,433,990	-	
			<u>2,433,990</u>	<u>1,589,742</u>	
Current assets					
Debtors	7	1,322,794		911,709	
Cash at bank and in hand		318,854		568,710	
		<u>1,641,648</u>		<u>1,480,419</u>	
Creditors: amounts falling due within one year	8	(292,133)		(329,210)	
Net current assets			<u>1,349,515</u>	<u>1,151,209</u>	
Total assets less current liabilities			<u>3,783,505</u>	<u>2,740,951</u>	
Creditors: amounts falling due after more than one year	9		(1,588,184)	(681,654)	
Provisions for liabilities	10		-	(12,100)	
Net assets			<u>2,195,321</u>	<u>2,047,197</u>	
Capital and reserves					
Called up share capital	12		2	1	
Capital redemption reserve			2	2	
Profit and loss reserves			<u>2,195,317</u>	<u>2,047,194</u>	
Total equity			<u>2,195,321</u>	<u>2,047,197</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 31 July 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 member has 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.

CHERRYTREE BAKERY HOLDINGS LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 JULY 2023

The financial statements were approved by the board of directors and authorised for issue on 11 March 2024 and are signed on its behalf by:

Mr G J Entwistle
Director

Company registration number 06299517 (England and Wales)

CHERRYTREE BAKERY HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

Company information

Cherrytree Bakery Holdings Limited is a private company limited by shares incorporated in England and Wales. The registered office is Belshaw Court, Billington Road, Burnley, Lancashire, BB11 5UB.

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 investment properties at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

The company finances its business operations through trading profits and the ongoing support of its bankers.

The directors are not aware of any reasons why the bank loan facilities will not be maintained at their current levels.

The directors are satisfied that in preparing the financial statements they have taken into account all the information that could reasonably be expected to be available.

On this basis they consider that it is appropriate to prepare the financial statements on the going concern basis.

1.3 Turnover

Turnover represents amounts receivable for rent net of VAT.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings Leasehold	No depreciation charged
Plant and machinery	15% & 35% Reducing balance
Fixtures, fittings & equipment	15% & 25% Reducing balance & 20% Straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

The company does not depreciate leasehold buildings as they are maintained to such a standard that the estimated residual value of the asset is not materially different from the book value and as such any charge to depreciation would also be immaterial.

CHERRYTREE BAKERY HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

(Continued)

1.5 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. Changes in fair value are recognised in profit or loss.

1.6 Cash and cash equivalents

Cash and cash equivalents 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.

1.7 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.

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.

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.

1.8 Equity instruments

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

CHERRYTREE BAKERY HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

(Continued)

1.9 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.

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.

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 assets and liabilities are not discounted.

1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

CHERRYTREE BAKERY HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

3 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2023 Number	2022 Number
Total	3	3

4 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 August 2022	1,260,953	1,017,439	2,278,392
Disposals	-	(1,017,439)	(1,017,439)
Transfers	(1,260,953)	-	(1,260,953)
At 31 July 2023	-	-	-
Depreciation and impairment			
At 1 August 2022	-	688,650	688,650
Eliminated in respect of disposals	-	(688,650)	(688,650)
At 31 July 2023	-	-	-
Carrying amount			
At 31 July 2023	-	-	-
At 31 July 2022	1,260,953	328,789	1,589,742

Following the cessation of the company acting as the holding company of Cherrytree Bakery Limited, the company's leasehold properties were subsequently reclassified as investment properties.

5 Investment property

	2023 £
Fair value	
At 1 August 2022	-
Additions	1,173,037
Transfers	1,260,953
At 31 July 2023	2,433,990

CHERRYTREE BAKERY HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

5 Investment property

(Continued)

The company's properties at Units E5, E6, E7, E8 and F1, Belshaw Court, Billington Road, Burnley were valued at a market value of £1,200,000 at a previous balance sheet date by a director of the company. The director's valuation was based on an external valuation undertaken in November 2017 by a third party professional valuer. This valuation was incorporated into the accounts at the 2018 balance sheet date. The directors still consider this valuation to be appropriate at the current balance sheet date.

During the year the company acquired Units 1 - 4, Belshaw Court, Billington Road, Burnley for a total acquisition cost of £1,173,037. The directors consider that this acquisition cost is a reasonable estimate of the fair value of the properties at the balance sheet date.

On an historic cost basis the properties would have been included in the financial statements at an original cost of £2,769,380 (2022: £1,596,343).

CHERRYTREE BAKERY HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

6 Fixed asset investments

On 4 August 2022, Cherrytree Bakery Limited ceased to be a subsidiary of this company.

The historic cost of the investment capitalised was impaired in full and the loss recognised in the previous year.

7 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Amounts owed by group undertakings	-	661,709
Other debtors	1,322,794	250,000
	<u>1,322,794</u>	<u>911,709</u>

Other debtors includes a loan to Cherrytree Bakery Limited, a connected company, of £1,300,000. A balance of £661,709 was owed to this company in the previous year when both companies were in the same group.

The above loan is unsecured and interest-free.

8 Creditors: amounts falling due within one year

	2023 £	2022 £
Bank loans and overdrafts	80,128	42,828
Trade creditors	-	15,000
Corporation tax	48,823	-
Other taxation and social security	59,698	69,648
Other creditors	103,484	201,734
	<u>292,133</u>	<u>329,210</u>

9 Creditors: amounts falling due after more than one year

	2023 £	2022 £
Bank loans and overdrafts	<u>1,588,184</u>	<u>681,654</u>

The bank loans are secured by a debenture over the assets of the company, its parent company and those of two connected companies, Cherrytree Bakery Limited and Fina Holdings Limited, and by first legal charges over its investment properties.

Amounts included above which fall due after five years are as follows:

Payable by instalments	<u>-</u>	<u>495,974</u>
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CHERRYTREE BAKERY HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

10 Provisions for liabilities

		2023 £	2022 £
Deferred tax liabilities	11	-	12,100
		<u> </u>	<u> </u>

11 Deferred taxation

Deferred tax assets and liabilities are offset where the company has a legally enforceable right to do so. The following is the analysis of the deferred tax balances (after offset) for financial reporting purposes:

	Liabilities 2023 £	Liabilities 2022 £
Balances:		
Accelerated capital allowances	-	12,100
	<u> </u>	<u> </u>

12 Called up share capital

	2023 Number	2022 Number	2023 £	2022 £
Ordinary share capital Issued and fully paid				
150 Ordinary shares of 1p each	150	150	2	1
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

13 Parent company

On 4 August 2022, the company became a wholly-owned subsidiary of Fina Developments Limited.

Fina Developments Limited is registered in England and Wales and is under the sole control of its director, Mr G J Entwistle.

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.