

Z Rooms Ltd

Financial Statements

for the year ended 28th February 2021

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Director's Report for the year ended 28th February 2021

The Directors present their annual report and financial statements for the year ended 28th February 2021.

Principal Activity

The principal activity of the Company is that of a hotelier.

Results

The profit for the year after taxation amounted to £11,931 (2020: £35,192) which has been carried forward to reserves.

Dividend

No dividend was declared or paid in the year (2020: £Nil).

Directors

The Directors who served during the year and to date were:

Andrew Pegge

Colin Kingsnorth (resigned 15 October 2021)

Ian Melvin

Mark Gibson

Secretary

The Secretary who served during the year and to date was:

Sarah Wakeford (resigned 31 August 2021)

Registered Office

Pelirocco Hotel
10 Regency Square
Brighton
East Sussex
BN1 2FG

Registered Number

3718726 (England and Wales).

On behalf of the board:



Ian Melvin - Director

Date: 23 NOVEMBER 2021

Statement of Director's Responsibilities in Respect of the Directors Report and the Financial Statements

The directors are responsible for preparing the Director's Report and financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 102 Section 1A relating to small entities.

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that period. In preparing the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps that are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

**Profit and Loss Account and Other Comprehensive Income
for the year ended 28th February 2021**

		2021	2020
		£	£
	Notes		
Turnover		249,915	560,395
Cost of sales		(280,384)	(417,473)
Gross profit		(30,469)	142,922
Administrative expenses		(87,893)	(112,709)
		(118,362)	30,213
Other income		137,732	20,467
Operating profit	2	19,370	50,680
Interest and similar income		0	93
		19,370	50,773
Interest payable and similar charges		(4,640)	(7,325)
Profit/(Loss) on ordinary activities before taxation		14,730	43,448
Tax on profit/(loss) on ordinary activities	3	(2,799)	(8,256)
Profit/(loss) for the financial year after taxation		11,931	35,192

In both the current and preceding financial years, there were no recognised gains and losses other than those dealt with in the profit and loss account.

The Directors consider that the activities of the Company are continuing.

The notes on pages 5 to 9 form part of these financial statements.

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Balance Sheet As at 28th February 2021

		2021 £	2020 £
	Notes		
Fixed assets			
Property, plant and equipment	5	<u>1,521,898</u>	<u>1,529,198</u>
		<u>1,521,898</u>	<u>1,529,198</u>
Current assets			
Trade and other receivables	6	1,240	2,148
Cash and cash equivalents		12,823	8,606
Inventories		<u>2,886</u>	<u>4,311</u>
		16,949	15,065
Current liabilities			
Amounts falling due within one year	7	<u>(484,126)</u>	<u>(488,017)</u>
Net current assets		<u>(467,177)</u>	<u>(472,952)</u>
Total assets less current liabilities		1,054,721	1,056,246
Non-current liabilities			
Amounts falling due after more than one year	8	(184,936)	(197,031)
Provisions for liabilities	9	<u>(4,042)</u>	<u>(5,403)</u>
Net assets		<u>865,743</u>	<u>853,812</u>
Capital and reserves			
Called up share capital	10	215	215
Share premium		210,404	210,404
Revaluation reserve	11	275,975	275,975
Profit and loss account	11	<u>379,149</u>	<u>367,218</u>
Shareholders funds		<u>865,743</u>	<u>853,812</u>

For the year ending 28th February 2021 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 responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

The notes on pages 5 to 9 form part of these financial statements.

The financial statements were approved by the board of Directors on 23 NOVEMBER 2021 and were signed on its behalf by:



Ian Melvin

Director

Company registered number: 03718726

Notes**(forming part of the financial statements for the year ended 28th February 2021)**

1 Accounting policies and basis of preparation**Accounting convention**

The financial statements have been prepared in accordance with the historical cost convention as modified by the revaluation of certain assets and in accordance with the provisions of FRS 102 Section 1A relating to small entities.

These financial statements are prepared on the historical cost basis and a going concern basis. The presentation currency of these financial statements is sterling. The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

Turnover

Turnover represents net invoiced sales of goods and services, excluding value added tax.

Fixed assets and depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold building - no depreciation

Furniture and fixtures - 25% on reducing balance

Computer equipment - 33% on cost

No depreciation is provided on the freehold building or improvements to property as it is the Company's policy to maintain these assets in a continual state of sound repair. The economic useful life of this asset is thus so long and the residual values so high that any depreciation would not be material.

Inventories

Inventories are valued at the lower of costs estimated selling price less costs to sell, after making due allowance for obsolete and slow moving items.

Leases

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Pensions

The Company makes contributions to pension schemes on behalf of employees. Contributions payable for the year are charged to the profit and loss account.

Deferred taxation

Deferred taxation is provided for on a full provision basis on all timing differences which have originated, but not reversed at the balance sheet date. Timing differences represent accumulated differences between the Company's taxable profit and its financial profit, and primarily arise from the difference between accelerated capital allowances and depreciation.

Notes**(forming part of the financial statements for the year ended 28th February 2021)****2 Operating profit**

The operating profit is stated after charging:

	2021	2020
	£	£
Depreciation - owned assets	<u>7,300</u>	<u>9,732</u>

3 Taxation**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows:

	2021	2020
	£	£
Current Tax:		
UK corporation tax	4,160	8,413
Under-provision in previous year	<u>0</u>	<u>0</u>
Total current tax	4,160	8,413
Deferred tax	<u>(1,361)</u>	<u>(157)</u>
Tax on profit/(loss) on ordinary activities	<u>2,799</u>	<u>8,256</u>

4 Dividends

	2021	2020
	£	£
Dividends paid on ordinary shares of 10p each	<u>0</u>	<u>0</u>

Notes
(forming part of the financial statements for the year ended 28th February 2021)
5 Tangible fixed assets

	Freehold property £	Furniture and fixtures £	Computer equipment £	Totals £
Cost or valuation				
At 29th February 2020	1,500,000	185,750	15,397	1,701,147
Additions	0	0	0	0
Revaluations	0	0	0	0
At 28th February 2021	1,500,000	185,750	15,397	1,701,147
Depreciation				
At 29th February 2020	0	156,552	15,397	171,949
Charge for year	0	7,300	0	7,300
At 28th February 2021	0	163,852	15,397	179,249
Net book value				
At 28th February 2021	1,500,000	21,898	0	1,521,898
At 29th February 2020	1,500,000	29,198	0	1,529,198

Cost or valuation at 28th February 2021 is represented by:

	Freehold property £	Furniture and fixtures £	Computer equipment £	Totals £
Valuation in 2006	409,009	0	0	409,009
Valuation in 2008	600,337	0	0	600,337
Valuation in 2009	(450,000)	0	0	(450,000)
Valuation in 2010	(50,000)	0	0	(50,000)
Cost	990,654	185,750	15,397	1,191,801
	1,500,000	185,750	15,397	1,701,147

If freehold property had not been revalued it would have been included at the following historical cost:

	2021 £	2020 £
Cost	990,654	990,654

Notes**(forming part of the financial statements for the year ended 28th February 2021)****6 Current assets: trade and other receivables**

	2021	2020
	£	£
Trade debtors	0	908
Other debtors	1,240	1,240
	<u>1,240</u>	<u>2,148</u>

7 Liabilities: amounts falling due within one year

	2021	2020
	£	£
Loans from shareholders	370,534	328,333
Bank mortgage payments	60,470	72,564
Other creditors	30,772	53,376
VAT	16,190	16,413
Corporation tax	4,160	8,412
Trade creditors	2,000	8,919
	<u>484,126</u>	<u>488,017</u>

8 Liabilities: amounts falling due after more than one year

	2021	2020
	£	£
Bank loan - 1-2 years	72,564	72,564
Bank loan - 3-5 years	112,372	124,467
Bank loan - more than 5 years	0	0
	<u>184,936</u>	<u>197,031</u>

9 Provisions for liabilities

	2021	2020
	£	£
Deferred tax	<u>4,042</u>	<u>5,403</u>

Notes**(forming part of the financial statements for the year ended 28th February 2021)****10 Called up share capital**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2021 £	2020 £
2,155 (2021: 2,155)	Ordinary	10p	<u>215</u>	<u>215</u>

11 Reserves

	Profit and loss account £	Revaluation reserve £	Totals £
At 1st March 2020	<u>367,218</u>	<u>275,975</u>	<u>643,193</u>
Profit/(loss) for the year	367,218	275,975	643,193
Dividends	<u>11,931</u>	<u>0</u>	<u>11,931</u>
	<u>0</u>	<u>0</u>	<u>0</u>
At 28th February 2021	<u>379,149</u>	<u>275,975</u>	<u>655,124</u>

12 Related party disclosures

During the year there were the following related party transactions:

POP Investments Limited

At the year-end, the Company owed its then parent, Laxey Worldwide Limited, £370,534 (2020: £328,333). After the year-end, the loan was assigned to POP Investments Limited, the Company's new parent entity. The loan amount is unsecured, non-interest bearing and repayable on demand.

13 Average number of employees

During the year the average number of employees was 19 (2020: 18).

14 Ultimate controlling party

Andrew Pegge, is the ultimate controlling party. The immediate controlling party is POP Investments Limited, a company incorporated in the Isle of Man.

Z Rooms Ltd

Detailed profit and loss account (not part of the financial statements) for the year ended 28th February 2021

	2021		2020	
	£	£	£	£
Sales		249,915		560,395
Cost of sales				
Food & drink	25,268		76,342	
Other purchases	29,447		60,086	
Staff costs	225,669		281,045	
	<u>280,384</u>		<u>417,473</u>	
		<u>280,384</u>		<u>417,473</u>
Gross profit		(30,469)		142,922
Other miscellaneous income	137,732		20,467	
Interest received	<u>0</u>		<u>93</u>	
		<u>137,732</u>		<u>20,560</u>
		107,263		163,482
Expenditure				
Repairs & renewals	31,552		23,111	
Light & heat	11,966		10,517	
Insurance	6,706		6,131	
Rates & water	6,439		15,568	
Computer costs	5,723		1,339	
Laundry, hygiene & waste disposal	5,451		15,077	
Website costs	3,955		3,865	
Equipment leasing	2,190		1,597	
Telephone	1,527		1,735	
Printing, postage & stationery	901		1,853	
Accountancy	863		4,196	
Legal & professional fees	653		4,979	
Travel expenses	74		595	
Sundry expenses	<u>(68)</u>		<u>3,030</u>	
		<u>77,932</u>		<u>93,593</u>
Carried forward		29,331		69,889

This page does not form part of the statutory financial statements

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Detailed profit and loss account (not part of the financial statements) - continued for the year ended 28th February 2021

	2021		2020	
	£	£	£	£
Brought forward		29,331		69,889
Finance costs				
Bank & credit card charges	2,661		9,383	
Loan interest	4,640		7,325	
		7,301		16,708
		22,030		53,181
Depreciation				
Furniture & fixtures	7,300		9,733	
		7,300		9,733
Net profit/(loss)		14,730		43,448

This page does not form part of the statutory financial statements