

Registration number: 04763836

Minterton Services Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 28 March 2020



Minterton Services Limited

Directors' Report for the Year Ended 28 March 2020

The directors present their report and the audited unaudited financial statements for the year ended 28 March 2020.

Directors' of the Company

The directors who held office during the year and up to the date of signing the financial statements were as follows:

Andrew Holmes (resigned 26 April 2019)

Patricia Howell

Nick Folland

Principal activity

The Company's principal activity is to hold trademarks. The directors consider that in the conditions prevailing during the year, the development of the Company's business and its financial position at the end of the year were satisfactory.

Minterton Services Limited is a limited company incorporated and domiciled in England and Wales. The Company's registered office is Waterside House, 35 North Wharf Road, London, W2 1NW.

The financial statements are made up to the nearest Saturday to 31 March each year. The current financial year is the 52 weeks ended 28 March 2020 (the 'year').

Strategic report

Exemption has been taken from preparing a strategic report in line with S414b of the Companies Act 2006.

Dividends

The directors recommend a final dividend payment of £nil be made in respect of the financial period ended 28 March 2020 (last year £nil).

Going concern

In adopting the going concern basis for preparing the financial statements, the directors have considered the principal activities and principal risks and uncertainties relating to the Company. Based on the Company's current activities and future plans, the directors are satisfied that the Company will be able to operate as a going concern for at least the next 12 months from the approval of these financial statements. For this reason, the directors consider it appropriate for the Company to adopt the going concern basis in preparing its financial statements. In forming this conclusion, the directors considered the Group's liquidity position with particular consideration to the ongoing Covid-19 pandemic.

Directors' liabilities

Marks and Spencer Group plc maintains directors' and officers' liability insurance which gives appropriate cover for any legal action brought against its directors and those directors of its subsidiaries companies. Indemnities have been granted to the Company's directors by Marks and Spencer Group plc to the extent permitted by law. Qualifying third party indemnity provisions (as defined by section 234 of the Companies act 2006) were in force during the year ended 28 March 2020 and remain in force, in relation to certain losses and liabilities which the directors may incur to third parties in the course of acting as directors of the Company.

Minterton Services Limited

Directors' Report for the Year Ended 28 March 2020

Statement of directors' responsibilities

The directors are responsible for preparing the Annual Report and the 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 the directors have elected to prepare the financial statements in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union. 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 affairs of the company and of the profit or loss of the Company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable International Financial Reporting Standards (IFRS) as adopted by the European Union have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

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 also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Board on 16/12/2020 and signed on its behalf by:



.....
Nick Folland
Director

Minterton Services Limited

Income Statement for the Year Ended 28 March 2020

	Note	52 weeks ended 28 March 2020 £	52 weeks ended 30 March 2019 £
Revenue	3	139,392	279,537
Administrative expenses	6	<u>(6,264)</u>	<u>(6,264)</u>
Operating profit		133,128	273,273
Income tax expense	7	<u>(25,294)</u>	<u>(51,922)</u>
Profit for the year		<u>107,834</u>	<u>221,351</u>
Total comprehensive income		<u>107,834</u>	<u>221,351</u>

The above results were derived from continuing operations.

The notes on pages 6 to 12 form an integral part of these financial statements.

Minterton Services Limited

(Registration number: 04763836)

Statement of Financial Position as at 28 March 2020

	Note	2020 £	2019 £
Assets			
Non-current assets			
Intangible assets	8	17,370	23,634
Current assets			
Trade and other receivables	11	<u>2,642,540</u>	<u>2,555,070</u>
Total assets		<u>2,659,910</u>	<u>2,578,704</u>
Equity and liabilities			
Equity			
Share capital	10	(1)	(1)
Retained earnings		<u>(2,634,615)</u>	<u>(2,526,781)</u>
Total equity		(2,634,616)	(2,526,782)
Current liabilities			
Income tax liability		<u>(25,294)</u>	<u>(51,922)</u>
Total equity and liabilities		<u>(2,659,910)</u>	<u>(2,578,704)</u>

For the financial year ended 28 March 2020 the Company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

Directors' responsibilities:

- The members have not required the Company to obtain an audit of its accounts for the 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.

The financial statements of the Company were approved by the Board and authorised for issue on 16/12/2020. They were signed on its behalf by:



.....
Nick Folland

Director

The notes on pages 6 to 12 form an integral part of these financial statements.

Minterton Services Limited

Statement of Changes in Equity for the Year Ended 28 March 2020

	Share capital £	Retained earnings £	Total £
At 31 March 2019	1	2,526,781	2,526,782
Profit for the year	-	107,834	107,834
At 28 March 2020	<u>1</u>	<u>2,634,615</u>	<u>2,634,616</u>

	Share capital £	Retained earnings £	Total £
At 1 April 2018	1	2,305,430	2,305,431
Profit for the year	-	221,351	221,351
At 30 March 2019	<u>1</u>	<u>2,526,781</u>	<u>2,526,782</u>

The notes on pages 6 to 12 form an integral part of these financial statements.

Minterton Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 28 March 2020

1 Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and IFRS Interpretations Committee (IFRS IC) interpretations, as adopted by the European Union and with those parts of the Companies Act 2006 applicable to companies reporting under IFRS.

The Company continues to adopt the going concern basis in preparing its financial statements. . In adopting the going concern basis, the directors have considered the business activities as set out on page 1.

New accounting standards adopted by the Company

The Company has applied the following new standards and interpretations for the first time for the annual reporting period commencing 31 March 2019:

- IFRS 16 Leases.
- IFRIC 23 Uncertainty over Income Tax Treatments.
- Amendments to IFRS 9 Prepayment Features with Negative Compensation.
- Amendments to IAS 28 Long-term Interests in Associates and Joint Ventures.
- Amendments to IAS 19 Plan Amendment, Curtailment or Settlement.
- Annual Improvements to IFRS Standards 2015-2017 Cycle (Amendments to IFRS 3, IFRS 11, IAS 12 and IAS 23).
- Amendments to IAS 39 Financial instruments: Recognition and measurement.

The adoption of the other standards and interpretations listed above has not led to any changes to the Company's accounting policies or had any other material impact on the financial position or performance of the Company.

New accounting standards in issue but not yet effective

New standards and interpretations that are in issue but not yet effective are listed below:

- Amendments to IAS 1 and IAS 8 Definition of Material.
- Amendments to IFRS 3 Definition of a Business.
- Amendments to References to the Conceptual Framework in IFRS Standards.
- IFRS 17 Insurance Contracts.
- Amendments to IFRS 10 and IAS 28: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture.
- Amendments to IFRS 9, IAS 39 and IFRS 7 Interest Rate Benchmark Reform.
- Amendments to IFRS 16: Covid-19-related rent concessions

The adoption of the above standards and interpretations is not expected to lead to any changes to the Company's accounting policies or have any other material impact on the financial position or performance of the Company.

Minterton Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 28 March 2020

Accounting convention

The financial statements are drawn up on the historical cost basis of accounting, except as disclosed in the accounting policies set out below. The Company's accounting policies have been consistently applied throughout the year.

Revenue recognition

Revenue represents royalties paid by another Group undertaking which are recognised on an accruals basis.

Administrative expenses

Administrative expenses represent amortisation of trademarks.

Taxation

Tax expense comprises current tax only. Tax is recognised in the income statement, except to the extent it relates to items recognised in other comprehensive income or directly in equity, in which case the related tax is also recognised in other comprehensive income or directly in equity.

Share capital

Ordinary shares are classified as equity.

Statement of cash flows

There were no cash movements for the Company as all transactions were settled using intercompany loans and current accounts and therefore no Statement of Cash Flows is presented in these accounts. Please refer to note 9 for details of non-cash movements.

Financial assets and liabilities

Recognition and measurement

Loans to other Group undertakings and all other receivables are non-derivative financial assets, initially recognised at fair value, then subsequently carried at amortised cost. All receivables from other Group undertakings are not considered to be overdue or impaired.

Loans from other Group undertakings and all other payables are initially recorded at fair value, which is generally the proceeds received. They are then subsequently carried at amortised cost. All payables to other Group undertakings are repayable on demand.

Minterton Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 28 March 2020

2 Critical accounting judgements and key sources of estimation uncertainty

The preparation of the financial statements under IFRS requires the Company to make estimates and assumptions that affect the application of policies and reported amounts. Estimates and judgements are continually evaluated and are based on historical experience and other factors including the expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are discussed below.

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A. Amortisation of Intangible assets

Amortisation is provided so as to write down the assets to their residual values over their estimates useful lives as set out above. The selection of these estimated lives requires the exercise of management judgement.

B. Impairment of Intangible assets

Intangible assets are reviewed for impairment if events or changes in circumstances indicate that the carrying amount may not be recoverable. When a review of impairment is conducted, the recoverable amount is determined based on value in use calculations prepared on the basis of managements assumptions and estimates.

3 Revenue

The analysis of the Company's revenue for the year from continuing operations is as follows:

	52 weeks ended 28 March 2020	52 weeks ended 30 March 2019
	£	£
Royalties received from another Group undertaking	<u>139,392</u>	<u>279,537</u>

Revenue is generated from operations within the United Kingdom.

4 Employee information

The Company had no employees during the year (last year none).

5 Directors emoluments

No director received emoluments in respect of their services to the Company during the year (last year £Nil).

Minterton Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 28 March 2020

6 Operating profit

Arrived at after charging

	52 weeks ended 28 March 2020	52 weeks ended 30 March 2019
	£	£
Amortisation expense	<u>6,264</u>	<u>6,264</u>

7 Income tax

Tax charged in the income statement

	52 weeks ended 28 March 2020	52 weeks ended 30 March 2019
	£	£
Current taxation		
UK corporation tax	<u>25,294</u>	<u>51,922</u>

The tax on profit before tax for the year is the same as the standard rate of corporation tax in the UK (last year - the same as the standard rate of corporation tax in the UK) of 19% (last year - 19%).

The differences are reconciled below:

	52 weeks ended 28 March 2020	52 weeks ended 30 March 2019
	£	£
Profit before tax	<u>133,128</u>	<u>273,273</u>
Corporation tax at standard rate	<u>25,294</u>	<u>51,922</u>
Total tax charge	<u>25,294</u>	<u>51,922</u>

The notes on pages 6 to 12 form an integral part of these financial statements.

Minterton Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 28 March 2020

8 Intangible assets

	Trademarks, patents and licenses £
Cost or valuation	
At 1 April 2018	65,106
At 30 March 2019	65,106
At 28 March 2020	65,106
Amortisation	
At 1 April 2018	35,208
Amortisation charge for the year	6,264
At 30 March 2019	41,472
At 31 March 2019	41,472
Amortisation charge	6,264
At 28 March 2020	47,736
Carrying amount	
At 28 March 2020	17,370
At 30 March 2019	23,634

Acquired trademark values are held in the Statement of Financial Position initially at cost. Definite life intangibles are amortised on a straight line basis over their estimated useful lives and are only assessed for impairment where such indicators exist. Any impairment in value is recognised immediately in the income statement.

Minterton Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 28 March 2020

9 Non cash movements

The Company does not have a bank account. All transactions are settled using intercompany loans and current accounts. The movements for the year comprise the following:

	2020 £	2019 £
Profit before tax	133,128	273,273
Amortisation	6,264	6,264
Tax paid	(51,922)	(73,061)
Net increase in intercompany balances	<u>87,470</u>	<u>206,476</u>

10 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
1 ordinary share of £1 each	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

11 Related party transactions

Income and receivables from related parties

	Parent £
2020	
Royalties receivable from another Group undertaking	139,392
Amounts receivable from Parent Company	<u>2,642,540</u>
2019	
Royalties receivable from another Group undertaking	279,537
Amounts receivable from parent	<u>2,555,070</u>

As at 28 March 2020, the current account receivable of £2,642,540 (last year receivable of £2,555,070) from the Parent is non-interest bearing and repayable on demand.

Minterton Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 28 March 2020

12 Parent and ultimate parent undertaking

The Company's immediate parent is Marks and Spencer plc.

The ultimate parent is Marks and Spencer Group plc.

The most senior parent entity producing publicly available financial statements is Marks and Spencer Group plc. These financial statements are available upon request from the Company Secretary or are available on the website www.marksandspencer.com/thecompany.

Relationship between entity and parents

The parent of the largest group in which these financial statements are consolidated is Marks and Spencer Group plc, incorporated in the United Kingdom.

The address of Marks and Spencer Group plc is:
Waterside House, 35 North Wharf Road, London W2 1NW

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