

Registered number

03035321

Orion Cinemas Limited

Filleted Abridged Accounts

31 May 2018

Orion Cinemas Limited**Registered number:** 03035321**Abridged Balance Sheet****as at 31 May 2018**

	Notes	2018 £	2017 £
Fixed assets			
Intangible assets	3	-	-
Tangible assets	4	87,851	94,335
		<u>87,851</u>	<u>94,335</u>
Current assets			
Stocks		4,453	8,696
Debtors		22,114	19,286
Cash at bank and in hand		127,023	143,149
		<u>153,590</u>	<u>171,131</u>
Creditors: amounts falling due within one year		(62,048)	(65,513)
Net current assets		<u>91,542</u>	<u>105,618</u>
Total assets less current liabilities		<u>179,393</u>	<u>199,953</u>
Creditors: amounts falling due after more than one year		-	(2,731)
Provisions for liabilities		(8,835)	(13,847)
Net assets		<u>170,558</u>	<u>183,375</u>
Capital and reserves			
Called up share capital		150,000	150,000
Share premium		20,000	20,000
Profit and loss account		558	13,375
Shareholders' funds		<u>170,558</u>	<u>183,375</u>

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The director is satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

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

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

The members have agreed to the preparation of abridged accounts for this accounting period in accordance with Section 444(2A) of the Companies Act 2006.

L G Allwood

Director

Approved by the board on 21 February 2019

Orion Cinemas Limited
Notes to the Abridged Accounts
for the year ended 31 May 2018

1 Summary of significant accounting policies

Basis of preparation

The abridged accounts have been prepared in accordance with Financial Reporting Standard 102 (FRS 102) and the Companies Act 2006 (as applicable to companies subject to the small company regime).

The significant accounting policies applied in the preparation of these statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services and is recognised as follows:

- Box office revenue on the date of film showing
- Concessions and takeaway catering sales at point of sale
- Advertising over the period the advert is shown in the cinemas.

Intangible fixed assets

Goodwill arising on business combinations is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful life. The period chosen for writing off goodwill is ten years.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Leasehold Property	over the period of the lease
Plant and machinery	10% - 20% of net book value per annum
Motor Vehicles	20% of net book value per annum

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price).

Borrowings

Loans are initially recognised at the transition price including transition costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that 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. Current and deferred tax assets and liabilities are not discounted.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

Leased assets

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases.

Operating lease payments are recognised as an expense on a straight line basis over the lease term.

Grants

Grants received towards the cost of tangible fixed assets are included in creditors as deferred income and credited to the profit and loss account over the expected useful life of the asset.

Employee benefits

When employees have rendered service to the company, short term employees benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

Pensions

Contributions to defined contribution plans are expensed in the period to which they relate.

2 Employees	2018	2017
	Number	Number
Average number of persons employed by the company	10	14
3 Intangible fixed assets		£
Goodwill:		
Cost		
At 1 June 2017		64,000
At 31 May 2018		64,000
Amortisation		
At 1 June 2017		64,000
At 31 May 2018		64,000
Net book value		
At 31 May 2018		-

Goodwill is being written off in equal annual instalments over its estimated economic life of 10 years.

4 Tangible fixed assets

	Total £
Cost	
At 1 June 2017	270,179
Additions	5,107
Disposals	(509)
At 31 May 2018	<u>274,777</u>
Depreciation	
At 1 June 2017	175,844
Charge for the year	11,337
On disposals	(255)
At 31 May 2018	<u>186,926</u>
Net book value	
At 31 May 2018	<u>87,851</u>
At 31 May 2017	94,335

5 Loans	2018 £	2017 £
Creditors include:		
Secured bank loans	<u>2,731</u>	<u>5,841</u>

The bank loans are secured by a fixed and floating charge on the company assets.

6 Share capital	Nominal Value	2018 Number	2018 £	2017 £
Allotted, called up and fully paid:				
Ordinary shares	£1 each	150,000	<u>150,000</u>	<u>150,000</u>

7 Other financial commitments	2018 £	2017 £
Total future minimum payments under non-cancellable operating leases	<u>108,167</u>	<u>9,167</u>

8 Other information

Orion Cinemas Limited is a private company limited by shares and incorporated in England. Its registered office is:

The History Room at Farnham Pottery
Pottery Lane, Wrecclesham

Farnham
Surrey
GU10 4QJ

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