

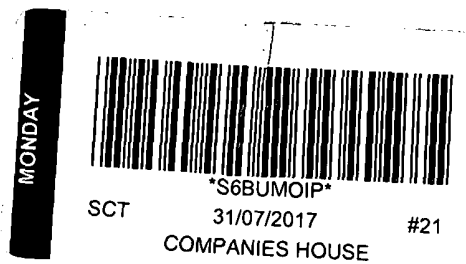
CONEY ISLAND LIMITED

Directors' Report and Financial Statements

Year Ended

31 October 2016

Company Number 00950345



CONEY ISLAND LIMITED

Company Information

Directors	K H M Doyle R G Arnott J M Glen G Sangster G Russell
Company secretary	F Grycuk
Registered number	00950345
Registered office	39 Jermyn Street London SW1Y 6DN
Independent auditor	BDO LLP Citypoint 65 Haymarket Terrace Edinburgh EH12 5HD
Bankers	Bank of Scotland 11 Earl Grey Street Edinburgh EH3 9BN HSBC 69 Pall Mall London SW1Y 5EY
Solicitors	DLA Piper Rutland Building Rutland Square Edinburgh EH1 2AA

CONEY ISLAND LIMITED

Contents

	Page
Directors' report	1
Directors' responsibilities statement	2
Independent auditor's report	3 - 4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7 - 12

CONEY ISLAND LIMITED

Directors' report for the year ended 31 October 2016

The directors present their report and the financial statements for the year ended 31 October 2016.

Principal activities

The principal activities of the company were that of restaurateurs and night club operators.

Directors

The directors who served during the year were:

K H M Doyle
R G Arnott
J M Glen
T F Laing (resigned 24 September 2015)
G Russell (appointed 24 September 2015)
G Sangster

Provision of information to auditor

Each of the persons who are directors at the time when this directors' report is approved has confirmed that:

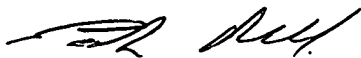
- so far as that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditor in connection with preparing its report and to establish that the company's auditor is aware of that information.

Auditor

The auditor, BDO LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 26 June 2017 and signed on its behalf.



.....
G Russell
Director

CONEY ISLAND LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom accounting standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing these financial statements the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions, to disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

CONEY ISLAND LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CONEY ISLAND LIMITED

We have audited the financial statements of Coney Island Limited for the year ended 31 October 2016 which comprise the profit and loss account, the balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the statement of directors' responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the FRC's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 October 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

CONEY ISLAND LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CONEY ISLAND LIMITED

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements and the directors' report in accordance with the small companies regime and to the exemption from the requirement to prepare a strategic report.



Alastair Rae (*Senior statutory auditor*)
for and on behalf of BDO LLP, Statutory auditor
Edinburgh
United Kingdom

31 Jul 2017

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

CONEY ISLAND LIMITED

Profit and loss account for the year ended 31 October 2016

	Note	2016 £	2015 £
TURNOVER	1,2	4,280,828	4,749,324
Cost of sales		(884,193)	(1,007,678)
GROSS PROFIT		3,396,635	3,741,646
Administrative expenses		(2,901,998)	(2,612,694)
Other operating income	3	34,004	60,300
OPERATING PROFIT	4	528,641	1,189,252
Interest receivable and similar income	5	39,316	66,715
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		567,957	1,255,967
Tax on profit on ordinary activities	6	(128,910)	(323,015)
PROFIT FOR THE FINANCIAL YEAR	13	439,047	932,952

The notes on pages 7 to 12 form part of these financial statements.

CONEY ISLAND LIMITED

Registered number: 00950345

Balance sheet as at 31 October 2016

	Note	£	2016 £	2015 £
FIXED ASSETS				
Tangible assets	7		70,614	112,084
CURRENT ASSETS				
Stocks	8	576,050		515,528
Debtors	9	3,181,634		4,263,962
Cash at bank and in hand		1,112,274		1,075,082
		<u>4,869,958</u>		<u>5,854,572</u>
CREDITORS: amounts falling due within one year	10	<u>(890,999)</u>		<u>(1,356,130)</u>
NET CURRENT ASSETS			<u>3,978,959</u>	<u>4,498,442</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>4,049,573</u>	<u>4,610,526</u>
CAPITAL AND RESERVES				
Called up share capital	12		100	100
Profit and loss account	13		<u>4,049,473</u>	<u>4,610,426</u>
SHAREHOLDERS' FUNDS	14		<u>4,049,573</u>	<u>4,610,526</u>

The financial statements have been prepared in accordance with the special provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved and authorised for issue by the board and were signed on its behalf on
26 June 2017



.....
G Russell
Director

The notes on pages 7 to 12 form part of these financial statements.

CONEY ISLAND LIMITED

Notes to the financial statements for the year ended 31 October 2016

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold improvements	-	20% straight line
Fixtures, fittings and equipment	-	20% straight line

1.4 Operating leases

Rentals under operating leases are charged on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

1.5 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

1.6 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.7 Grants

Grants relating to tangible fixed assets are treated as deferred income and released to the profit and loss account over the expected useful lives of the assets concerned.

1.8 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

CONEY ISLAND LIMITED

Notes to the financial statements for the year ended 31 October 2016

1. ACCOUNTING POLICIES (CONTINUED)

1.9 Membership fees

Membership fees are recognised in the accounting period to which they relate. To the extent that income is received in advance, it is deferred and recognised in the relevant period to which the membership relates.

2. TURNOVER

All turnover arose within the United Kingdom.

3. OTHER OPERATING INCOME

	2016 £	2015 £
Other operating income	22,604	14,700
Release of capital grant	11,400	45,600
	<u>34,004</u>	<u>60,300</u>

4. OPERATING PROFIT

The operating profit is stated after charging:

	2016 £	2015 £
Depreciation of tangible fixed assets:		
- owned by the company	120,245	396,286
Auditor's remuneration	5,500	4,925
Rent - operating leases	287,209	287,240
Pension costs	10,051	3,813
	<u>223,005</u>	<u>692,264</u>

During the year, no director received any emoluments (2015 - £NIL).

5. INTEREST RECEIVABLE

	2016 £	2015 £
Interest receivable from group companies	35,788	63,427
Bank interest receivable	3,528	3,288
	<u>39,316</u>	<u>66,715</u>

CONEY ISLAND LIMITED

Notes to the financial statements for the year ended 31 October 2016

6. TAXATION

	2016 £	2015 £
Analysis of tax charge/(credit) in the year		
Current tax		
UK corporation tax charge on profit for the year	124,238	327,917
Adjustments in respect of prior periods	-	(884)
Total current tax	124,238	327,033
Deferred tax		
Origination and reversal of timing differences	5,866	(4,018)
Adjustments in respect of prior periods	(1,194)	-
Total deferred tax (see note 11)	4,672	(4,018)
Tax on profit on ordinary activities	128,910	323,015

7. TANGIBLE FIXED ASSETS

	Leasehold improve- ments £	Fixtures, fittings and equipment £	Total £
Cost			
At 1 November 2015	1,700,015	1,422,392	3,122,407
Additions	4,547	74,228	78,775
At 31 October 2016	1,704,562	1,496,620	3,201,182
Depreciation			
At 1 November 2015	1,644,884	1,365,439	3,010,323
Charge for the year	55,755	64,490	120,245
At 31 October 2016	1,700,639	1,429,929	3,130,568
Net book value			
At 31 October 2016	3,923	66,691	70,614
At 31 October 2015	55,131	56,953	112,084

8. STOCKS

	2016 £	2015 £
Finished goods and goods for resale	576,050	515,528

CONEY ISLAND LIMITED

Notes to the financial statements for the year ended 31 October 2016

9. DEBTORS

	2016 £	2015 £
Trade debtors	22,873	114,629
Amounts owed by group undertakings	3,023,173	4,025,550
Other debtors	75,124	58,647
Deferred tax asset (see note 11)	60,464	65,136
	<u>3,181,634</u>	<u>4,263,962</u>

10. CREDITORS:

Amounts falling due within one year

	2016 £	2015 £
Trade creditors	132,874	146,467
Corporation tax	21,080	430,158
Other taxation and social security	154,635	188,730
Other creditors	582,410	590,775
	<u>890,999</u>	<u>1,356,130</u>

11. DEFERRED TAX ASSET

	2016 £	2015 £
At beginning of year	65,136	61,118
(Charge for)/released during year	(4,672)	4,018
	<u>60,464</u>	<u>65,136</u>
At end of year	<u>60,464</u>	<u>65,136</u>

The deferred tax asset is made up as follows:

	2016 £	2015 £
Fixed asset timing differences	<u>60,464</u>	<u>65,136</u>

12. SHARE CAPITAL

	2016 £	2015 £
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

CONEY ISLAND LIMITED

Notes to the financial statements for the year ended 31 October 2016

13. RESERVES

	Profit and loss account £
At 1 November 2015	4,610,426
Profit for the financial year	439,047
Dividends: Equity capital	(1,000,000)
	<hr/>
At 31 October 2016	4,049,473
	<hr/> <hr/>

14. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2016 £	2015 £
Opening shareholders' funds	4,610,526	4,477,574
Profit for the financial year	439,047	932,952
Dividends (Note 15)	(1,000,000)	(800,000)
	<hr/>	<hr/>
Closing shareholders' funds	4,049,573	4,610,526
	<hr/> <hr/>	<hr/> <hr/>

15. DIVIDENDS

	2016 £	2015 £
Dividends paid on equity capital	1,000,000	800,000
	<hr/> <hr/>	<hr/> <hr/>

16. CONTINGENT LIABILITIES

The company (together with other members of the group) has granted a debenture (incorporating a floating charge on all of the assets and undertakings of the company) and provided cross guarantees to secure banking facilities granted to the group. The contingent liability at the balance sheet date amounted to £11,056,650 (2015 - £12,291,130).

17. PENSION COMMITMENTS

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £10,051 (2015 - £3,813). There were no contributions outstanding at the balance sheet date (2015 - £Nil).

CONEY ISLAND LIMITED

Notes to the financial statements for the year ended 31 October 2016

18. OPERATING LEASE COMMITMENTS

At 31 October 2016 the company had annual commitments under non-cancellable operating leases for land and buildings as follows:

	2016 £	2015 £
Expiry date:		
After more than 5 years	<u>288,000</u>	<u>288,000</u>

19. RELATED PARTY TRANSACTIONS

Management fees paid to Caledonian Heritable Limited, the parent company, for the year amounted to £80,000 (2015 - £80,000). Dividends paid for the year to the parent company totalled £750,000 (2015 - £600,000). Interest receivable from Caledonian Heritable Limited, the parent company, for the year amounted to £39,316 (2015 - £63,427). Included within debtors is a balance of £3,023,173 (2015 - £4,025,550) due from Caledonian Heritable Limited, the parent company.

Management fees paid to G Sangster, a shareholder in the company, for the year amounted to £39,996 (2015 - £39,996). Dividends paid for the year to G Sangster totalled £100,000 (2015 - £80,000).

20. POST BALANCE SHEET EVENTS

On the 20 December 2016 the entity conducted a bonus issue of shares. Ordinary shares with nominal value of £20 were issued at par value to the existing shareholders. The relative shareholding of the shareholders remains unchanged.

21. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The parent undertaking of the largest and smallest group for which consolidated financial statements are prepared is Caledonian Heritable Limited. Consolidated financial statements are available from the company secretary, 4 Hope Street, Edinburgh, EH2 4DB. In the opinion of the directors this is the company's ultimate parent company.

Caledonian Heritable Limited is ultimately controlled by K H M Doyle.