

**PROSPECT NUMBER SEVEN LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

Prospect Number Seven Limited
Financial Statements
For The Year Ended 31 March 2022

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Prospect Number Seven Limited
Balance Sheet
As at 31 March 2022

Registered number: 04371023

		2022		2021	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible Assets	3		1,137,271		992,366
Investments	4		207,717		227,742
			<u>1,344,988</u>		<u>1,220,108</u>
CURRENT ASSETS					
Debtors	5	6,180		10,686	
Cash at bank and in hand		1,296,295		630,135	
		<u>1,302,475</u>		<u>640,821</u>	
Creditors: Amounts Falling Due Within One Year	6	(10,558)		(17,483)	
		<u></u>		<u></u>	
NET CURRENT ASSETS (LIABILITIES)			<u>1,291,917</u>		<u>623,338</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,636,905</u>		<u>1,843,446</u>
PROVISIONS FOR LIABILITIES					
Deferred Taxation			(49,913)		(20,540)
			<u></u>		<u></u>
NET ASSETS			<u>2,586,992</u>		<u>1,822,906</u>
CAPITAL AND RESERVES					
Called up share capital	7		11,000		11,000
Share premium account			59,994		59,994
Fair Value Reserve	8		212,788		82,161
Profit and Loss Account			2,303,210		1,669,751
			<u>2,586,992</u>		<u>1,822,906</u>
SHAREHOLDERS' FUNDS			<u>2,586,992</u>		<u>1,822,906</u>

Prospect Number Seven Limited
Balance Sheet (continued)
As at 31 March 2022

For the year ending 31 March 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Mr I Davey

Director

16/12/2022

Mr D Morris

Director

The notes on pages 3 to 7 form part of these financial statements.

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

The directors have considered the potential impact of Covid-19 on the financial statements and in their opinion the going concern basis remains appropriate.

1.2. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover comprises of revenue received by the company in respect of rent and management fees receivable. Turnover is recognised based on the period which it relates to.

1.3. Tangible Fixed Assets and Depreciation

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

Freehold	2% on cost
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The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual value of the assets. The useful economic lives and residual value are reassessed annually. They are amended when necessary to reflect current estimates, future investments and the physical condition of the assets.

1.4. Investment Properties

All investment properties are carried at fair value determined annually and 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 for. Changes in fair value are recognised in the profit and loss account. Deferred tax is provided on the gain at the rate expected to apply when the property is sold. A transfer is made from retained earnings to a non-distributable fair value reserve equivalent to the unrealised gain on investment property. Properties let to group entities are shown in freehold property at cost less depreciation.

1.5. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other year and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and asset reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

1.6. Government Grant

Government grants are recognised in the profit and loss account in an appropriate manner that matches them with the expenditure towards which they are intended to contribute.

Grants for immediate financial support or to cover costs already incurred are recognised immediately in the profit and loss account. Grants towards general activities of the entity over a specific period are recognised in the profit and loss account over that period.

Grants towards fixed assets are recognised over the expected useful lives of the related assets and are treated as deferred income and released to the profit and loss account over the useful life of the asset concerned.

All grants in the profit and loss account are recognised when all conditions for receipt have been complied with.

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows: 4 (2021: 4)

Prospect Number Seven Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2022

3. Tangible Assets

	Land & Property		
	Freehold	Investment Properties	Total
	£	£	£
Cost or Valuation			
As at 1 April 2021	586,170	543,594	1,129,764
Additions	168,594	-	168,594
Disposals	-	(168,594)	(168,594)
Revaluation	-	160,000	160,000
As at 31 March 2022	<u>754,764</u>	<u>535,000</u>	<u>1,289,764</u>
Depreciation			
As at 1 April 2021	137,398	-	137,398
Provided during the period	15,095	-	15,095
As at 31 March 2022	<u>152,493</u>	<u>-</u>	<u>152,493</u>
Net Book Value			
As at 31 March 2022	<u>602,271</u>	<u>535,000</u>	<u>1,137,271</u>
As at 1 April 2021	<u>448,772</u>	<u>543,594</u>	<u>992,366</u>

The analysis of the cost or valuation of the above assets is as follows:

	Land & Property		
	Freehold	Investment Properties	Total
	£	£	£
As at 31 March 2022			
At cost	754,764	-	754,764
At valuation	-	535,000	535,000
	<u>754,764</u>	<u>535,000</u>	<u>1,289,764</u>
As at 1 April 2021			
At cost	586,170	-	586,170
At valuation	-	543,594	543,594
	<u>586,170</u>	<u>543,594</u>	<u>1,129,764</u>

If investment properties had not been revalued they would have been included at historical cost and accumulated depreciation of £272,299 (2021 - £440,893) and £49,013 (2021 - £89,056) respectively. Investment properties were valued on an open market value basis at 31 March 2022 by the directors.

Prospect Number Seven Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2022

4. Investments

	Other £
Cost	
As at 1 April 2021	227,742
As at 31 March 2022	<u>227,742</u>
Provision	
As at 1 April 2021	-
Impairment losses	20,025
As at 31 March 2022	<u>20,025</u>
Net Book Value	
As at 31 March 2022	<u>207,717</u>
As at 1 April 2021	<u>227,742</u>

Other fixed asset investments consists of shares in group undertakings.

5. Debtors

	2022 £	2021 £
Due within one year		
Trade debtors	1,872	6,308
Amounts owed by group undertakings	4,308	4,378
	<u>6,180</u>	<u>10,686</u>

6. Creditors: Amounts Falling Due Within One Year

	2022 £	2021 £
Amounts owed to group undertakings	7	-
Other creditors	1,922	6,858
Taxation and social security	8,629	10,625
	<u>10,558</u>	<u>17,483</u>

7. Share Capital

	2022	2021
Allotted, Called up and fully paid	<u>11,000</u>	<u>11,000</u>

Prospect Number Seven Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2022

8. Reserves

	Fair Value Reserve
	£
As at 1 April 2021	82,161
Transfer to profit and loss	130,627
As at 31 March 2022	<u>212,788</u>

9. General Information

Prospect Number Seven Limited is a private company, limited by shares, incorporated in England & Wales, registered number 04371023 . The registered office is Unit 2 Dacre Industrial Estate, Fieldings Road, Waltham Cross, Hertfordshire, EN8 9TJ.

The presentation currency of the financial statements is the Pound Sterling (£).

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.