

ACORN PROPERTIES (JESMOND) LIMITED

UNAUDITED  
FINANCIAL STATEMENTS

30 JUNE 2018

THE REGISTRAR  
OF COMPANIES

**ArmstrongWatson®**

Accountants, Business & Financial Advisers



**ACORN PROPERTIES (JESMOND) LIMITED**  
**REGISTERED NUMBER: 04027663**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2018**

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Tangible assets	4	9,498	13,326
		<u>9,498</u>	<u>13,326</u>
<b>Current assets</b>			
Debtors: amounts falling due within one year	5	19,323	4,878
Cash at bank and in hand	6	326,057	333,113
		<u>345,380</u>	<u>337,991</u>
Creditors: amounts falling due within one year	7	(60,914)	(69,907)
<b>Net current assets</b>		<u>284,466</u>	<u>268,084</u>
<b>Total assets less current liabilities</b>		<u>293,964</u>	<u>281,410</u>
<b>Provisions for liabilities</b>			
Deferred tax	8	(1,439)	(1,867)
Other provisions	9	(686)	(1,371)
		<u>(2,125)</u>	<u>(3,238)</u>
<b>Net assets</b>		<u><u>291,839</u></u>	<u><u>278,172</u></u>

ACORN PROPERTIES (JESMOND) LIMITED  
REGISTERED NUMBER: 04027663

STATEMENT OF FINANCIAL POSITION (CONTINUED)  
AS AT 30 JUNE 2018

Note	2018 £	2017 £
<b>Capital and reserves</b>		
Called up share capital	2	2
Profit and loss account	291,837	278,170
	<u>291,839</u>	<u>278,172</u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.


The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

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

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



Ms P Scott  
Director

Date: 6.12.18

The notes on pages 3 to 9 form part of these financial statements.

# **ACORN PROPERTIES (JESMOND) LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018**

### **1. General information**

Acorn Properties (Jesmond) Limited is a company limited by shares incorporated in England and Wales within the United Kingdom. The address of the registered office is 59 St Georges Terrace, Jesmond, Newcastle Upon Tyne, Tyne & Wear, NE2 2SX.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £.

### **2. Accounting policies**

#### **2.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

#### **2.2 Revenue**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

##### **Sale of goods**

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

##### **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.

## **ACORN PROPERTIES (JESMOND) LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018**

#### **2. Accounting policies (continued)**

##### **2.3 Operating leases: the Company as lessee**

Rentals paid under operating leases are charged to the Statement of income and retained earnings on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

The Company has taken advantage of the optional exemption available on transition to FRS 102 which allows lease incentives on leases entered into before the date of transition to the standard 01 July 2016 to continue to be charged over the period to the first market rent review rather than the term of the lease.

##### **2.4 Government grants**

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to the Statement of income and retained earnings at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of income and retained earnings in the same period as the related expenditure.

##### **2.5 Interest income**

Interest income is recognised in the Statement of income and retained earnings using the effective interest method.

##### **2.6 Pensions**

###### **Defined contribution pension plan**

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of income and retained earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the Company in independently administered funds.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

**2. Accounting policies (continued)**

**2.7 Current and deferred taxation**

The tax expense for the year comprises of current and deferred tax. Tax is recognised in the Statement of income and retained earnings, 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.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of financial position 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.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

**2.8 Tangible fixed assets**

Tangible fixed assets under the cost model 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 a reducing balance basis along with the straight line method.

Depreciation is provided on the following basis:

Fixtures and fittings	- 15% reducing balance
Office equipment	- 15% reducing balance and 33% straight line
Website	- 25% straight line

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 the Statement of income and retained earnings.

**2.9 Debtors**

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

## **ACORN PROPERTIES (JESMOND) LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018**

#### **2. Accounting policies (continued)**

##### **2.10 Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are 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.

##### **2.11 Creditors**

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

##### **2.12 Provisions for liabilities**

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Statement of income and retained earnings in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Statement of financial position date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of financial position.

##### **2.13 Financial instruments**

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of income and retained earnings.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the reporting date.

##### **2.14 Dividends**

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

**ACORN PROPERTIES (JESMOND) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

**3. Employees**

The average monthly number of employees, including directors, during the year was 15 (2017 - 14).

**4. Tangible fixed assets**

	<b>Fixtures and fittings £</b>	<b>Office equipment £</b>	<b>Website £</b>	<b>Total £</b>
<b>Cost or valuation</b>				
At 1 July 2017	17,526	1,872	7,830	27,228
Additions	-	313	-	313
Disposals	(490)	(1,328)	-	(1,818)
At 30 June 2018	<u>17,036</u>	<u>857</u>	<u>7,830</u>	<u>25,723</u>
<b>Depreciation</b>				
At 1 July 2017	8,633	1,353	3,916	13,902
Charge for the year on owned assets	1,336	283	1,958	3,577
Disposals	(85)	(1,169)	-	(1,254)
At 30 June 2018	<u>9,884</u>	<u>467</u>	<u>5,874</u>	<u>16,225</u>
<b>Net book value</b>				
At 30 June 2018	<u>7,152</u>	<u>390</u>	<u>1,956</u>	<u>9,498</u>
At 30 June 2017	<u>8,893</u>	<u>519</u>	<u>3,914</u>	<u>13,326</u>

**5. Debtors**

	<b>2018 £</b>	<b>2017 £</b>
Other debtors	3,568	2,102
Prepayments and accrued income	15,755	2,776
	<u>19,323</u>	<u>4,878</u>

**6. Cash and cash equivalents**

	<b>2018 £</b>	<b>2017 £</b>
Cash at bank and in hand	326,057	333,113
	<u>326,057</u>	<u>333,113</u>



# ACORN PROPERTIES (JESMOND) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

### 7. Creditors: Amounts falling due within one year

	2018 £	2017 £
Corporation tax	24,379	28,963
Other taxation and social security	17,607	15,418
Other creditors	1,280	214
Accruals and deferred income	17,648	25,312
	<u>60,914</u>	<u>69,907</u>

### 8. Deferred taxation

	2018 £
At beginning of year	1,867
Charged to profit or loss	(428)
<b>At end of year</b>	<u><b>1,439</b></u>

The provision for deferred taxation is made up as follows:

	2018 £	2017 £
Accelerated capital allowances	1,439	1,867
	<u>1,439</u>	<u>1,867</u>

### 9. Provisions

	Other provision £
At 1 July 2017	1,371
Utilised in year	(685)
<b>At 30 June 2018</b>	<u><b>686</b></u>

# ACORN PROPERTIES (JESMOND) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

### 10. Share capital

	2018 £	2017 £
<b>Allotted, called up and fully paid</b>		
20 (2017 - 20) Ordinary A shares of £0.10 each	2	2
2 (2017 - 2) Ordinary B shares of £0.10 each	-	-
	<u>2</u>	<u>2</u>

### 11. Pension commitments

The company operates a defined contribution pension scheme. The assets are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £103 (2017 - £107). Contributions of £Nil (2017 - £Nil) were payable at the balance sheet date.

### 12. Commitments under operating leases

At 30 June 2018 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2018 £	2017 £
Not later than 1 year	57,386	1,515
Later than 1 year and not later than 5 years	37,829	42,718
	<u>95,215</u>	<u>44,233</u>

### 13. Related party transactions

During the year there were repayments to a director of £711 and this was outstanding at the balance sheet date. The loan is unsecured, interest free and repayable on demand.

During the year subcontractor costs of £13,310 (2017 - £13,650) were paid to Attention To Detail (ATD Newcastle) Limited, a company in which a director, is a shareholder. At the balance sheet date £Nil (2017 - £Nil) remained outstanding.