

**Karman Ltd FILLETED ACCOUNTS
COVER**

Karman Ltd

Company No. 06394640

Information for Filing with The Registrar

30 September 2018

Karman Ltd BALANCE SHEET
REGISTRAR

at 30 September 2018

Company No. 06394640

| | Notes | 2018 £ | 2017 £ |
|--|--------------|-------------------------|-------------------------|
| Fixed assets | | | |
| Tangible assets | 3 | 15,442 | 20,877 |
| Investment property | 4 | 1,779,500 | 2,548,425 |
| | | <u>1,794,942</u> | <u>2,569,302</u> |
| Current assets | | | |
| Debtors | 5 | 1,132,456 | 1,059,524 |
| Investments | 6 | 222,500 | 55,000 |
| Cash at bank and in hand | | 14 | 7,854 |
| | | <u>1,354,970</u> | <u>1,122,378</u> |
| Creditors: Amount falling due within one year | 7 | (805,030) | (833,919) |
| Net current assets | | <u>549,940</u> | <u>288,459</u> |
| Total assets less current liabilities | | <u>2,344,882</u> | <u>2,857,761</u> |
| Creditors: Amounts falling due after more than one year | 8 | (2,455,730) | (2,433,800) |
| Net (liabilities)/assets | | <u>(110,848)</u> | <u>423,961</u> |
| Capital and reserves | | | |
| Called up share capital | | 1,435,000 | 1,435,000 |
| Profit and loss account | 9 | (1,545,848) | (1,011,039) |
| Total equity | | <u>(110,848)</u> | <u>423,961</u> |

These accounts have been prepared in accordance with the special provisions applicable to companies subject to the small companies regime of the Companies Act 2006.

For the year ended 30 September 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

As permitted by section 444 (5A) of the Companies Act 2006 the directors have not delivered to the Registrar a copy of the company's profit and loss account.

Approved by the board on 30 June 2019

And signed on its behalf by:

K.J. Griffin

Director

**Karman Ltd NOTES TO THE
ACCOUNTS REGISTRAR
for the year ended 30 September 2018**

1 Accounting policies

Basis of preparation

The accounts have been prepared in accordance with FRS 102 - The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard) and the Companies Act 2006 . There were no material departures from that standard.

The accounts have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and in accordance with the accounting policies set out below.

The accounts are presented in Sterling, which is the functional currency of the company.

Going Concern

These accounts are prepared on a going concern basis given that the company has the continued support of the Karman investors, as represented by the creditors due over one year.

Turnover

Turnover is measured at the fair value of the consideration received or receivable. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Revenue from the sale of goods is recognised when all the following conditions are satisfied:

- the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
 - the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
 - the amount of revenue can be measured reliably;
 - it is probable that the economic benefits associated with the transaction will flow to the Company;
- and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Specifically, revenue from the sale of goods is recognised when goods are delivered and legal title is passed.

Intangible fixed assets

Intangible fixed assets are carried at cost less accumulated amortisation and impairment losses.

Tangible fixed assets and depreciation

Tangible fixed assets held for the company's own use are stated at cost less accumulated depreciation and accumulated impairment losses.

At each balance sheet date, the company reviews the carrying amount of its tangible fixed assets to determine whether there is any indication that any items have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss.

Depreciation is provided at the following annual rates in order to write off the cost or valuation less the estimated residual value of each asset over its estimated useful life:

Furniture, fittings and equipment 15/33% Straight line

Taxation

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

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the profit and loss account because of items of income or expense that are taxable or deductible in other years and 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 end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible timing differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period 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 assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Current or deferred tax for the year is recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and

Freehold investment property

Investment properties are revalued annually and any surplus or deficit is dealt with through the profit and loss account.

No depreciation is provided in respect of investment properties.

Investments

Unlisted investments are recognised initially at fair value less attributable transaction costs. Subsequent to initial recognition, any changes in fair value are recognised in profit and loss.

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method, less impairment losses for bad and doubtful debts.

Trade and other 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 Employees

| | 2018 | 2017 |
|--|---------------|---------------|
| | Number | Number |
| The average number of persons employed during the year : | 2 | 2 |

3 Tangible fixed assets

| | Fixtures, fittings and equipment £ | Total £ |
|----------------------------|---|------------|
| Cost or revaluation | | |
| At 1 October 2017 | 74,883 | 74,883 |
| At 30 September 2018 | 74,883 | 74,883 |
| Depreciation | | |
| At 1 October 2017 | 54,006 | 54,006 |
| Charge for the year | 5,435 | 5,435 |
| At 30 September 2018 | 59,441 | 59,441 |
| Net book values | | |
| At 30 September 2018 | 15,442 | 15,442 |
| At 30 September 2017 | 20,877 | 20,877 |

4 Investment property

| | Freehold Investment Property £ |
|----------------------|---|
| Valuation | |
| At 1 October 2017 | 2,548,425 |
| Disposals | (768,925) |
| At 30 September 2018 | 1,779,500 |

5 Debtors

| | 2018 £ | 2017 £ |
|--------------------------------|------------------|------------------|
| VAT recoverable | - | 6,566 |
| Loans to directors | 66,340 | - |
| Other debtors | 1,042,568 | 1,028,460 |
| Prepayments and accrued income | 23,548 | 24,498 |
| | <u>1,132,456</u> | <u>1,059,524</u> |

6 Current asset investments

| | 2018 £ | 2017 £ |
|----------------------|----------------|---------------|
| Unlisted investments | 222,500 | 55,000 |
| | <u>222,500</u> | <u>55,000</u> |

7 Creditors:

amounts falling due within one year

| | 2018 | 2017 |
|------------------------------------|----------------|----------------|
| | £ | £ |
| Other loans | 462,199 | 692,532 |
| Amounts owed to group undertakings | 122,866 | 10,001 |
| Other taxes and social security | 59,524 | - |
| Other creditors | 89,189 | 45,451 |
| Accruals and deferred income | 71,252 | 85,935 |
| | <u>805,030</u> | <u>833,919</u> |

8 Creditors:

amounts falling due after more than one year

| | 2018 | 2017 |
|-----------------|------------------|------------------|
| | £ | £ |
| Other creditors | 2,455,730 | 2,433,800 |
| | <u>2,455,730</u> | <u>2,433,800</u> |

9 Reserves

Profit and loss account - includes all current and prior period retained profits and losses.

10 Advances and credits to directors

Included within Other debtors are the following loans to directors:

| Director | Description | At 1 October | Advanced | Repaid | At 30 |
|--------------|---------------|--------------|---------------|-----------------|---------------|
| | | 2017 | | | September |
| | | £ | £ | £ | 2018 |
| K.J. Griffin | Overdrawn DLA | - | 41,392 | (8,222) | 33,170 |
| N.R. Griffin | Overdrawn DLA | - | 41,391 | (8,221) | 33,170 |
| | | <u>-</u> | <u>82,783</u> | <u>(16,443)</u> | <u>66,340</u> |

11 Related party disclosures

| | | 2018 | 2017 |
|--|--|-----------|----------|
| | | £ | £ |
| Transactions with related parties | | | |
| <i>Name of related party</i> | Alexander James (Properties) Limited | | |
| <i>Description of relationship between the parties</i> | Companies under common control. | | |
| <i>Description of transaction and general amounts involved</i> | The companies run an inter company account. | | |
| <i>Amount due from/(to) the related party</i> | | 915,232 | 899,761 |
| <i>Name of related party</i> | Waterfields Hotel Limited | | |
| <i>Description of relationship between the parties</i> | Karman Limited owns 97% of the share capital. | | |
| <i>Description of transaction and general amounts involved</i> | The companies run an inter company loan account. | | |
| <i>Amount due from/(to) the related party</i> | | (122,866) | (10,001) |

12 Additional information

Its registered number is:

06394640

First Floor Offices

County House

Dunswell Road

Cottingham

HU16 4JT

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.