

Preston Guild Hall Limited

Annual Report and Unaudited Abridged Financial Statements
for the Year Ended 31 December 2017

Preston Guild Hall Limited

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Preston Guild Hall Limited

(Registration number: 09065223)

Abridged Balance Sheet as at 31 December 2017

	Note	2017 £	2016 £
Fixed assets			
Negative goodwill	<u>4</u>	-	(266,838)
Tangible assets	<u>5</u>	10,185,456	7,808,495
Current assets			
Stocks	<u>6</u>	2,029,027	47,395
Debtors		440,153	379,958
Cash at bank and in hand		123,073	237,914
		2,592,253	665,267
Prepayments and accrued income		213,379	151,903
Creditors: Amounts falling due within one year		(8,368,404)	(4,033,235)
Net current liabilities		(5,562,772)	(3,216,065)
Total assets less current liabilities		4,622,684	4,325,592
Creditors: Amounts falling due after more than one year		(972,499)	(1,657,406)
Accruals and deferred income		(2,646,225)	(186,972)
Net assets		1,003,960	2,481,214
Capital and reserves			
Called up share capital	<u>7</u>	1	1
Revaluation reserve		5,293,901	5,293,901
Profit and loss account		(4,289,942)	(2,812,688)
Total equity		1,003,960	2,481,214

For the financial year ending 31 December 2017 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 in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 3 to 9 form an integral part of these abridged financial statements.

Preston Guild Hall Limited

(Registration number: 09065223)

Abridged Balance Sheet as at 31 December 2017

All of the company's members have consented to the preparation of an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

Approved and authorised by the Board on 21 September 2018 and signed on its behalf by:

.....

Mr William Simon Rigby
Director

The notes on pages 3 to 9 form an integral part of these abridged financial statements.

Preston Guild Hall Limited

Notes to the Abridged Financial Statements for the Year Ended 31 December 2017

1 General information

The company is a private company limited by share capital, incorporated in UK.

The address of its registered office is:

4 Croft Court
Whitehills Business Park
Blackpool
Lancashire
FY4 5PR

These financial statements were authorised for issue by the Board on 21 September 2018.

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 abridged 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 abridged 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.

Going concern

The financial statements have been prepared on a going concern basis.

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 sales/value added tax, returns, rebates and discounts and after eliminating sales within the company.

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.

Tangible assets

Tangible assets are stated in the statement of financial position 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:

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Notes to the Abridged Financial Statements for the Year Ended 31 December 2017

Asset class	Depreciation method and rate
Leasehold property	1% straight line
Plant and machinery	20% straight line
Furniture and fixtures	10% straight line
Office equipment	20% straight line

Negative goodwill

Negative goodwill arising on an acquisition is recognised on the face of the balance sheet on the acquisition date and subsequently the excess up to the fair value of the non-monetary assets acquired is recognised in profit or loss in the periods in which the non-monetary assets are recovered.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Development costs	10 years straight line

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

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 inventories 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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

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Notes to the Abridged Financial Statements for the Year Ended 31 December 2017

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 46 (2016 - 50).

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Notes to the Abridged Financial Statements for the Year Ended 31 December 2017

4 Intangible assets

	Total £
Cost or valuation	
At 1 January 2017	<u>57,050</u>
At 31 December 2017	<u>57,050</u>
Amortisation	
At 1 January 2017	<u>57,050</u>
At 31 December 2017	<u>57,050</u>
Carrying amount	
At 31 December 2017	<u><u>-</u></u>

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2016 - £Nil).

	£
Negative goodwill	
At 1 January 2017	(266,838)
Recognised in profit or loss	<u>266,838</u>
At 31 December 2017	<u><u>-</u></u>

Preston Guild Hall Limited

Notes to the Abridged Financial Statements for the Year Ended 31 December 2017

5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Other tangible assets £	Total £
Cost or valuation				
At 1 January 2017	5,475,517	2,556,723	39,772	8,072,012
Additions	1,643,773	1,136,883	27,613	2,808,269
At 31 December 2017	7,119,290	3,693,606	67,385	10,880,281
Depreciation				
At 1 January 2017	69,827	191,662	2,028	263,517
Charge for the year	106,108	313,782	11,418	431,308
At 31 December 2017	175,935	505,444	13,446	694,825
Carrying amount				
At 31 December 2017	6,943,355	3,188,162	53,939	10,185,456
At 31 December 2016	5,405,690	2,365,061	37,744	7,808,495

Included within the net book value of land and buildings above is £6,943,354 (2016 - £5,405,689) in respect of long leasehold land and buildings.

6 Stocks

	2017 £	2016 £
Work in progress	1,960,000	-
Other inventories	69,027	47,395
	2,029,027	47,395

7 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary share of £1 each	1	1	1	1

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Notes to the Abridged Financial Statements for the Year Ended 31 December 2017

8 Related party transactions

Transactions with directors

	At 1 January 2017 £	Advances to directors £	Other payments made to company by director £	At 31 December 2017 £
2017				
Mr William Simon Rigby				
Directors current account	(217,941)	-	(490,339)	(708,280)

	At 1 January 2016 £	Other payments made to company by director £	At 31 December 2016 £
2016			
Mr William Simon Rigby			
Directors current account	(54,897)	(163,044)	(217,941)

Summary of transactions with entities with joint control or significant interest

Transactions and loans with members of the Rigby Organisation Group of Companies, The Rigby Corporation Group of Companies and the R-Group of Companies, together with other entities under the control of Mr W S Rigby.

Inter-company loan accounts, management charges and inter group trading. The balances owing to and from the various companies under common control have been offset giving the balances disclosed in the notes to the accounts.

Income and receivables from related parties

	Entities with joint control or significant influence £
2017	
Receipt of services	1,960,000
2016	
Sale of goods	630

Expenditure with and payables to related parties

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Notes to the Abridged Financial Statements for the Year Ended 31 December 2017

	Entities with joint control or significant influence £
2017	
Purchase of goods	425,000
Rendering of services	1,911,174
	<u>2,336,174</u>

	Entities with joint control or significant influence £
2016	
Purchase of goods	427,718
Rendering of services	228,128
	<u>655,846</u>

Loans from related parties

	Entities with joint control or significant influence £
2017	
At start of period	755,658
Advanced	3,788,589
	<u>4,544,247</u>

	Entities with joint control or significant influence £
2016	
At start of period	257,437
Advanced	498,221
	<u>755,658</u>

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.