

Unaudited Financial Statements
for the Year Ended 30 June 2021
for
A.A. Michaelides (Brook Green) Limited

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for the year ended 30 June 2021**

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A.A. Michaelides (Brook Green) Limited

**Company Information
for the year ended 30 June 2021**

DIRECTORS:

A.A. Michaelides
A Michaelides
M.M. Michaelides
J.M. O'Keefe

SECRETARY:

A.A. Michaelides

REGISTERED OFFICE:

Global House
303 Ballards Lane
London
N12 8NP

REGISTERED NUMBER:

00758379 (England and Wales)

ACCOUNTANTS:

K J Pittalis and Partners LLP
Chartered Certified Accountants
Global House
303 Ballards Lane
London
N12 8NP

Statement of Financial Position
30 June 2021

	Notes	30.6.21 £	£	30.6.20 £	£
FIXED ASSETS					
Tangible assets	5		6,645,530		6,645,705
CURRENT ASSETS					
Debtors	6	497,225		800,282	
Cash at bank		<u>376,077</u>		<u>175,391</u>	
		873,302		975,673	
CREDITORS					
Amounts falling due within one year	7	<u>313,412</u>		<u>362,196</u>	
NET CURRENT ASSETS			<u>559,890</u>		<u>613,477</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>7,205,420</u>		<u>7,259,182</u>
CREDITORS					
Amounts falling due after more than one year	8		(2,159,035)		(2,173,379)
PROVISIONS FOR LIABILITIES	10		<u>(640,709)</u>		<u>(640,743)</u>
NET ASSETS			<u>4,405,676</u>		<u>4,445,060</u>
CAPITAL AND RESERVES					
Called up share capital			100,000		100,000
Revaluation reserve			2,258,439		2,258,439
Retained earnings			<u>2,047,237</u>		<u>2,086,621</u>
SHAREHOLDERS' FUNDS			<u>4,405,676</u>		<u>4,445,060</u>

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

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

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- 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.

Statement of Financial Position - continued
30 June 2021

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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 7 March 2022 and were signed on its behalf by:

A Michaelides - Director

**Notes to the Financial Statements
for the year ended 30 June 2021**

1. STATUTORY INFORMATION

A.A. Michaelides (Brook Green) Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

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

2. STATEMENT OF COMPLIANCE

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.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Revenue recognition

Revenue is measured at the fair value of services provided net of VAT. Revenue for the provision of services is recognised when the services are provided to the customer.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.
Fixtures and fittings - 15% on reducing balance

Freehold buildings are not depreciated over their useful economic life in accordance with FRS 15 and it is also a departure from the general requirement of the Companies Act 2006. The directors have always adopted a policy of continued maintenance and upkeep of its buildings which extends the useful economic life of its assets to over 50 years. This is evidenced by the fact that the company has been operating its trade for almost 50 years and intends to continue to do so.

In addition, due to the high residual value and the very long useful economic life no depreciation is charged due to immateriality.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

Notes to the Financial Statements - continued
for the year ended 30 June 2021

4. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 4 (2020 - 4) .

5. **TANGIBLE FIXED ASSETS**

	Freehold property £	Fixtures and fittings £	Totals £
COST OR VALUATION			
At 1 July 2020 and 30 June 2021	<u>7,082,000</u>	<u>54,886</u>	<u>7,136,886</u>
DEPRECIATION			
At 1 July 2020	437,460	53,721	491,181
Charge for year	-	175	175
At 30 June 2021	<u>437,460</u>	<u>53,896</u>	<u>491,356</u>
NET BOOK VALUE			
At 30 June 2021	<u>6,644,540</u>	<u>990</u>	<u>6,645,530</u>
At 30 June 2020	<u>6,644,540</u>	<u>1,165</u>	<u>6,645,705</u>

Cost or valuation at 30 June 2021 is represented by:

	Freehold property £	Fixtures and fittings £	Totals £
Valuation in 2019	(418,000)	-	(418,000)
Valuation in 2016	1,791,086	-	1,791,086
Valuation in 2013	1,463,052	-	1,463,052
Valuation in 2011	343,618	-	343,618
Valuation in 2021	<u>3,902,244</u>	<u>54,886</u>	<u>3,957,130</u>
	<u>7,082,000</u>	<u>54,886</u>	<u>7,136,886</u>

If the properties had not been revalued they would have been included at the following historical cost:

	30.6.21 £	30.6.20 £
Cost	<u>3,902,244</u>	<u>3,902,244</u>

Freehold properties were valued on an open market basis on 3 July 2018 by Copping Joyce Chartered surveyors .

The fair value of the freehold properties as of June 2021 has been arrived at after considering the professional valuation above and primarily based on a valuation performed on the date by the directors. The directors are not professionally qualified valuers and therefore the valuation was arrived at by reference to market evidence of transaction prices for similar properties in its location, considering the general condition of the properties, the number of rooms and general facilities.

Notes to the Financial Statements - continued
for the year ended 30 June 2021

6. **DEBTORS**

	30.6.21 £	30.6.20 £
Amounts falling due within one year:		
Juan Ltd	3,225	-
Other debtors	-	306,282
	<u>3,225</u>	<u>306,282</u>
Amounts falling due after more than one year:		
Other debtors	<u>494,000</u>	<u>494,000</u>
Aggregate amounts	<u>497,225</u>	<u>800,282</u>

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.6.21 £	30.6.20 £
Bank loans and overdrafts (see note 9)	167,280	167,280
Trade creditors	1,500	-
Amounts owed to connected companies	132,892	87,770
Tax	8,222	100,363
Other creditors	2,000	2,000
Directors' current accounts	18	2,383
Accrued expenses	1,500	2,400
	<u>313,412</u>	<u>362,196</u>

8. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	30.6.21 £	30.6.20 £
Bank loans (see note 9)	2,159,035	2,023,379
The Hotel Group Ltd	-	150,000
	<u>2,159,035</u>	<u>2,173,379</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more than 5 years	<u>1,122,635</u>	<u>1,186,979</u>

The bank loan is secured by a charge on some of the freehold properties owned by the company.

9. **LOANS**

An analysis of the maturity of loans is given below:

	30.6.21 £	30.6.20 £
Amounts falling due within one year or on demand:		
Bank loans	<u>167,280</u>	<u>167,280</u>

Notes to the Financial Statements - continued
for the year ended 30 June 2021

9. **LOANS - continued**

	30.6.21 £	30.6.20 £
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u>334,560</u>	<u>334,560</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>701,840</u>	<u>501,840</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more than 5 years	<u>1,122,635</u>	<u>1,186,979</u>

10. **PROVISIONS FOR LIABILITIES**

	30.6.21 £	30.6.20 £
Deferred tax		
Accelerated capital allowances	188	222
Deferred tax	<u>640,521</u>	<u>640,521</u>
	<u>640,709</u>	<u>640,743</u>
		Deferred tax
		£
Balance at 1 July 2020		640,743
Provided during year		(34)
Balance at 30 June 2021		<u>640,709</u>

11. **RELATED PARTY DISCLOSURES**

Creditors includes an amount of 132,892 (2020 - £237,770) owed to The Hotel Group Ltd, a connected company under the common control of the shareholders.

Debtors includes an amount of £362,000 (2020 - £362,000) owed by Juan Ltd a company under the common control of two of the directors.

**Notes to the Financial Statements - continued
for the year ended 30 June 2021**

12. POST BALANCE SHEET EVENTS

The COVID-19 pandemic has developed rapidly throughout 2020 and 2021. The outbreak of the coronavirus disease has led the world economy into an unprecedented health care crisis and caused considerable global disruption in business activities and everyday life.

In its effort to contain and limit the spread of Covid 19, the U.K. like most countries in the world, imposed strict measures including travel restrictions, strict quarantine and suspension of normal business operations.

The resulting impact of the virus on the operations and measures taken by various governments to contain the virus have negatively affected the company's results in the reporting period.

At this stage, the full impact of the current crisis on global economy and overall business activities cannot be estimated with reasonable certainty.

Despite the impact of COVID-19 management has determined that the actions that it has taken are sufficient to mitigate the uncertainty, management have proactively obtained financial assistance and have therefore prepared the financial statements on a going concern basis.

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.