

The Ark Nurseries Ltd

Annual Report and Unaudited Financial Statements
for the Period from 1 April 2018 to 31 August 2019

The Ark Nurseries Ltd
(Registration number: 10677795)
Balance Sheet as at 31 August 2019

	Note	2019 £	2018 £
Fixed assets			
Intangible assets	<u>4</u>	1,178,100	-
Tangible assets	<u>5</u>	828,942	-
		<u>2,007,042</u>	<u>-</u>
Current assets			
Debtors	<u>6</u>	14,731	-
Cash at bank and in hand		96,021	50
		110,752	50
Creditors: Amounts falling due within one year	<u>7</u>	(402,872)	-
Net current (liabilities)/assets		(292,120)	50
Total assets less current liabilities		1,714,922	50
Creditors: Amounts falling due after more than one year	<u>7</u>	(578,644)	-
Provisions for liabilities		(1,304)	-
Net assets		<u>1,134,974</u>	<u>50</u>
Capital and reserves			
Called up share capital	<u>8</u>	1,200,000	50
Profit and loss account		(65,026)	-
Total equity		<u>1,134,974</u>	<u>50</u>

The notes on pages 3 to 8 form an integral part of these financial statements.
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Balance Sheet as at 31 August 2019

For the financial period ending 31 August 2019 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 period 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.

Approved and authorised by the Board for issue on 27 August 2020 and signed on its behalf by:

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I Leech

Director

The notes on pages 3 to 8 form an integral part of these financial statements.

The Ark Nurseries Ltd

Notes to the Financial Statements for the Period from 1 April 2018 to 31 August 2019

1 General information

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

The address of its registered office is:

The Ark Nursery
Kesteven Road
Stamford
Lincs
PE9 1SX

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 any returns, rebates and discounts.

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

The tax expense for the period comprises current and deferred 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 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 taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

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Notes to the Financial Statements for the Period from 1 April 2018 to 31 August 2019

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:

Asset class	Depreciation method and rate
Furniture and fittings	20% reducing balance
Integral fixtures	10 years straight line
Plant and equipment	25% reducing balance

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised over its expected useful life in the first period and subsequently by impairment review thereafter.

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
Goodwill	14 years straight line & then impairment review

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.

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Notes to the Financial Statements for the Period from 1 April 2018 to 31 August 2019

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.

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.

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.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

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 period, was 59 (2018 - 0).

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Notes to the Financial Statements for the Period from 1 April 2018 to 31 August 2019

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
Additions acquired separately	1,269,900	1,269,900
At 31 August 2019	1,269,900	1,269,900
Amortisation		
Amortisation charge	91,800	91,800
At 31 August 2019	91,800	91,800
Carrying amount		
At 31 August 2019	1,178,100	1,178,100

5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Other tangible assets £	Total £
Cost or valuation				
Additions	698,947	147,393	35,535	881,875
At 31 August 2019	698,947	147,393	35,535	881,875
Depreciation				
Charge for the period	25,225	19,903	7,805	52,933
At 31 August 2019	25,225	19,903	7,805	52,933
Carrying amount				
At 31 August 2019	673,722	127,490	27,730	828,942

6 Debtors

	2019 £	2018 £
Prepayments	14,158	-
Other debtors	573	-
	14,731	-

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Notes to the Financial Statements for the Period from 1 April 2018 to 31 August 2019

7 Creditors

Creditors: amounts falling due within one year

	Note	2019 £	2018 £
Due within one year			
Trade creditors		18,372	-
Amounts owed to related parties		308,710	-
Taxation and social security		7,918	-
Other creditors		67,872	-
		<u>402,872</u>	<u>-</u>
Due after one year			
Loans and borrowings	9	532,559	-
Other non-current financial liabilities		46,085	-
		<u>578,644</u>	<u>-</u>

Creditors: amounts falling due after more than one year

	Note	2019 £	2018 £
Due after one year			
Loans and borrowings	9	532,559	-
Other non-current financial liabilities		46,085	-
		<u>578,644</u>	<u>-</u>

8 Share capital

Allotted, called up and fully paid shares

	No.	2019 £	No.	2018 £
Ordinary A shares of £1 each	600,000	600,000	50	50
Ordinary B shares of £1 (2018 - £0) each	300,000	300,000	-	-
Ordinary C shares of £1 (2018 - £0) each	300,000	300,000	-	-
	<u>1,200,000</u>	<u>1,200,000</u>	<u>50</u>	<u>50</u>

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Notes to the Financial Statements for the Period from 1 April 2018 to 31 August 2019

9 Loans and borrowings

	2019 £	2018 £
Non-current loans and borrowings		
Other borrowings	<u>532,559</u>	<u>-</u>

10 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 £42,250 (2018 - £Nil). The commitments are in respect of rental obligations.

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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.