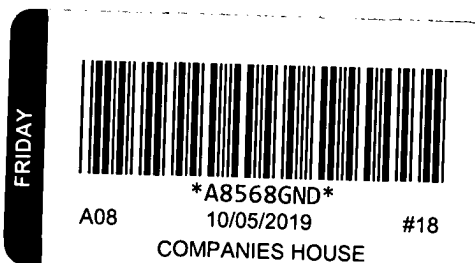


ORTONA MANAGEMENT LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018



ORTONA MANAGEMENT LIMITED
REGISTERED NUMBER: 07999915

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018

	Note	2018 £	2017 £
Current assets			
Debtors: amounts falling due within one year	6	15,916,969	15,938,720
Cash at bank and in hand	7	160,352	-
		<u>16,077,321</u>	<u>15,938,720</u>
Creditors: amounts falling due within one year	8	(351,095)	(402,491)
Net current assets		<u>15,726,226</u>	<u>15,536,229</u>
Total assets less current liabilities		<u>15,726,226</u>	<u>15,536,229</u>
Creditors: amounts falling due after more than one year	9	(814,824)	(1,059,347)
Net assets		<u><u>14,911,402</u></u>	<u><u>14,476,882</u></u>
Capital and reserves			
Called up share capital		12,941,854	12,941,854
Profit and loss account		1,969,548	1,535,028
		<u><u>14,911,402</u></u>	<u><u>14,476,882</u></u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

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

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



S G S Allen
Director

Date: 16 March 2019

The notes on pages 2 to 7 form part of these financial statements.

ORTONA MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

1. General information

Ortona Management Limited is a private company, limited by shares, incorporated in England and Wales. Its registered office is 55 Colegate, Norwich, Norfolk, NR3 1DD.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The financial statements are presented in sterling which is the functional currency of the Company and rounded to the nearest £.

The following principal accounting policies have been applied:

2.2 Going concern

The Group of which this Company is part has considerable financial resources and the Company is forecast to trade profitably in the current financial year. As a consequence, the directors believe that the Company is well placed to manage its business risks successfully despite the current uncertain economic outlook. Accordingly the directors believe it remains appropriate to prepare the financial statements on a going concern basis.

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

2.4 Interest income

Interest income is recognised in the Statement of comprehensive income using the effective interest method.

2.5 Finance costs

Finance costs are charged to the Statement of comprehensive income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

ORTONA MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

2. Accounting policies (continued)

2.6 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of comprehensive income when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the Company in independently administered funds.

2.7 Taxation

Tax is recognised in the Statement of comprehensive income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income 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 income.

2.8 Debtors

Short term debtors are measured at transaction price, less any impairment.

2.9 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.10 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.

2.11 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 debtors and creditors, loans from banks and other third parties and loans to related parties.

3. Employees

The average monthly number of employees, including directors, during the year was 9 (2017 - 10).

ORTONA MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

4. Interest receivable

	2018 £	2017 £
Other interest receivable	291	-
	<u>291</u>	<u>-</u>

ORTONA MANAGEMENT LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

5. Debtors

	2018 £	2017 £
Trade debtors	1,616	1,134
Amounts owed by group undertakings	15,915,353	15,937,404
Prepayments and accrued income	-	182
	<u>15,916,969</u>	<u>15,938,720</u>

The amounts payable by Group undertakings are repayable on demand.

6. Cash and cash equivalents

	2018 £	2017 £
Cash at bank and in hand	160,352	-
Less: bank overdrafts	-	(119,976)
	<u>160,352</u>	<u>(119,976)</u>

7. Creditors: Amounts falling due within one year

	2018 £	2017 £
Bank overdrafts	-	119,976
Bank loans	240,000	240,000
Corporation tax	95,875	25,607
Other taxation and social security	1,126	1,226
Other creditors	14,094	12,495
Accruals and deferred income	-	3,187
	<u>351,095</u>	<u>402,491</u>

The bank overdrafts are secured by an unlimited inter company guarantee over certain properties held by a fellow Group Company (Ortona Properties Limited).

The bank loans are secured by fixed charges over certain properties held by a fellow Group Company (Ortona Properties Limited).

ORTONA MANAGEMENT LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

8. Creditors: Amounts falling due after more than one year

	2018 £	2017 £
Bank loans	814,824	1,059,347
	<u>814,824</u>	<u>1,059,347</u>

The bank loans are secured by fixed charges over certain properties held by a fellow Group Company (Ortona Properties Limited).

9. Loans

Analysis of the maturity of loans is given below:

	2018 £	2017 £
Amounts falling due within one year		
Bank loans	240,000	240,000
Amounts falling due 1-2 years		
Bank loans	240,000	240,000
Amounts falling due 2-5 years		
Bank loans	315,989	489,673
Amounts falling due after more than 5 years		
Bank loans	258,835	329,674
	<u>1,054,824</u>	<u>1,299,347</u>

The bank loans are repayable over a 10 year term ending March 2021 and June 2025 respectively. The bank loans are secured by fixed charges over certain properties held by a fellow Group Company (Ortona Properties Limited). The interest for the bank loans are calculated at 2.5% above LIBOR for the bank loan whose term ends March 2021 and 2.75% above LIBOR for the bank loan whose term ends June 2025.

10. Prior year adjustment

An adjustment has been made to the prior year to move interest receivable to turnover in the Statement of comprehensive income as it is felt this treatment better reflects the company's primary business activity.

11. Contingent liabilities

A cross guarantee dated 25 June 2012 is held by the Company's bankers between Ortona Limited, Ortona Management Limited, Ortona Properties Limited and Ortona Investments Limited. As at 31 December 2018, total Group borrowings with the bank totalled £1,054,824 (2017 - £1,299,347).

ORTONA MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

12. Pension commitments

The Group contributes to defined contributions pension schemes on behalf of certain individuals. The assets of the scheme are held separately from those of the Group in an independently administered fund. The pension cost charge represents contributions payable by the Group to the fund and amounted to £7,786 (2017 - £7,595). Contributions of £694 (2017 - £676) were outstanding at the year end.

13. Controlling party

The immediate and ultimate parent undertaking of the Company is Ortona Limited, a Company registered in England and Wales. Ortona Limited prepares consolidated financial statements in which the results of Ortona Investments Limited are included. These consolidated financial statements are available from Companies House, Cardiff, CF14 3UZ.

The Company was under the control of the directors throughout the period by virtue of their controlling interest in the share capital of the ultimate parent undertaking, Ortona Limited.

14. Auditors' information

The auditors' report on the financial statements for the year ended 31 December 2018 was unqualified.

The audit report was signed on 28 March 2019 by Charles Savory ACA (Senior statutory auditor) on behalf of Larking Gowen LLP.