REGISTERED NUMBER: 07717835 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2021

FOR

MONTE LAGUNA 2 LIMITED

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

MONTE LAGUNA 2 LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 AUGUST 2021

DIRECTORS:	K S Gosal S S Gosal
SECRETARIES:	Mrs N Gosal Mrs R Gosal
REGISTERED OFFICE:	The Courtyard 30 London Street Chertsey Surrey KT16 8AA
REGISTERED NUMBER:	07717835 (England and Wales)
ACCOUNTANTS:	Watson Associates (Professional Services) Ltd 30 - 34 North Street Hailsham East Sussex BN27 1DW

BALANCE SHEET
31 AUGUST 2021

	Notes	2021 £	2020 £
FIXED ASSETS			
Intangible assets	4	113,151	265,006
Tangible assets	5	217,539	228,933
		330,690	493,939
CURRENT ASSETS			
Stocks		50,077	42,030
Debtors	6	548,887	575,335
Cash at bank and in hand		1,511,572	683,016
		2,110,536	1,300,381
CREDITORS			
Amounts falling due within one year	7	(1,030,873)	(1,147,563)
NET CURRENT ASSETS		1,079,663	152,818
TOTAL ASSETS LESS CURRENT LIABILITIES		1,410,353	646,757
CREDITORS			
Amounts falling due after more than one year	8	(54,405)	(81,856)
PROVISIONS FOR LIABILITIES	10	(32,576)	(24,801)
NET ASSETS		1,323,372	540,100
CAPITAL AND RESERVES			
Called up share capital	11	100	100
Retained earnings		1,323,272	540,000
SHAREHOLDERS' FUNDS		1,323,372	540,100

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:
(a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
(b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

continued...

BALANCE SHEET - continued
31 AUGUST 2021

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

In accordance with Section 444 of the Companies Act 2006, the Statement of Comprehensive Income has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 7 March 2022 and were signed on its behalf by:

K S Gosal - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

1. STATUTORY INFORMATION

Monte Laguna 2 Limited is a private company, limited by shares , registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements
These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Critical accounting judgements and key sources of estimation uncertainty
No significant judgements have had to be made by management in preparing these financial statements.

There were no key assumptions made concerning the future, and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Turnover
Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill
Goodwill, being the amount paid in connection with the acquisition of a business in 2012, is being amortised evenly over its estimated useful life of ten years.

Intangible assets
Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Franchise Improvements	- over term of lease
Office equipment	- 25% on reducing balance and 15% on reducing balance
Fixtures and fittings	- 25% on reducing balance and 15% on reducing balance

Stocks
Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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2. **ACCOUNTING POLICIES - continued**

Financial instruments
The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, and loans to related parties.

Debt instruments that are payable or receivable within one year, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received; other debt instruments are initially measured at present value of the future payments and subsequently at amortised cost using the effective interest method.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit or loss.

Financial assets and liabilities are offset and the net amount reported in the balance sheet only when there is an 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.

Taxation
Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax
Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments
Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits
The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

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2. ACCOUNTING POLICIES - continued

Government grants
Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to the profit and loss account at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in 'other income' within profit or loss in the same period as the related expenditure.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 198 (2020 - 185) .

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 September 2020 and 31 August 2021	1,518,553
AMORTISATION	
At 1 September 2020	1,253,547
Charge for year	151,855
At 31 August 2021	1,405,402
NET BOOK VALUE	
At 31 August 2021	113,151
At 31 August 2020	265,006

5. TANGIBLE FIXED ASSETS

	Franchise Improvements £	Office equipment £	Fixtures and fittings £	Totals £
COST				
At 1 September 2020	48,369	63,498	488,750	600,617
Additions	-	3,171	17,819	20,990
At 31 August 2021	48,369	66,669	506,569	621,607
DEPRECIATION				
At 1 September 2020	5,374	50,883	315,427	371,684
Charge for year	1,344	2,368	28,672	32,384
At 31 August 2021	6,718	53,251	344,099	404,068
NET BOOK VALUE				
At 31 August 2021	41,651	13,418	162,470	217,539
At 31 August 2020	42,995	12,615	173,323	228,933

continued...

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021

5. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under finance leases are as follows:

	Franchise Improvements £
COST	
At 1 September 2020 and 31 August 2021	48,369
DEPRECIATION	
At 1 September 2020	5,374
Charge for year	1,344
At 31 August 2021	6,718
NET BOOK VALUE	
At 31 August 2021	41,651
At 31 August 2020	42,995

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Other debtors	548,887	575,335

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Bank loans and overdrafts	9,547	2,355
Finance leases (see note 9)	18,691	17,954
Trade creditors	89,236	124,519
Taxation and social security	442,506	544,943
Other creditors	470,893	457,792
	1,030,873	1,147,563

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021 £	2020 £
Bank loans	38,886	47,645
Finance leases (see note 9)	15,519	34,211
	54,405	81,856

continued...

9. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Finance leases	
	2021	2020
	£	£
Net obligations repayable:		
Within one year	18,691	17,954
Between one and five years	15,519	34,211
	34,210	52,165

	Non-cancellable	operating leases
	2021	2020
	£	£
Within one year	69,774	96,863
Between one and five years	-	63,941
	69,774	160,804

10. PROVISIONS FOR LIABILITIES

	2021	2020
	£	£
Deferred tax	32,576	24,801

	Deferred tax
	£
Balance at 1 September 2020	24,801
Provided during year	7,775
Balance at 31 August 2021	32,576

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2021 £	2020 £
38	Ordinary A	£1	38	38
38	Ordinary B	£1	38	38
12	Ordinary C	£1	12	12
12	Ordinary D	£1	12	12
			100	100

continued...

12. RELATED PARTY DISCLOSURES

Included in other debtors at the year end were amounts totalling £490,882 (2020 - £541,728) due from companies under common control.

Similarly included in other creditors were amounts totalling £270,899 (2020 - £269,030) due to companies under common control.