

Company registration number 06426555 (England and Wales)

MANNERS (NEWCASTLE) LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021
PAGES FOR FILING WITH REGISTRAR

MANNERS (NEWCASTLE) LIMITED

COMPANY INFORMATION

Director	D Fisher
Secretary	A J Fisher
Company number	06426555
Registered office	The Apartment Group 1st Floor, Two Jesmond Three Sixty Newcastle upon Tyne NE2 1DB
Auditor	RMT Accountants & Business Advisors Ltd Gosforth Park Avenue Newcastle upon Tyne NE12 8EG

MANNERS (NEWCASTLE) LIMITED

CONTENTS

	Page
Balance sheet	1
Statement of changes in equity	2
Notes to the financial statements	3 - 8

MANNERS (NEWCASTLE) LIMITED

BALANCE SHEET

AS AT 31 JULY 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	4		2,879,870		3,040,886
Current assets					
Stocks		69,293		49,748	
Debtors	5	1,331,393		1,390,636	
Cash at bank and in hand		140,851		82,644	
		<u>1,541,537</u>		<u>1,523,028</u>	
Creditors: amounts falling due within one year	6	<u>(439,174)</u>		<u>(427,007)</u>	
Net current assets			<u>1,102,363</u>		<u>1,096,021</u>
Total assets less current liabilities			<u>3,982,233</u>		<u>4,136,907</u>
Creditors: amounts falling due after more than one year	7		<u>(3,175,705)</u>		<u>(3,196,145)</u>
Provisions for liabilities	8		<u>(190,957)</u>		<u>(147,026)</u>
Net assets			<u><u>615,571</u></u>		<u><u>793,736</u></u>
Capital and reserves					
Called up share capital	9		1		1
Profit and loss reserves			<u>615,570</u>		<u>793,735</u>
Total equity			<u><u>615,571</u></u>		<u><u>793,736</u></u>

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

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

The financial statements were approved and signed by the director and authorised for issue on 28 October 2022

D Fisher
Director

Company Registration No. 06426555

MANNERS (NEWCASTLE) LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 JULY 2021

	Share capital	Profit and loss reserves	Total
	£	£	£
Balance at 1 August 2019	1	842,210	842,211
Year ended 31 July 2020:			
Loss and total comprehensive income for the year	-	(48,475)	(48,475)
Balance at 31 July 2020	1	793,735	793,736
Year ended 31 July 2021:			
Loss and total comprehensive income for the year	-	(178,165)	(178,165)
Balance at 31 July 2021	1	615,570	615,571

MANNERS (NEWCASTLE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2021

1 Accounting policies

Company information

Manners (Newcastle) Limited is a private company limited by shares incorporated in England and Wales. The registered office is The Apartment Group 1st Floor, Two, Jesmond Three Sixty, Newcastle upon Tyne, NE2 1DB. The principal places of business are Nancy's Bodello, 13 Argyle Street, Newcastle upon Tyne, NE1 6PF and Liberty Brown, 10 Timber Beach Road, Sunderland, SR5 3XG.

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. The principal accounting policies adopted are set out below.

1.2 Going concern

All trading restrictions were eventually lifted in July 2021 and the director has an expectation that trade will return to pre-COVID levels. The expectation is supported by financial forecasts which demonstrate a return to profitability and positive cash flows for the collection of companies owned by the director. Additionally, the company has the financial support of its bankers and other companies owned by the director.

The director has reviewed the financial forecasts of both the Company and related entities, considered the impact of the current environment on the business for the next 12 months from the approval of the balance sheet date and concluded the business will generate sufficient profit and cash surpluses and has access to sufficient financial resources to enable it to continue to trade for the foreseeable future and as such the financial statements have been prepared on a going concern basis.

1.3 Turnover

Turnover represents the total value of bar and restaurant sales, excluding value added tax. Turnover is recognised at the point of sale in the bar and restaurant.

MANNERS (NEWCASTLE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

1 Accounting policies

(Continued)

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.

Tangible fixed assets are stated at cost less depreciation. The company's freehold land and buildings are maintained by a programme of repair and refurbishment such that the residual value is deemed to be at least equal to the book value. Having regard to this, it is the opinion of the director that depreciation as required by the Companies Act 2006 and accounting standards would not be material. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Freehold land and buildings	No depreciation charged
Fixtures, fittings and equipment	15% reducing balance

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.

1.5 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.6 Stocks

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell.

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.

MANNERS (NEWCASTLE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and loans from connected companies, 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.

1.8 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. 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.

1.9 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, if considered material to the financial statements.

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.

1.10 Retirement benefits

The company provides a defined contribution pension scheme, the assets of which are held separately from those of the company in an independently administered fund. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

1.11 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

MANNERS (NEWCASTLE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

1 Accounting policies

(Continued)

The current year income statement includes amounts of £186,153 (2020 - £213,685) received in relation to the coronavirus job retention scheme grants and £106,550 (2020 - £nil) of other local authority grant funding.

2 Operating (loss)/profit

	2021 £	2020 £
Operating (loss)/profit for the year is stated after charging:		
Fees payable to the company's auditor for the audit of the company's financial statements	4,000	4,000

3 Employees

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

	2021 Number	2020 Number
Total	46	66

4 Tangible fixed assets

	Freehold land and buildings £	Fixtures, fittings and equipment £	Total £
Cost			
At 1 August 2020	2,516,400	1,459,476	3,975,876
Additions	-	65,663	65,663
At 31 July 2021	2,516,400	1,525,139	4,041,539
Depreciation and impairment			
At 1 August 2020	-	934,990	934,990
Depreciation charged in the year	-	226,679	226,679
At 31 July 2021	-	1,161,669	1,161,669
Carrying amount			
At 31 July 2021	2,516,400	363,470	2,879,870
At 31 July 2020	2,516,400	524,486	3,040,886

MANNERS (NEWCASTLE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

5 Debtors	2021	2020
	£	£
Amounts falling due within one year:		
Corporation tax recoverable	5,852	37,945
Amounts due from connected companies	1,291,538	1,251,386
Other debtors	34,003	101,305
	<u>1,331,393</u>	<u>1,390,636</u>
	<u><u>1,331,393</u></u>	<u><u>1,390,636</u></u>
6 Creditors: amounts falling due within one year	2021	2020
	£	£
Bank loans	44,411	33,700
Trade creditors	151,956	105,428
Amounts due to connected companies	5,839	19,938
Other taxation and social security	99,062	80,180
Other creditors	137,906	187,761
	<u>439,174</u>	<u>427,007</u>
	<u><u>439,174</u></u>	<u><u>427,007</u></u>
7 Creditors: amounts falling due after more than one year	2021	2020
	£	£
Bank loans	624,841	673,269
Amounts due to connected companies	2,550,864	2,522,876
	<u>3,175,705</u>	<u>3,196,145</u>
	<u><u>3,175,705</u></u>	<u><u>3,196,145</u></u>
The bank loan is secured by a legal charge and debenture over the assets of the company, together with an unlimited cross guarantee. Further detail on the cross guarantee is provided in note 10 to the financial statements.		
8 Provisions for liabilities	2021	2020
	£	£
Deferred tax liabilities	190,957	147,026
	<u>190,957</u>	<u>147,026</u>
	<u><u>190,957</u></u>	<u><u>147,026</u></u>
9 Called up share capital	2021	2020
	£	£
Ordinary share capital		
Issued and fully paid		
1 Ordinary of £1 each	1	1
	<u>1</u>	<u>1</u>
	<u><u>1</u></u>	<u><u>1</u></u>

MANNERS (NEWCASTLE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

10 Audit report information

As the income statement has been omitted from the filing copy of the financial statements, the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

Senior Statutory Auditor:	Paul Gainford
Statutory Auditor:	RMT Accountants & Business Advisors Ltd

11 Financial commitments, guarantees and contingent liabilities

The company has given an unlimited cross guarantee in favour of Natwest Bank Plc in respect of the bank borrowings of Manners (Newcastle) Limited, Apartment 1 Limited, Newton Hall (Northumberland) Limited and Vibrant Ventures Limited. No liability is expected to arise as a result of this guarantee.

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.