

BECKFORD ARMS LTD
Unaudited Financial Statements
For the financial year ended 31 March 2022
Pages for filing with the registrar

BECKFORD ARMS LTD
UNAUDITED FINANCIAL STATEMENTS
For the financial year ended 31 March 2022

Contents

Balance Sheet	3
Notes to the Financial Statements	5

BECKFORD ARMS LTD
BALANCE SHEET
As at 31 March 2022

	Note	2022	2021
		£	£
Fixed assets			
Tangible assets	3	233,420	217,079
		233,420	217,079
Current assets			
Stocks	4	17,080	15,435
Debtors	5	260,530	182,101
Cash at bank and in hand		74,345	50,391
		351,955	247,927
Creditors			
Amounts falling due within one year	6	(459,192)	(282,659)
Net current liabilities		(107,237)	(34,732)
Total assets less current liabilities		126,183	182,347
Creditors			
Amounts falling due after more than one year	7	(34,013)	(43,688)
Provision for liabilities	8	(38,058)	(34,632)
Net assets		54,112	104,027
Capital and reserves			
Called-up share capital		1	1
Profit and loss account		54,111	104,026
Total shareholder's funds		54,112	104,027

BECKFORD ARMS LTD
BALANCE SHEET (CONTINUED)
As at 31 March 2022

For the financial year ending 31 March 2022 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 financial statements for the financial year in accordance with section 476;
- 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; and
- These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime and a copy of the Profit and Loss Account has not been delivered.

The financial statements of Beckford Arms Ltd (registered number: 06926870) were approved and authorised for issue by the Director on 27 October 2022. They were signed on its behalf by:

D R Brod
Director

C V Luxton
Director

BECKFORD ARMS LTD
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 March 2022

1. Accounting policies

The principal accounting policies are summarised below. They have all been applied consistently throughout the financial year and to the preceding financial year, unless otherwise stated.

General information and basis of accounting

Beckford Arms Ltd (the Company) is a private company, limited by shares, incorporated in the United Kingdom under the Companies Act 2006 and is registered in England and Wales. The address of the Company's registered office is The Beckford Arms, Fonthill Gifford, Tisbury, Salisbury, SP3 6PX, United Kingdom.

The financial statements have been prepared under the historical cost convention, modified to include certain items at fair value, and in accordance with Section 1A of Financial Reporting Standard 102 (FRS 102) 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' issued by the Financial Reporting Council and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime.

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

Going concern

At the balance sheet date the company had net current liabilities. The company is reliant upon the support of its fellow subsidiaries and parent company who have agreed that their loans to the company will not be repaid unless the company has sufficient funds to meet all other liabilities. In view of the above, the directors consider it appropriate to prepare the financial statements on the going concern basis.

Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

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.

Deposits and revenue received in advance of the period to which they relate are held within other creditors on the balance sheet.

Employee benefits

Defined contribution schemes

The Company operates a defined contribution scheme. The amount charged to the Profit and Loss Account in respect of pension costs and other post-retirement benefits is the contributions payable in the financial year. Differences between contributions payable in the financial year and contributions actually paid are included as either accruals or prepayments in the Balance Sheet.

BECKFORD ARMS LTD
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 March 2022

Taxation

Current tax

Current tax is provided at amounts expected to be paid (or recoverable) using the tax rates and laws that have been enacted or substantively enacted at the Balance Sheet date. Tax is recognised in the profit and loss account, 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.

Deferred tax

Deferred tax arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the Company's financial statements. Deferred tax is provided in full on timing differences which result in an obligation to pay more or less tax at a future date, at the tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date that are expected to apply when the timing differences reverse. Deferred tax assets and liabilities are not discounted.

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. Deferred tax liabilities are presented within provisions for liabilities on the balance sheet.

Tangible fixed assets

Tangible fixed assets are stated at cost or valuation, net of depreciation and any provision for impairment. The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation. Depreciation is provided on all tangible fixed assets, other than investment property and freehold land, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset on a straight-line or reducing balance basis over its expected useful life, as follows:

Plant and machinery	6.67 % reducing balance
Vehicles	25 % reducing balance
Fixtures and fittings	6.67 % reducing balance

Residual value represents the estimated amount which would currently be obtained from disposal of an asset, after deducting estimated costs of disposal, if the asset were already of the age and in the condition expected at the end of its useful life.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

Leases

The Company as lessee

Rentals under operating leases are charged on a straight-line basis over the lease term, even if the payments are not made on such a basis. Benefits received and receivable as an incentive to sign an operating lease are similarly spread on a straight-line basis over the lease term.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to sell, which is equivalent to the net realisable value. The cost of stocks comprises direct cost and, where applicable, those overheads that have been incurred in bringing the inventories to their present location and condition. Cost is calculated using the FIFO (first-in, first-out) method. Provision is made for obsolete, slow-moving or defective items where appropriate.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

BECKFORD ARMS LTD
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 March 2022

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts, except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in creditors: amounts falling due within one year.

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities.

Financial assets and liabilities are only offset in the Balance Sheet when, and only when there exists a legally enforceable right to set off the recognised amounts and the Company intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in other operating income over the period in which the related costs are recognised, and timing differences are presented as other debtors or deferred income within the balance sheet. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

Ordinary share capital

The ordinary share capital of the Company is presented as equity.

2. Employees

	2022	2021
	Number	Number
Monthly average number of persons employed by the Company during the year, including directors	43	37

BECKFORD ARMS LTD
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 March 2022

3. Tangible assets

	Plant and machinery	Vehicles	Fixtures and fittings	Total
	£	£	£	£
Cost				
At 01 April 2021	357,655	2,050	258,602	618,307
Additions	4,814	0	27,803	32,617
At 31 March 2022	362,469	2,050	286,405	650,924
Accumulated depreciation				
At 01 April 2021	282,877	1,892	116,459	401,228
Charge for the financial year	5,506	40	10,730	16,276
At 31 March 2022	288,383	1,932	127,189	417,504
Net book value				
At 31 March 2022	74,086	118	159,216	233,420
At 31 March 2021	74,778	158	142,143	217,079

4. Stocks

	2022	2021
	£	£
Stocks	17,080	15,435

5. Debtors

	2022	2021
	£	£
Trade debtors	1,244	445
Amounts owed by Group undertakings	222,105	163,835
Other debtors	37,181	17,821
	260,530	182,101

BECKFORD ARMS LTD
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 March 2022

6. Creditors: amounts falling due within one year

	2022	2021
	£	£
Bank loans (secured)	9,667	6,312
Trade creditors	95,053	34,866
Amounts owed to Group undertakings	4,598	21,126
Corporation tax	39,988	16,175
Other taxation and social security	44,853	36,073
Other creditors	265,033	168,107
	459,192	282,659

7. Creditors: amounts falling due after more than one year

	2022	2021
	£	£
Bank loans (secured)	34,013	43,688

Within bank loans is a balance of £43,680 (2021 - £50,000) relating to an outstanding amount due from a Coronavirus Bounce Back Loan. The UK government have guaranteed 100% of the value of the loan as well as agreeing to pay interest and fees for the first 12 months.

Amounts repayable after more than 5 years are included in creditors falling due over one year:

	2022	2021
	£	£
Bank loans (secured)	0	3,531

8. Provision for liabilities

	2022	2021
	£	£
Deferred tax	38,058	34,632

BECKFORD ARMS LTD
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 March 2022

9. Financial commitments

Commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	2022	2021
	£	£
- within one year	91,827	91,428
- between one and five years	78,000	156,000
	169,827	247,428

The commitment shown above is in relation to non-cancellable operating leases over business premises.

The company has provided a guarantee for its parent company's bank borrowings in the form of a legal charge registered over the company, which contains fixed and floating charges over the property and all undertaking of the company.

10. Related party transactions

Transactions with the entity's directors

Advances

D R Brod

The directors loan account is repayable on demand and interest is charged on overdrawn balances exceeding £10,000 at the official HMRC rate.

At 1 April 2021, the balance owed to the director was £3,926. During the year, £18,049 was advanced to the director, and £14,139 was repaid by the director. At 31 March 2022, the balance owed to the director was £16.

At 1 April 2020, the balance owed to the director was £4,224. During the year, £75,709 was advanced to the director, and £75,411 was repaid by the director. At 31 March 2021 the balance owed to the director was £3,926.

C V Luxton

The directors loan account is repayable on demand and interest is charged on overdrawn balances exceeding £10,000 at the official HMRC rate.

At 1 April 2021, the balance owed to the director was £7,900. During the year, £12,837 was advanced to the director, and £4,953 was repaid by the director. At 31 March 2022, the balance owed to the director was £16.

At 1 April 2020, the balance owed to the director was £3,049. During the year, £70,560 was advanced to the director, and £75,411 was repaid by the director. At 31 March 2021 the balance owed to the director was £7,900.

Other related party transactions

The company has taken advantage of the exemptions provided from disclosing transactions with its parent and other wholly owned group companies on the grounds that it is a wholly owned subsidiary.

BECKFORD ARMS LTD
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 March 2022

11. Government Grants

During the year other operating income of £28,755 (2021 - £303,879) was received in respect of the Coronavirus Job Retention Scheme. In addition, £34,667 (2021 - 60,265) was received in respect of other Coronavirus support grants.

The amount of grants recognised in the financial statements was £63,422 (2021 - £364,144).

12. Ultimate controlling party

The company's immediate parent is Beckford Group Ltd, incorporated in England and Wales. Its registered office address is The Beckford Arms, Fonthill Gifford, Tisbury, Salisbury, Wiltshire, SP3 6PX.

These financial statements are available upon request from Companies House, Cardiff.

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.