

REGISTERED NUMBER: 06975227 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2017

FOR

ABSOLUTE PIZZA LTD

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FOR THE YEAR ENDED 31 JULY 2017**

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ABSOLUTE PIZZA LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 31 JULY 2017

DIRECTOR: M S Pears

REGISTERED OFFICE: 30 New Road
Brighton
East Sussex
BN1 1BN

REGISTERED NUMBER: 06975227 (England and Wales)

ACCOUNTANTS: Hilton Sharp & Clarke Limited
30 New Road
Brighton
East Sussex
BN1 1BN

BALANCE SHEET
31 JULY 2017

	Notes	2017 £	£	2016 £	£
FIXED ASSETS					
Intangible assets	4		23,000		29,500
Tangible assets	5		185,248		<u>206,754</u>
			208,248		236,254
CURRENT ASSETS					
Stocks		6,000		2,500	
Debtors	6	36,034		29,273	
Cash at bank and in hand		287,021		<u>221,715</u>	
		329,055		253,488	
CREDITORS					
Amounts falling due within one year	7	128,995		<u>144,087</u>	
NET CURRENT ASSETS			200,060		<u>109,401</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			408,308		345,655
CREDITORS					
Amounts falling due after more than one year	8		(34,206)		(50,927)
PROVISIONS FOR LIABILITIES	10		(23,400)		<u>(2,500)</u>
NET ASSETS			350,702		<u>292,228</u>
CAPITAL AND RESERVES					
Called up share capital	11		237,501		237,501
Retained earnings			113,201		<u>54,727</u>
SHAREHOLDERS' FUNDS			350,702		<u>292,228</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2017 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and
- (b) which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the director on 23 April 2018 and were signed by:

M S Pears - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2017

1. **STATUTORY INFORMATION**

Absolute Pizza Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

First year adoption of Financial Reporting Standard 102 (FRS 102) Section 1A

These financial statements for the year ended 31 July 2017 are the first that are prepared in accordance with FRS 102 Section 1A. The previous financial statements were prepared in accordance with UK GAAP, the date of transition to FRS 102 Section 1A is 1 August 2015.

There have been no changes to accounting policies nor to any balances in the financial statements.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover represents net invoiced sales of fast food, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2012, is being amortised evenly over its estimated useful life of ten years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Franchise costs are being amortised evenly over their estimated useful life of ten years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- 10% on cost
Leasehold Improvements	- 10% on cost
Plant and machinery	- 10% on cost
Computer equipment	- 33% straight line

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method.

The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2017

2. ACCOUNTING POLICIES - continued**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 35 (2016 - 32) .

4. INTANGIBLE FIXED ASSETS

	Goodwill £	Franchise costs £	Totals £
COST			
At 1 August 2016			
and 31 July 2017	<u>50,000</u>	<u>15,000</u>	<u>65,000</u>
AMORTISATION			
At 1 August 2016	25,000	10,500	35,500
Amortisation for year	<u>5,000</u>	<u>1,500</u>	<u>6,500</u>
At 31 July 2017	<u>30,000</u>	<u>12,000</u>	<u>42,000</u>
NET BOOK VALUE			
At 31 July 2017	<u>20,000</u>	<u>3,000</u>	<u>23,000</u>
At 31 July 2016	<u>25,000</u>	<u>4,500</u>	<u>29,500</u>

5. TANGIBLE FIXED ASSETS

	Short leasehold £	Leasehold Improvements £	Plant and machinery £	Computer equipment £	Totals £
COST					
At 1 August 2016	29,063	122,688	346,802	562	499,115
Additions	<u>-</u>	<u>-</u>	<u>31,500</u>	<u>-</u>	<u>31,500</u>
At 31 July 2017	<u>29,063</u>	<u>122,688</u>	<u>378,302</u>	<u>562</u>	<u>530,615</u>
DEPRECIATION					
At 1 August 2016	20,345	85,882	185,572	562	292,361
Charge for year	<u>2,906</u>	<u>12,269</u>	<u>37,831</u>	<u>-</u>	<u>53,006</u>
At 31 July 2017	<u>23,251</u>	<u>98,151</u>	<u>223,403</u>	<u>562</u>	<u>345,367</u>
NET BOOK VALUE					
At 31 July 2017	<u>5,812</u>	<u>24,537</u>	<u>154,899</u>	<u>-</u>	<u>185,248</u>
At 31 July 2016	<u>8,718</u>	<u>36,806</u>	<u>161,230</u>	<u>-</u>	<u>206,754</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2017

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Trade debtors	<u>36,034</u>	<u>29,273</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Bank loans and overdrafts	16,729	16,012
Trade creditors	23,820	37,707
Tax	26,045	29,364
Social security and other taxes	3,256	8,988
VAT	47,205	40,968
Other creditors	5,820	5,839
Directors' current accounts	138	209
Accruals and deferred income	5,982	5,000
	<u>128,995</u>	<u>144,087</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017	2016
	£	£
Bank loans - 1-2 years	17,478	16,730
Bank loans - 2-5 years	16,728	34,197
	<u>34,206</u>	<u>50,927</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	2017	2016
	£	£
Bank loans	<u>50,935</u>	<u>66,939</u>

The bank loan is secured on a personal guarantee from the director.

10. PROVISIONS FOR LIABILITIES

	2017	2016
	£	£
Deferred tax	23,400	-
Other provisions	-	2,500
	<u>23,400</u>	<u>2,500</u>

	Deferred tax	Provision for thefts
	£	£
Balance at 1 August 2016	-	2,500
Provided during year	23,400	(2,500)
Balance at 31 July 2017	<u>23,400</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2017

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2017 £	2016 £
1	Ordinary	£1	1	1
250,000	0% Preference	£1	237,500	237,500
			<u>237,501</u>	<u>237,501</u>

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.