

UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2021
FOR
POTTAGE RESTAURANT LIMITED

Magma Audit LLP
Magma House
16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

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for the year ended 30 April 2021

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POTTAGE RESTAURANT LIMITED

COMPANY INFORMATION
for the year ended 30 April 2021

DIRECTORS:

J Atherton
I S B Atherton
Taplow House Hotel Ltd

REGISTERED OFFICE:

14 Hollen Street
Soho
London
W1F 8AY

REGISTERED NUMBER:

07138334 (England and Wales)

ACCOUNTANTS:

Magma Audit LLP
Magma House
16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

BALANCE SHEET
30 April 2021

	Notes	2021 £	2020 £
FIXED ASSETS			
Tangible assets	4	1,040,209	1,130,712
CURRENT ASSETS			
Stocks		132,287	181,871
Debtors	5	609,704	448,508
Cash at bank and in hand		28,851	20,323
		<u>770,842</u>	<u>650,702</u>
CREDITORS			
Amounts falling due within one year	6	(1,403,581)	(1,092,576)
NET CURRENT LIABILITIES		<u>(632,739)</u>	<u>(441,874)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>407,470</u>	<u>688,838</u>
CAPITAL AND RESERVES			
Called up share capital		10,000	10,000
Retained earnings		397,470	678,838
SHAREHOLDERS' FUNDS		<u>407,470</u>	<u>688,838</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 April 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 April 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

In accordance with Section 444 of the Companies Act 2006, the Profit and loss account has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 31 January 2022 and were signed on its behalf by:

J Atherton - Director

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 April 2021

1. STATUTORY INFORMATION

Pottage Restaurant Limited is a private company, limited by shares, registered in England and Wales, registration number 07150993. The address of the registered office is 14 Hollen Street, Soho, London, W1F 8AY.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The presentational currency of the financial statements is the Pound Sterling (£) and figures are rounded to the nearest £1.

Going concern

At the year end the company has net current liabilities of £632,739 (2020: £441,874) and net assets of £407,470 (2020: £688,838). At the balance sheet date, the world is in the middle of the COVID-19 pandemic which has resulted in uncertainties caused by the social and economic restrictions imposed globally.

At the date these financial statements were authorised for issue, there is a continuing exit strategy for the pandemic and the issue appears to be time limited. As part of the hospitality sector the restaurant was forced to close on 23 March 2020 and has remained closed for much of this financial period. The directors have taken measures to try and mitigate the impact of COVID-19 on the company's performance. These have included reducing unnecessary administrative costs whilst taking advantage of schemes made available by the government. This will continue to be a developing situation to which the directors are paying close attention. The directors consider the company to be a going concern in light of this.

Turnover

Turnover is derived from the sale of food and beverages and is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

Tangible fixed assets

Tangible fixed assets are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using either a straight line or reducing balance method, as indicated below.

Depreciation is provided on the following basis:

Land and buildings leasehold	- Over the life of the lease on a straight line basis
Plant and machinery	- Over 7 years on a straight line basis
Fixtures, fittings & equipment	- Over 7 years on a straight line basis

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 April 2021

2. ACCOUNTING POLICIES - continued

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

Financial instruments

(i) Financial assets

Basic financial assets, including trade and other debtors, cash and bank balances 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.

Such assets are subsequently carried at amortised cost using the effective interest rate method.

(ii) Financial liabilities

Basic financial liabilities, including trade and other creditors 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 payments discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Taxation

The tax expense for the year comprises current and deferred tax.

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and

- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Both current and deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Operating leases

Leases that do not transfer all the risks and rewards of ownership are classified as operating leases. Payments under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Government grants

The company has received funding in the form of grants relating to the Coronavirus Job Retention Scheme (CJRS) and local authority funding for the hospitality industry. The grant funding is released to the profit and loss account in full in the year the conditions of the grant funding have been met.

Cash and cash equivalents

Cash and cash equivalents are represented by cash in hand, deposits held at call with financial institutions, and other short-term highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 April 2021

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 41 (2020 - 60) .

4. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 May 2020	1,901,368	1,404,742	3,306,110
Additions	-	50,937	50,937
At 30 April 2021	<u>1,901,368</u>	<u>1,455,679</u>	<u>3,357,047</u>
DEPRECIATION			
At 1 May 2020	874,241	1,301,157	2,175,398
Charge for year	89,708	51,732	141,440
At 30 April 2021	<u>963,949</u>	<u>1,352,889</u>	<u>2,316,838</u>
NET BOOK VALUE			
At 30 April 2021	<u>937,419</u>	<u>102,790</u>	<u>1,040,209</u>
At 30 April 2020	<u>1,027,127</u>	<u>103,585</u>	<u>1,130,712</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	399	17,245
Other debtors	609,305	431,263
	<u>609,704</u>	<u>448,508</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Bank loans and overdrafts	250,000	108,798
Trade creditors	474,204	198,890
Taxation and social security	154,778	267,869
Other creditors	524,599	517,019
	<u>1,403,581</u>	<u>1,092,576</u>

7. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2021 £	2020 £
Within one year	486,000	486,000
Between one and five years	1,508,405	1,660,405
In more than five years	2,222,701	2,556,701
	<u>4,217,106</u>	<u>4,703,106</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 April 2021

8. **RELATED PARTY DISCLOSURES**

At the year end the company owed companies with common directorships £470,374 (2020: £452,169).

At the year end the company was owed £387,490 (2020: £203,079) from companies with common directorships.

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.