

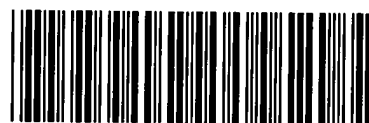
Registered number: OC308210

CARDINAL SQUARE LLP

ANNUAL REPORT

FOR THE YEAR ENDED 31 MARCH 2021

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**CARDINAL SQUARE LLP**

**CONTENTS**

	Page
<b>Balance sheet</b>	<b>1 - 2</b>
<b>Statement of changes in equity</b>	<b>3</b>
<b>Notes to the financial statements</b>	<b>4 - 9</b>

**CARDINAL SQUARE LLP**  
**REGISTERED NUMBER: OC308210**

**BALANCE SHEET**  
**AS AT 31 MARCH 2021**

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Investment property	4	10,613,059	10,613,059
<b>Current assets</b>			
Debtors	5	1,183,713	1,131,237
Cash at bank and in hand		39,811	34,244
		<u>1,223,524</u>	<u>1,165,481</u>
Creditors: amounts falling due within one year	6	<u>(3,262,629)</u>	<u>(3,264,166)</u>
<b>Net current liabilities</b>		<u>(2,039,105)</u>	<u>(2,098,685)</u>
<b>Total assets less current liabilities</b>		8,573,954	8,514,374
Creditors: amounts falling due after more than one year	7	(5,376,106)	(5,462,106)
<b>Net assets</b>		<u><u>3,197,848</u></u>	<u><u>3,052,268</u></u>
<b>Represented by:</b>			
<b>Loans and other debts due to members within one year</b>			
Loans and other debts due to members		1,280,391	1,280,391
<b>Members' other interests</b>			
Owed to members in respects of profits		<u>1,917,457</u>	<u>1,771,877</u>
<b>Total members' interests</b>			
Loans and other debts due to members		1,280,391	1,280,391
Members' other interests		<u>1,917,457</u>	<u>1,771,877</u>
		<u><u>3,197,848</u></u>	<u><u>3,052,268</u></u>

**CARDINAL SQUARE LLP**  
**REGISTERED NUMBER: OC308210**

**BALANCE SHEET (CONTINUED)**  
**AS AT 31 MARCH 2021**

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small LLPs regime.

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

The entity has opted not to file the statement of comprehensive income in accordance with the provisions applicable to entities subject to the small LLPs regime.

The financial statements were approved and authorised for issue by the members and were signed on their behalf by:



**P D J Bradshaw**

Designated member

Date:

17/12/21

The notes on pages 4 to 9 form part of these financial statements.

**CARDINAL SQUARE LLP**

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2021**

	<b>Members' other interests £</b>	<b>Total £</b>
<b>At 1 April 2019</b>	1,785,696	1,785,696
<b>Comprehensive income for the year</b>		
Loss for year for discretionary division among members	(13,819)	(13,819)
<b>At 1 April 2020</b>	<u>1,771,877</u>	<u>1,771,877</u>
<b>Comprehensive income for the year</b>		
Profit for year for discretionary division among members	145,580	145,580
<b>At 31 March 2021</b>	<u><u>1,917,457</u></u>	<u><u>1,917,457</u></u>

The notes on pages 4 to 9 form part of these financial statements.

## **CARDINAL SQUARE LLP**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

#### **1. Accounting policies**

##### **1.1 Basis of preparation of financial statements**

Cardinal Square LLP (the "LLP") is a limited liability partnership incorporated in England and Wales and domiciled in the United Kingdom. The address of the registered office is 11 Waterloo Street, Birmingham B2 5TB. The nature of the LLP's operations and principal activities are as stated on the members report.

The financial statements are prepared in Sterling (£), which is the functional currency of the LLP. The financial statements are for the year ended 31 March 2021 (2020: year ended 31 March 2020).

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006 and the requirements of the Statement of Recommended Practice "Accounting by Limited Liability Partnerships" published in 2014 and the Companies Act 2006 (as applied to LLP's).

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the LLP's accounting policies.

The following principal accounting policies have been applied:

##### **1.2 Going concern**

The financial statements have been prepared on the going concern basis which the directors believe is appropriate for the following reasons:

Nurton Developments Limited, a related party of the LLP, has confirmed that it will continue to provide financial support to the company if needed. The members consider that this should enable the company to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due for payment. As with any LLP placing reliance on other entities for financial support, the members acknowledge that there can be no certainty that this support will continue, although, at the date of approval of these financial statements, they have no reason to believe it will not do so.

The financial statements do not include any adjustments that would result from the basis of preparation being inappropriate.

The ongoing Coronavirus pandemic continues to cause significant economic disruption globally. At the time of signing these financial statements, it is clear there will be a significant level of uncertainty in all markets around the world for a sustained period of time. However, the members believe the LLP is well placed to trade through the uncertain times caused by the Coronavirus pandemic due to its strong net asset position.

On this basis the members are confident that the LLP has adequate resources to continue in operation and, accordingly, have adopted the going concern basis in preparing the financial statements.

##### **1.3 Turnover**

Turnover represents rental income which is credited to the statement of comprehensive income on a straight line basis over the period of the lease.

##### **1.4 Interest income**

Interest income is recognised in profit or loss using the effective interest method.

## **CARDINAL SQUARE LLP**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

#### **1. Accounting policies (continued)**

##### **1.5 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.

##### **1.6 Borrowing costs**

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

##### **1.7 Investment property**

Investment property is carried at fair value determined annually by members based on advice from professional surveyors and also derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided. Changes in fair value are recognised in profit or loss.

##### **1.8 Financial instruments**

The company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities such as trade and other debtors and creditors, loans from banks and other third parties and loans with related parties.

All financial assets and liabilities are initially measured at transaction price and subsequently measured at amortised cost.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the company would receive for the asset if it were to be sold at the balance sheet date.

#### **2. Employees**

The entity has no employees.

#### **3. Information in relation to members**

Profit and losses are shared amongst the members for each period in accordance with agreed profit and loss sharing arrangements. Members are required to make their own provision for pensions and taxation from their profit share.

None of the members received any salaried remuneration in the financial period for their services to the LLP (2020: £Nil).

The average number of members in the period was 4 (2020: 4).

The amount of profit attributable to the member with the largest entitlement was £Nil (2020: £Nil).

**CARDINAL SQUARE LLP**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2021**

**4. Investment property**

	<b>Investment property £</b>
<b>Valuation</b>	
At 1 April 2020	10,613,059
<b>At 31 March 2021</b>	<u>10,613,059</u>

The members believe that there is no change to the valuation of investment property and as such the valuation represents fair value which is based on an existing use basis.



# CARDINAL SQUARE LLP

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

### 5. Debtors

	2021 £	2020 £
Trade debtors	745,482	684,497
Other debtors	401,397	399,280
Prepayments and accrued income	36,834	47,460
	<u>1,183,713</u>	<u>1,131,237</u>

### 6. Creditors: Amounts falling due within one year

	2021 £	2020 £
Bank loans	172,000	172,000
Trade creditors	1,342,469	1,197,955
Amounts owed to other participating interests	1,234,242	1,315,267
Other taxation and social security	58,989	-
Other creditors	96,084	335,486
Accruals and deferred income	358,845	243,458
	<u>3,262,629</u>	<u>3,264,166</u>

### 7. Creditors: Amounts falling due after more than one year

	2021 £	2020 £
Bank loans	<u>5,376,106</u>	<u>5,462,106</u>

Bank loans are secured by way of a legal charge over the investment property of the partnership, cross guarantees by related companies over the properties they hold, personal guarantees from the members KG Bradshaw and DG Bradshaw and an unlimited guarantee by a related party.

The loans have an interest rate of 2.1% plus LIBOR and have a repayment date of 20th March 2023.

**CARDINAL SQUARE LLP**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2021**

**8. Loans**

Analysis of the maturity of loans is given below:

	2021 £	2020 £
<b>Amounts falling due within one year</b>		
Bank loans	172,000	172,000
	<u>172,000</u>	<u>172,000</u>
<b>Amounts falling due 1-2 years</b>		
Bank loans	5,376,106	172,000
	<u>5,376,106</u>	<u>172,000</u>
<b>Amounts falling due 2-5 years</b>		
Bank loans	-	516,000
	<u>-</u>	<u>516,000</u>
<b>Amounts falling due after more than 5 years</b>		
Bank loans	-	4,774,106
	<u>-</u>	<u>4,774,106</u>

**9. Total members' interests**

Loans and other debts due to members rank equally with debts due to ordinary creditors in a winding up.

	2021 £	2020 £
Advanced by members by way of loan	1,280,391	1,280,391
Owed to members in respect of profits, classified within Total members' interests	2,268,997	1,890,877
	<u>3,549,388</u>	<u>3,171,268</u>

## CARDINAL SQUARE LLP

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

#### 10. Related party transactions

The members of Cardinal Square LLP have made the following loans to the LLP. Each of the loans is interest free and whilst there is no formal agreement, the members confirm that these loans will not be repaid for at least twelve months.

	2021 £
DG Bradshaw	533,839
DE Bradshaw (related party)	63,892
Trust of JK Bradshaw	341,480
TC Bradshaw	341,180
	<hr/>
	1,280,391
	<hr/>

Nurton Developments Limited and Cardinal Square LLP are related as the designated members of Cardinal Square LLP are also directors of Nurton Developments Limited. During the year, net transactions of £Nil (2020: £Nil) including a management charge of £Nil (2020: £Nil) occurred between the two parties and a creditor of £975,462 remains at the year end (2020: creditor £1,135,267).

#### 11. Controlling party

In the opinion of the members, at 31 March 2021, there was no controlling party due to the constitution of the membership.

#### 12. Auditor's information

The auditor's report on the financial statements for the year ended 31 March 2021 was unqualified.

The audit report was signed on 17/12/21 by Paul Rowley (senior statutory auditor) on behalf of Cooper Parry Group Limited.