

Independent Quality Leisure Limited
Annual Report and Financial Statements
Period from 1 July 2019 to 31 December 2020

Registration number: 06389804

Independent Quality Leisure Limited

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Independent Quality Leisure Limited

Company Information

Director K R Newton

Company secretary D R Newton

Registered office Ground Floor
Blackbrook Gate 1
Blackbrook Business Park
Taunton
Somerset
TA1 2PX

Auditors PKF Francis Clark
Statutory Auditor
Ground Floor
Blackbrook Gate 1
Blackbrook Business Park
Taunton
Somerset
TA1 2PX

Independent Quality Leisure Limited

Balance Sheet

31 December 2020

	Note	2020 £	2019 £
Fixed assets			
Investment property	<u>4</u>	406,518	406,518
Current assets			
Debtors	<u>5</u>	322,964	31,473
Cash at bank and in hand		<u>52,229</u>	<u>446</u>
		375,193	31,919
Creditors: Amounts falling due within one year	<u>6</u>	<u>(87,447)</u>	<u>(30,210)</u>
Net current assets		<u>287,746</u>	<u>1,709</u>
Total assets less current liabilities		694,264	408,227
Creditors: Amounts falling due after more than one year	<u>6</u>	(288,950)	-
Provisions for liabilities		<u>(1,500)</u>	<u>(1,500)</u>
Net assets		<u>403,814</u>	<u>406,727</u>
Capital and reserves			
Called up share capital		2	2
Profit and loss account (non-distributable)		77,418	77,418
Profit and loss account (distributable)		<u>326,394</u>	<u>329,307</u>
Total equity		<u>403,814</u>	<u>406,727</u>

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 director on 23 December 2021

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K R Newton
Director

Company Registration Number: 06389804

Independent Quality Leisure Limited

Statement of Changes in Equity

Period from 1 July 2019 to 31 December 2020

	Share capital £	Profit and loss account (non-distributable) £	Profit and loss account (distributable) £	Total £
At 1 July 2019	2	77,418	329,307	406,727
Loss for the period	-	-	(2,913)	(2,913)
Total comprehensive income	-	-	(2,913)	(2,913)
At 31 December 2020	2	77,418	326,394	403,814

	Share capital £	Profit and loss account (non-distributable) £	Profit and loss account (distributable) £	Total £
At 1 July 2018	2	557,895	(162,543)	395,354
Profit for the period	-	-	11,373	11,373
Total comprehensive income	-	-	11,373	11,373
Transfers	-	(480,477)	480,477	-
At 30 June 2019	2	77,418	329,307	406,727

Independent Quality Leisure Limited

Notes to the Financial Statements

Period from 1 July 2019 to 31 December 2020

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Ground Floor
Blackbrook Gate 1
Blackbrook Business Park
Taunton
Somerset
TA1 2PX

The principal place of business is:

Cygnat House
14B High Street
Wells
Somerset
BA5 2GS

These financial statements were authorised for issue by the director on 23 December 2021.

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 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', including Section 1A, and the Companies Act 2006. There are no material departures from FRS 102.

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.

Going concern

During the period and subsequent to the period end the company has continued to receive rents from its tenants and the intention is to further expand and develop the properties. The director has given due consideration to the known and reasonably foreseeable impacts of the continuing Coronavirus pandemic and resulting economic uncertainty upon the South West property market, the ability to raise finance and the economy in general. The director is satisfied that the going concern basis of preparation remains appropriate.

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Notes to the Financial Statements

Period from 1 July 2019 to 31 December 2020

Key accounting judgements and sources of estimation uncertainty

In the application of the company's accounting policies management is required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision effects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key judgement that has a significant effect on the financial statements is in respect of going concern, as described in the above accounting policy.

The key estimate that has a significant effect on the financial statements is in respect of the carrying value of investment properties. This requires estimation as to the current market value of each property held. The carrying amount is £406,518 (2019 - £406,518).

A further key estimate that has a significant effect on the financial statements is the recoverability of intercompany debtor balances. The director considers these balances and makes provisions in the financial statements as necessary in order to reflect the recoverable amounts. The carrying amount is £310,717 (2019 - £30,173).

Revenue recognition

Turnover comprises the fair value of the consideration receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of returns, rebates and discounts. Rental income is recognised on a receivable basis. Rental income received in advance is deferred against the period to which it relates.

Government grants

Government revenue grants are accounted for under the accruals method. These are credited to the profit and loss account when the company is entitled to the income.

Tax

Tax is recognised in profit or loss, except when attributable to an item of income or expense recognised as other comprehensive income and then it 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.

The company passes some of its tax losses to fellow group companies via group relief. It receives payment for these losses at the average rate of tax for the financial period in which the losses are relieved.

Independent Quality Leisure Limited

Notes to the Financial Statements

Period from 1 July 2019 to 31 December 2020

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date. Deferred tax assets in respect of tax losses carried forward are not recognised as they do not meet the recognition criteria set out in FRS 102 given there is no certainty as to when the losses will be utilised.

Investment property

Investment properties are carried at fair value, which is derived from the current market prices for comparable real estate and is assessed annually. The value is based on observable market prices, current market rents and investment property yields adjusted if necessary for any difference in the nature, location or condition of the specific asset. Changes in fair value are recognised in the profit and loss account.

Financial instruments

Classification

The company holds the following financial instruments:

- Short term trade, intercompany and other debtors and creditors;
- Bank loans; and
- 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.

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Notes to the Financial Statements

Period from 1 July 2019 to 31 December 2020

3 Staff numbers

The average number of persons employed by the company (including the director) during the period, was 0 (2019 - 0).

4 Investment properties

	£
At 1 July 2019 and 31 December 2020	<u>406,518</u>

Two of the investment properties were valued in March 2019 by PLP Property Consultants. The director is satisfied that these valuations have been reflected in the balance sheet at 31 December 2020. The other investment properties held by the company are included at the director's valuation at 31 December 2020.

Investment properties would be accounted for as follows under the historic cost model:

	2020 £	2019 £
Historic cost	<u>327,601</u>	<u>327,601</u>

5 Debtors

	31 December 2020 £	30 June 2019 £
Trade debtors	7,631	1,300
Amounts due from group undertakings	310,717	30,173
Prepayments	<u>4,616</u>	<u>-</u>
	<u>322,964</u>	<u>31,473</u>

Independent Quality Leisure Limited

Notes to the Financial Statements

Period from 1 July 2019 to 31 December 2020

6 Creditors

	Note	2020 £	2019 £
Due within one year			
Loans and borrowings	7	51,400	-
Trade creditors		13,044	4,853
Amounts owed to group undertakings		1,141	2,310
Other creditors		13,647	17,093
Accruals and deferred income		8,215	5,954
		<u>87,447</u>	<u>30,210</u>

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings	7	<u>288,950</u>	<u>-</u>

7 Loans and borrowings

	2020 £	2019 £
Due within one year		
Bank borrowings	<u>51,400</u>	<u>-</u>
Loans and borrowings due after one year		
Bank borrowings	<u>288,950</u>	<u>-</u>

Bank borrowings of £290,350 (2019 - £Nil) were secured against the company's investment properties and a guarantee of £143,000 given by the director.

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Notes to the Financial Statements

Period from 1 July 2019 to 31 December 2020

8 Share capital

Allotted and called up share capital

	No.	2020 £	No.	2019 £
Ordinary shares of £1 each	2	2	2	2

Unpaid share capital

	No.	2020 £	No.	2019 £
Ordinary shares of £1 each	2	2	2	2

9 Related party transactions

Other transactions with directors

The company has an interest free, unsecured loan account from its director which is repayable on demand. At the period end the company owed the director £7,505 (2019 - £12,505).

10 Relationship between entity and parents

The parent of the smallest group in which these financial statements are consolidated is SBAW Group Limited, a company incorporated in England & Wales.

The registered office address of SBAW Group Limited is:
Ground Floor, Blackbrook Gate 1, Blackbrook Business Park, Taunton, TA1 2PX.

11 Audit report

The Independent Auditors' Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report was Nicholas Farrant BA MSc FCA, who signed for and on behalf of PKF Francis Clark on 23 December 2021.

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.