

The Bournemouth Coffee Company Limited

Filleted Unaudited Financial Statements

Year Ended

30 June 2017

Simpson & Associates (Accountants) Limited

The Bournemouth Coffee Company Limited
Accounts
Year ended 30 June 2017

Contents	Page
Directors and officers	<u>1</u>
Balance Sheet	<u>2 - 3</u>
Notes to the financial statements	<u>4 - 11</u>

Directors and officers

Directors Mr M W H Brown
Mrs P J Brown
Company secretary Mrs P J Brown

Registered office Suite 8A 3RD Floor Bourne Gate
25 Bourne Valley Road
Poole
Dorset
BH12 1DY

Accountants Simpson & Associates (Accountants) Limited
Suite 8A 3RD Floor
25 Bourne Valley Road
Poole
Dorset
BH12 1DY

(Company No: 05305144)

Balance Sheet as at 30 June 2017

	Note	2017	2016
Fixed assets			
Tangible assets	<u>5</u>	1,981,997	1,656,256
Investments		<u>1,200</u>	<u>1,200</u>
		1,983,197	1,657,456
Current assets			
Stocks	<u>7</u>	32,126	33,502
Debtors	<u>8</u>	1,034,567	820,406
Cash at bank and in hand		<u>299,957</u>	<u>150,169</u>
		1,366,650	1,004,077
Creditors: amounts falling due within one year	<u>9</u>	<u>(1,837,528)</u>	<u>(1,237,485)</u>
Net current liabilities		<u>(470,878)</u>	<u>(233,408)</u>
Total assets less current liabilities		1,512,319	1,424,048
Creditors: amounts falling due after more than one year	<u>9</u>	(1,138,507)	(920,577)
Provisions for liabilities		<u>(185,139)</u>	<u>(172,466)</u>
Net assets		<u><u>£188,673</u></u>	<u><u>£331,005</u></u>
Capital and reserves			
Called up share capital		2,200	2,200
Profit and loss account		<u>186,473</u>	<u>328,805</u>
		<u><u>£188,673</u></u>	<u><u>£331,005</u></u>

For the financial year ending 30 June 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

In accordance with the special provisions applicable to certain small companies able to take advantage of the small companies regime, the balance sheet and related notes have been prepared and delivered to the Registrar of Companies. Also in accordance with the special provisions applicable to small companies the profit and loss account and the director's report have not been delivered.

(Company No: 05305144)

Balance Sheet as at 30 June 2017

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 22 March 2018 and signed on its behalf by:

.....

Mr M W H Brown

Director

Notes to the financial statements Year Ended 30 June 2017

1 General information

The company is a private company limited by share capital incorporated in England and Wales.

The address of its registered office is:

Suite 8A 3RD Floor Bourne Gate

25 Bourne Valley Road

Poole

Dorset

BH12 1DY

United Kingdom

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Leasehold property	10% straight line
Plant and machinery	10% straight line/25% straight line
Fixtures and fittings	10% straight line

Notes to the financial statements Year Ended 30 June 2017**Business combinations**

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Pre trading expenses	3 years straight line

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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.

Notes to the financial statements Year Ended 30 June 2017

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Notes to the financial statements Year Ended 30 June 2017

Financial instruments

Financial assets

Basic financial assets

Basic financial assets, which include trade debtors, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method 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. Financial assets classified as receivable within one year are not amortised.

Other financial assets

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in the or loss, except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

Financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including trade and other creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, 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 receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 175 (2016 - 156).

Summary of transactions with key management

Notes to the financial statements Year Ended 30 June 2017

4 Intangible assets

	Other intangible assets £	Total
Cost or valuation		
At 1 July 2016	130,006	130,006
At 30 June 2017	130,006	130,006
Amortisation		
At 1 July 2016	130,006	130,006
At 30 June 2017	130,006	130,006
Net book value		
At 30 June 2017	-	-

Individually material intangible assets

Pre trading expenses

The carrying amount of this asset is £Nil (2016 -£Nil) and the remaining amortisation period is 0 (2016 - 0). Pre trading expenses are being written off in equal annual instalments over the estimated economic life of 3 years.

Notes to the financial statements Year Ended 30 June 2017

5 Tangible assets

	Land and buildings	Furniture, fittings and equipment	Motor vehicles	Other property, plant and equipment	Total
Cost or valuation					
At 1 July 2016	559,855	494,002	75,589	1,584,034	2,713,480
Additions	215,667	134,985	-	435,819	786,471
Disposals	(41,534)	(14,003)	-	(92,581)	(148,118)
At 30 June 2017	733,988	614,984	75,589	1,927,272	3,351,833
Depreciation					
At 1 July 2016	187,626	191,750	39,997	637,851	1,057,224
Charge for the year	61,061	61,498	15,649	189,215	327,423
Eliminated on disposal	(4,153)	(1,400)	-	(9,258)	(14,811)
At 30 June 2017	244,534	251,848	55,646	817,808	1,369,836
Net book value					
At 30 June 2017	£489,454	£363,136	£19,943	£1,109,464	£1,981,997
At 30 June 2016	£372,229	£302,252	£35,592	£946,183	£1,656,256

Included within the net book value of land and buildings above is £489,454 (2016 - £372,229) in respect of short leasehold land and buildings.

6 Investments

	2017 £	2016 £
Investments in subsidiaries	£1,200	£1,200
Subsidiaries		£
Cost or valuation		
At 1 July 2016		1,200
Provision		
Carrying amount		
At 30 June 2017		£1,200

Notes to the financial statements Year Ended 30 June 2017

Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2017	2016
Subsidiary undertakings				
The Dorset Coffee Company Limited	Suite 8a, 3rd Floor Bourne Gate 25 Bourne Valley Road Poole Dorset BH12 1DY England and Wales	Ordinary shares	100%	100%
The Southern Coffee Company Limited	Suite 8a, 3rd Floor Bourne Gate 25 Bourne Valley Road Poole Dorset BH12 1DY England and Wales	Ordinary shares	100%	100%
The Westbourne Coffee Company Limited	Suite 8a, 3rd Floor Bourne Gate Bourne Valley Road Poole Dorset BH12 1DY England and Wales	Ordinary shares	100%	100%

The principal activity of The Dorset Coffee Company Limited is Dormant

The principal activity of The Southern Coffee Company Limited is Dormant

The principal activity of The Westbourne Coffee Company Limited is Dormant

The profit for the financial period of The Dorset Coffee Company Limited was £- and the aggregate amount of capital and reserves at the end of the period was £1,000.

The profit for the financial period of The Southern Coffee Company Limited was £- and the aggregate amount of capital and reserves at the end of the period was £100.

The profit for the financial period of The Westbourne Coffee Company Limited was £- and the aggregate amount of capital and reserves at the end of the period was £100.

7 Stocks

	2017	2016
Other inventories	£32,126	£33,502

Notes to the financial statements Year Ended 30 June 2017

8 Debtors

	2017	2016
Other debtors	1,034,567	820,406
	<u>£1,034,567</u>	<u>£820,406</u>

9 Creditors

	Note	2017	2016
Due within one year			
Bank loans and overdrafts	<u>10</u>	718,147	306,852
Trade creditors		635,763	444,942
Amounts owed to group undertakings and undertakings in which the company has a participating interest		71,951	53,089
Taxation and social security		162,801	227,661
Other creditors		248,866	204,941
		<u>£1,837,528</u>	<u>£1,237,485</u>
Due after one year			
Loans and borrowings	<u>10</u>	<u>£1,138,507</u>	<u>£920,577</u>

10 Loans and borrowings

	2017	2016
Non-current loans and borrowings		
Bank borrowings	1,127,542	895,298
Finance lease liabilities	10,965	25,279
	<u>£1,138,507</u>	<u>£920,577</u>

	2017	2016
Current loans and borrowings		
Bank borrowings	439,272	291,105
Bank overdrafts	264,561	2,879
Finance lease liabilities	14,314	12,868
	<u>£718,147</u>	<u>£306,852</u>

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.