

---

**LONGWOOD MBC LIMITED**

---

**FINANCIAL STATEMENTS**

**INFORMATION FOR FILING WITH THE REGISTRAR**

**FOR THE TEN MONTH PERIOD ENDED 30 JUNE 2021**

---

**LONGWOOD MBC LIMITED**  
**REGISTERED NUMBER: 12851324**

---

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2021**

---

	Note	30 June 2021 £
<b>Current assets</b>		
Stocks		8,764,274
Debtors: amounts falling due within one year	5	1,300,100
		<u>10,064,374</u>
Creditors: amounts falling due within one year	6	<u>(10,097,874)</u>
<b>Net current (liabilities)/assets</b>		(33,500)
<b>Total assets less current liabilities</b>		<u>(33,500)</u>
<b>Net (liabilities)/assets</b>		<u><u>(33,500)</u></u>
<b>Capital and reserves</b>		
Called up share capital	7	100
Profit and loss account		(33,600)
		<u><u>(33,500)</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 income and retained earnings 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 on 27 March 2022.

**A K Varma**  
Director

The notes on pages 2 to 6 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE TEN MONTH PERIOD ENDED 30 JUNE 2021

---

**1. General information**

Harrison Varma Limited ('the company') is a private limited company domiciled and incorporated in England and Wales.

The registered office is 35 Ballards Lane, London, N3 1XW.

**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.

**2.2 Going concern**

The financial statements have been prepared on the going concern basis, which assumes that the Company will continue to trade for the foreseeable future, being a period of at least twelve months from the date of approval of these financial statements, and will be able to meet its debts as they fall

due.

The director is confident that the company will generate a significant profit on the sale of the development property which will enable the company to settle all its current liabilities.

The bank loan facility that was required to be repaid in September 2021 was extended by a further nine months, pushing the maturity of the loan to 30 June 2022 which is anticipated date of completion of the sale of the property.

The director has also considered the ongoing impact of the pandemic and believes that it will not impact the operations of the company.

**2.3 Finance costs**

Finance costs are charged to profit or loss 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.

**2.4 Borrowing costs**

All borrowing costs are recognised in profit or loss in the ten month period in which they are incurred.

**2.5 Stocks**

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each reporting date, stocks are assessed for impairment. If stock is 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.

**2.6 Financial instruments**

The Company only enters into basic financial instruments and transactions that result in the

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE TEN MONTH PERIOD ENDED 30 JUNE 2021

---

**2. Accounting policies (continued)**

**2.6 Financial instruments (continued)**

recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to and from related parties and investments in non-puttable ordinary shares.

**(i) Financial assets**

Basic financial assets, including trade and other debtors, and amounts due from related companies, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Financial assets are derecognised when (a) the contractual rights to the cash flows from the asset expire or are settled, or (b) substantially all the risks and rewards of the ownership of the asset are transferred to another party or (c) control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

**(ii) Financial liabilities**

Basic financial liabilities, including trade and other creditors and accruals, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade creditors are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

**(iii) Offsetting**

Financial assets and liabilities are offset and the net amounts presented in the financial statements when there is a legally 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.

**3. Employees**

The average monthly number of employees, including directors, during the ten month period was 1.

---

LONGWOOD MBC LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE TEN MONTH PERIOD ENDED 30 JUNE 2021

---

4. Stocks

	30 June 2021 £
Development property	8,764,274
	<u>8,764,274</u>

---

LONGWOOD MBC LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE TEN MONTH PERIOD ENDED 30 JUNE 2021

---

5. Debtors

	30 June 2021 £
Amounts owed by group undertakings	1,300,000
Called up share capital not paid	100
	<u>1,300,100</u>

6. Creditors: Amounts falling due within one year

	30 June 2021 £
Bank loans	4,200,000
Other loans	4,000,000
Amounts owed to group undertakings	1,280,009
Accruals and deferred income	617,865
	<u>10,097,874</u>

The following liabilities were secured:

	30 June 2021 £
Bank loan	4,200,000
	<u>4,200,000</u>

Details of security provided:

The bank loan is secured by way of a fixed and floating charge over the development property, any other assets held by the company and any future rents arising from the property.

7. Share capital

	30 June 2021 £	31 August 2020 £
<b>Allotted, called up and fully paid</b>		
100 (2020 - ) Ordinary shares of £1 each	<u>100</u>	<u>-</u>

---

**LONGWOOD MBC LIMITED**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE TEN MONTH PERIOD ENDED 30 JUNE 2021**

---

**7. Share capital (continued)**

On incorporation 100 Ordinary shares of £1 each were issued at par.

**8. Related party transactions**

The group has taken exemption from disclosing transactions and balances with fully owned group companies.

**9. Controlling party**

The ultimate parent undertaking is Harrison Varma Limited.

Copies of the group financial statements are available from its trading address, Oxgate Centre, Unit 1 South Oxgate Lane, London, NW2 7JA.

**10. Auditors' information**

The auditors' report on the financial statements for the ten month period ended 30 June 2021 was unqualified.

The audit report was signed on 28 March 2022 by Myfanwy Neville FCA (Senior Statutory Auditor) on behalf of Berg Kaprow Lewis LLP.

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.