

White Cloud Laundry & Linen Services Limited
Annual Report and Unaudited Financial Statements
Year Ended 30 April 2020

Registration number: 06888070

White Cloud Laundry & Linen Services Limited

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White Cloud Laundry & Linen Services Limited

Balance Sheet

30 April 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	620,260	685,497
Investments	<u>5</u>	202,574	202,574
		<u>822,834</u>	<u>888,071</u>
Current assets			
Stocks	<u>6</u>	5,951	1,883
Debtors	<u>7</u>	72,836	177,807
Cash at bank and in hand		57,428	5,004
		<u>136,215</u>	<u>184,694</u>
Creditors: Amounts falling due within one year	<u>8</u>	<u>(313,394)</u>	<u>(358,356)</u>
Net current liabilities		<u>(177,179)</u>	<u>(173,662)</u>
Total assets less current liabilities		645,655	714,409
Creditors: Amounts falling due after more than one year	<u>8</u>	(189,061)	(226,736)
Provisions for liabilities		<u>(33,072)</u>	<u>(41,303)</u>
Net assets		<u>423,522</u>	<u>446,370</u>
Capital and reserves			
Called up share capital	<u>10</u>	1,000	1,000
Profit and loss account		<u>422,522</u>	<u>445,370</u>
Total equity		<u>423,522</u>	<u>446,370</u>

White Cloud Laundry & Linen Services Limited

Balance Sheet

30 April 2020

For the financial year ending 30 April 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 15 December 2020 and signed on its behalf by:

.....

Mrs M A Weir

Director

Company Registration Number: 06888070

White Cloud Laundry & Linen Services Limited

Notes to the Unaudited Financial Statements

Year Ended 30 April 2020

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

The Laundry
Little Treviscoe
St Austell
Cornwall
PL26 7QN

These financial statements were authorised for issue by the Board on 15 December 2020.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of value added tax.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current corporation tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

White Cloud Laundry & Linen Services Limited

Notes to the Unaudited Financial Statements

Year Ended 30 April 2020

Deferred tax is recognised on all timing differences at the balance sheet date unless indicated below. Timing differences are differences between taxable profits and the results as stated in the profit and loss account and other comprehensive income. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Freehold land and buildings	50 years straight line
Plant and machinery	20% reducing balance
Equipment	3 and 4 years straight line and 25% reducing balance
Motor vehicles	25% reducing balance

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

White Cloud Laundry & Linen Services Limited

Notes to the Unaudited Financial Statements

Year Ended 30 April 2020

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

White Cloud Laundry & Linen Services Limited

Notes to the Unaudited Financial Statements

Year Ended 30 April 2020

Financial instruments

Classification

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Bank loans; and
- Cash and bank balances.

All financial instruments are classified as basic.

Recognition and measurement

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Except for bank loans, such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

Bank loans are initially measured at transaction price, including transaction costs, and are subsequently carried at amortised cost using the effective interest method.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 6 (2019 - 4).

White Cloud Laundry & Linen Services Limited

Notes to the Unaudited Financial Statements

Year Ended 30 April 2020

4 Tangible assets

	Land and buildings £	Equipment £	Motor vehicles £	Plant and machinery £	Total £
Cost or valuation					
At 1 May 2019	434,146	277,105	51,845	347,314	1,110,410
Additions	4,250	24,596	-	20,713	49,559
Disposals	-	-	-	(46,674)	(46,674)
At 30 April 2020	438,396	301,701	51,845	321,353	1,113,295
Depreciation					
At 1 May 2019	17,745	225,177	37,870	144,121	424,913
Charge for the year	6,055	48,333	3,494	41,748	99,630
Eliminated on disposal	-	-	-	(31,508)	(31,508)
At 30 April 2020	23,800	273,510	41,364	154,361	493,035
Carrying amount					
At 30 April 2020	414,596	28,191	10,481	166,992	620,260
At 30 April 2019	416,401	51,928	13,975	203,193	685,497

Included within the net book value of land and buildings above is £414,596 (2019 - £416,401) in respect of freehold land and buildings.

White Cloud Laundry & Linen Services Limited

Notes to the Unaudited Financial Statements

Year Ended 30 April 2020

Leased assets

Included within the net book value of tangible fixed assets is £116,566 (2019 - £135,855) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the year on these assets was £29,588 (2019 - £34,560).

5 Investments

	2020 £	2019 £
Investments in subsidiaries	202,574	202,574
Subsidiaries		£
Cost or valuation		
Additions		202,574
Provision		
Carrying amount		
At 30 April 2020		202,574
At 30 April 2019		202,574

Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2020	2019
Subsidiary undertakings				
Padstow Laundry Limited	The Laundry Little Treviscoe St Austell Cornwall PL26 7QN England	Ordinary	100%	100%

Subsidiary undertakings

Padstow Laundry Limited

The principal activity of Padstow Laundry Limited is the provision of laundry services..

White Cloud Laundry & Linen Services Limited

Notes to the Unaudited Financial Statements

Year Ended 30 April 2020

6 Stocks

	2020 £	2019 £
Stocks	5,951	1,883

7 Debtors

	2020 £	2019 £
Trade debtors	58,773	169,693
Other debtors	3,050	-
Prepayments	11,013	8,114
	72,836	177,807

8 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Due within one year			
Loans and borrowings	9	48,197	48,484
Trade creditors		42,158	42,013
Corporation tax		7,302	13,515
Social security and other taxes		18,385	32,681
Other creditors		192,934	217,577
Accrued expenses		4,418	4,086
		313,394	358,356

Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings	9	189,061	226,736

White Cloud Laundry & Linen Services Limited

Notes to the Unaudited Financial Statements

Year Ended 30 April 2020

9 Loans and borrowings

	2020 £	2019 £
Current loans and borrowings		
Bank borrowings	7,776	8,122
Hire purchase contracts	40,421	40,362
	<u>48,197</u>	<u>48,484</u>
	2020 £	2019 £
Loans and borrowings due after one year		
Bank borrowings	144,258	151,057
HP and finance lease liabilities	44,803	75,679
	<u>189,061</u>	<u>226,736</u>

Secured creditors

The borrowings are secured by charges over the company assets held by the company bankers.

10 Share capital

Allotted, called up and fully paid shares

	No.	2020 £	No.	2019 £
Ordinary shares of £1 each	1,000	1,000	1,000	1,000

11 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £8,820 (2019 - £8,820).

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.