
LONGWOOD MBC LTD

UNAUDITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 30 JUNE 2023

LONGWOOD MBC LTD

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LONGWOOD MBC LTD
REGISTERED NUMBER: 12851324

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2023

	Note	2023 £	2022 £
Current assets			
Stocks	4	10,762,073	10,261,153
Debtors: amounts falling due within one year	5	1,300,100	1,300,100
		<u>12,062,173</u>	<u>11,561,253</u>
Creditors: amounts falling due within one year	6	(12,100,873)	(11,595,703)
Net current liabilities		<u>(38,700)</u>	<u>(34,450)</u>
Total assets less current liabilities		<u>(38,700)</u>	<u>(34,450)</u>
Net liabilities		<u>(38,700)</u>	<u>(34,450)</u>
Capital and reserves			
Called up share capital	7	100	100
Profit and loss account		(38,800)	(34,550)
		<u>(38,700)</u>	<u>(34,450)</u>

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 30 JUNE 2023

The director considers that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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 by:

A K Varma
Director

Date: 26 March 2024

The notes on pages 3 to 6 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

1. General information

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

The principal activity of the company is that of property development.

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 matured on 30 November 2023 and the company is currently renegotiating the terms of the loan. The director is confident that the loan term will be extended up to the anticipated date of completion of the sale of the property.

2.3 Borrowing costs

All borrowing costs are recognised in profit or loss in the year in which they are incurred.

2.4 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell.

At each year end date, the properties are assessed for impairment. If there is an impairment, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in the income and expenditure statement.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

2. Accounting policies (continued)

2.5 Financial instruments

The Company only enters into basic financial instruments and 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, 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 year was 1 (2022 - 1).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

4. Stocks

	2023	2022
	£	£
Development property	<u>10,762,073</u>	<u>10,261,153</u>

No impairment losses were recognised in the profit and loss.

5. Debtors

	2023	2022
	£	£
Amounts owed by group undertakings	1,300,000	1,300,000
Other debtors	100	100
	<u>1,300,100</u>	<u>1,300,100</u>

6. Creditors: Amounts falling due within one year

	2023	2022
	£	£
Bank loans	4,200,000	4,200,000
Amounts owed to group undertakings	7,735,052	7,268,698
Accruals and deferred income	165,821	127,005
	<u>12,100,873</u>	<u>11,595,703</u>

The following liabilities were secured:

	2023	2022
	£	£
Bank loans	<u>4,200,000</u>	<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.

LONGWOOD MBC LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

7. Share capital

	2023	2022
	£	£
Allotted, called up and fully paid		
100 (2022 - 100) Ordinary shares of £1 each	<u>100</u>	<u>100</u>

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.

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.