

**Literature and Latte Ltd**  
**Annual Report and Unaudited Financial Statements**  
**Year Ended 31 March 2020**

**Registration number: 06240207**

# Literature and Latte Ltd

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# Literature and Latte Ltd

## Balance Sheet

31 March 2020

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Intangible assets	<u>4</u>	-	16,422
Tangible assets	<u>5</u>	753,482	703,866
Investment property	<u>6</u>	400,000	400,000
Other financial assets	<u>7</u>	485,179	547,145
		<u>1,638,661</u>	<u>1,667,433</u>
<b>Current assets</b>			
Debtors	<u>8</u>	575,216	369,479
Cash at bank and in hand		<u>3,460,637</u>	<u>2,818,962</u>
		4,035,853	3,188,441
<b>Creditors: Amounts falling due within one year</b>	<u>9</u>	<u>(275,303)</u>	<u>(304,481)</u>
<b>Net current assets</b>		<u>3,760,550</u>	<u>2,883,960</u>
<b>Total assets less current liabilities</b>		5,399,211	4,551,393
<b>Provisions for liabilities</b>		<u>(18,644)</u>	<u>(11,314)</u>
<b>Net assets</b>		<u>5,380,567</u>	<u>4,540,079</u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Revaluation reserve		33,075	71,580
Profit and loss account		<u>5,347,392</u>	<u>4,468,399</u>
<b>Total equity</b>		<u>5,380,567</u>	<u>4,540,079</u>

# Literature and Latte Ltd

## Balance Sheet

31 March 2020

For the financial year ending 31 March 2020 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.

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 5 October 2020 and signed on its behalf by:

.....

K M Blount

Director

Company Registration Number: 06240207

# Literature and Latte Ltd

## Notes to the Financial Statements

### Year Ended 31 March 2020

#### 1 General information

The company is a private company limited by share capital, incorporated in UK.

The address of its registered office is:

Lowin House  
Tregolls Road  
Truro  
Cornwall  
TR1 2NA

The principal place of business is:

Heron Creek  
Old Tram Road  
Devoran  
Truro  
Cornwall  
TR3 6NF

These financial statements were authorised for issue by the Board on 5 October 2020.

#### 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.

##### Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of value added tax.

The company recognises revenue when:

The amount of revenue can be reliably measured;  
it is probable that future economic benefits will flow to the entity;  
and specific criteria have been met for each of the company's activities.

# Literature and Latte Ltd

## Notes to the Financial Statements

### Year Ended 31 March 2020

#### Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

#### Tax

Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current corporation 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 taxable income.

Deferred tax is recognised on all timing differences at the balance sheet date unless indicated below. Timing differences are differences between taxable profits and the results as stated in the profit and loss account and other comprehensive income. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

#### Tangible assets

Tangible assets are stated in the balance sheet 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
Fixtures, fittings & Equipment	33% straight line
Motor vehicles	25% reducing balance basis

#### Investment property

Investment property is carried at fair value, derived from the current market prices for comparable real estate determined annually by the directors. The directors use observable market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset. Changes in fair value are recognised in profit or loss.

#### 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:

# Literature and Latte Ltd

## Notes to the Financial Statements

### Year Ended 31 March 2020

<b>Asset class</b>	<b>Amortisation method and rate</b>
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Website	
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	Straight line over 4 years
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#### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

# Literature and Latte Ltd

## Notes to the Financial Statements

### Year Ended 31 March 2020

#### Financial instruments

##### ***Classification***

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Cash and bank balances.

All financial instruments are classified as basic.

##### ***Recognition and measurement***

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Except for bank loans, such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

Bank loans are initially measured at transaction price, including transaction costs, and are subsequently carried at amortised cost using the effective interest method.

### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 4 (2019 - 5).



# Literature and Latte Ltd

## Notes to the Financial Statements

Year Ended 31 March 2020

### 4 Intangible assets

	Website £	Total £
<b>Cost or valuation</b>		
At 1 April 2019	95,682	95,682
At 31 March 2020	95,682	95,682
<b>Amortisation</b>		
At 1 April 2019	79,260	79,260
Amortisation charge	16,422	16,422
At 31 March 2020	95,682	95,682
<b>Carrying amount</b>		
At 31 March 2020	-	-
At 31 March 2019	16,422	16,422

### 5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
<b>Cost or valuation</b>				
At 1 April 2019	607,995	82,285	76,585	766,865
Additions	-	10,484	91,104	101,588
Disposals	-	(1,286)	-	(1,286)
At 31 March 2020	607,995	91,483	167,689	867,167
<b>Depreciation</b>				
At 1 April 2019	-	29,493	33,506	62,999
Charge for the year	-	18,426	33,546	51,972
Eliminated on disposal	-	(1,286)	-	(1,286)
At 31 March 2020	-	46,633	67,052	113,685
<b>Carrying amount</b>				
At 31 March 2020	607,995	44,850	100,637	753,482
At 31 March 2019	607,995	52,792	43,079	703,866

# Literature and Latte Ltd

## Notes to the Financial Statements

### Year Ended 31 March 2020

Included within the net book value of land and buildings above is £607,995 (2019 - £607,995) in respect of long leasehold land and buildings.

#### 6 Investment properties

	2020 £
At 1 April	<u>400,000</u>

The property has been revalued by the directors at 31 March 2020 based on sales of similar properties in the surrounding area.

#### 7 Investments held as fixed assets

The investments consist of funds held with stockbrokers. The funds are included within the accounts at market value at 31 March 2020, as valued by the fund manager, Brewer Dolphin.

	Financial assets at cost less impairment £	Total £
<b>Non-current financial assets</b>		
<b>Cost or valuation</b>		
At 1 April 2019	547,145	547,145
Revaluations	(46,050)	(46,050)
Additions	117,044	117,044
Disposals	<u>(132,960)</u>	<u>(132,960)</u>
At 31 March 2020	<u>485,179</u>	<u>485,179</u>

#### 8 Debtors

	2020 £	2019 £
Trade debtors	362,552	353,672
Other debtors	212,424	15,588
Prepayments	<u>240</u>	<u>219</u>
	<u>575,216</u>	<u>369,479</u>

# Literature and Latte Ltd

## Notes to the Financial Statements

Year Ended 31 March 2020

### 9 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
<b>Due within one year</b>			
Trade creditors		33,358	33,074
Corporation tax		221,817	255,953
Social security and other taxes		4,479	2,559
Other creditors		10,014	8,287
Accrued expenses		5,635	4,608
		<u>275,303</u>	<u>304,481</u>

### 10 Share capital

Allotted, called up and fully paid shares

	No.	2020 £	No.	2019 £
Ordinary shares of £1 each	100	100	100	100

### 11 Parent and ultimate parent undertaking

The company is controlled by Librocube limited who own 85% of the share capital. The ultimate controlling parties are the directors Mr K Blount and Mrs J Blount who own 100% of the share capital of Librocube Limited.

The company's immediate parent is Librocube Limited, incorporated in the UK.

The ultimate controlling party is Mr K Blount and Mrs J Blount.

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.