

REGISTERED NUMBER: 08794400 (England and Wales)

GRIND & CO LTD.

AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2017

GRIND & CO LTD. (REGISTERED NUMBER: 08794400)

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FOR THE YEAR ENDED 30 APRIL 2017**

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GRIND & CO LTD.

COMPANY INFORMATION
FOR THE YEAR ENDED 30 APRIL 2017

DIRECTORS:

Mr D W Abrahamovitch
Mr C J Karyotakis
Mr J A C Ayton
Mr D J D Ogilvy
Ms S A Roche-Garland

REGISTERED OFFICE:

8-10 New North Place
London
EC2A 4JA

REGISTERED NUMBER:

08794400 (England and Wales)

AUDITORS:

Rothmans Audit LLP
Chartered Accountants & Statutory Auditors
24 Park Road South
Havant
Hampshire
PO9 1HB

BALANCE SHEET
30 APRIL 2017

		2017		2016	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible assets	4		22,354		9,113
Tangible assets	5		1,531,076		829,926
Investments	6		196,478		135,737
			<u>1,749,908</u>		<u>974,776</u>
CURRENT ASSETS					
Stocks	7	44,708		16,360	
Debtors	8	1,568,266		1,196,488	
Cash at bank and in hand		214,398		568,888	
		<u>1,827,372</u>		<u>1,781,736</u>	
CREDITORS					
Amounts falling due within one year	9	886,439		898,773	
NET CURRENT ASSETS			<u>940,933</u>		<u>882,963</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,690,841</u>		<u>1,857,739</u>
CREDITORS					
Amounts falling due after more than one year	10		1,475,864		1,462,208
NET ASSETS			<u>1,214,977</u>		<u>395,531</u>
CAPITAL AND RESERVES					
Called up share capital			28,197		21,240
Share premium			3,815,543		1,608,687
Retained earnings			(2,628,763)		(1,234,396)
SHAREHOLDERS' FUNDS			<u>1,214,977</u>		<u>395,531</u>

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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 30 January 2018 and were signed on its behalf by:

Mr D W Abrahamovitch - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

1. **STATUTORY INFORMATION**

Grind & Co 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.

The financial statements relate to Grind & Co Limited as an individual entity.

The figures have been rounded to the nearest pound.

Significant judgements and estimates

The preparation of financial statements requires the use of estimates and assumptions that affect reported amounts of assets and liabilities during the reporting period. These estimates and assumptions are based on management's best knowledge of the amount, event or actions. Actual results may differ from those amounts.

In preparing these financial statements, management have made the following judgements in applying the company's accounting policies:

Operating leases

The company uses asset financing to fund plant and machinery held at sites. In determining whether these finance arrangements meet the definition of a finance lease or operating lease the directors have used their experience to review and consider whether the company has obtained all the risks and rewards of ownership of the asset as part of the finance arrangement, what the useful economic life of the asset is, the term of the lease and what the residual value of the asset is expected to be at the end of the finance arrangement. On the basis of these considerations the directors have determined that all leases meet the definition of operating leases and have subsequently been accounted for as such.

The items in the financial statements where critical estimates and assumptions have been made are:

Depreciation

The directors use their experience to review and estimate useful economic lives and residual values of all assets, taking into account both standards of maintenance and technical obsolescence. Depreciation policies as noted below are based upon these estimates.

Revenue recognition

Revenue is recognised upon the sale of food and drink to customers, or as services are provided.

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.

Development costs are being amortised evenly over their estimated useful life of five years.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2017**

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

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

Improvements to property	- Over the period of the lease
Plant and machinery	- 25% on cost
Computer equipment	- 25% on cost

Tangible fixed assets are included at cost less depreciation and impairment.

The assets' residual values, useful lives and depreciation methods are reviewed and adjusted prospectively if appropriate.

Investments in subsidiaries

Investments are stated at cost less any provision made for diminution in value.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell, after making due allowance for obsolete and slow moving items.

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.

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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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.

Financial instruments

Financial instruments are recognised in line with sections 11 and 12 of FRS 102.

Basic financial instruments, such as bank and cash, loans, amounts due to/from group undertakings, trade receivables and payables are initially recognised at transaction price, unless they constitute a financing arrangement, when the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Such assets are subsequently carried at amortised cost using the effective interest rate method.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 100 .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2017

4. INTANGIBLE FIXED ASSETS

	Development costs £
COST	
At 1 May 2016	9,113
Additions	18,830
At 30 April 2017	<u>27,943</u>
AMORTISATION	
Amortisation for year	5,589
At 30 April 2017	<u>5,589</u>
NET BOOK VALUE	
At 30 April 2017	<u>22,354</u>
At 30 April 2016	<u>9,113</u>

5. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Computer equipment £	Totals £
COST				
At 1 May 2016	869,143	73,231	15,786	958,160
Additions	744,424	91,948	27,376	863,748
At 30 April 2017	<u>1,613,567</u>	<u>165,179</u>	<u>43,162</u>	<u>1,821,908</u>
DEPRECIATION				
At 1 May 2016	101,703	20,988	5,543	128,234
Charge for year	131,171	27,481	3,946	162,598
At 30 April 2017	<u>232,874</u>	<u>48,469</u>	<u>9,489</u>	<u>290,832</u>
NET BOOK VALUE				
At 30 April 2017	<u>1,380,693</u>	<u>116,710</u>	<u>33,673</u>	<u>1,531,076</u>
At 30 April 2016	<u>767,440</u>	<u>52,243</u>	<u>10,243</u>	<u>829,926</u>

6. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 May 2016	135,737
Additions	60,741
At 30 April 2017	<u>196,478</u>
NET BOOK VALUE	
At 30 April 2017	<u>196,478</u>
At 30 April 2016	<u>135,737</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2017

7. STOCKS

	2017	2016
	£	£
Stocks	<u>44,708</u>	<u>16,360</u>

8. DEBTORS

	2017	2016
	£	£
Amounts falling due within one year:		
Trade debtors	60,429	26,893
Amounts owed by group undertakings	293,148	216,973
Other debtors	<u>684,689</u>	<u>672,622</u>
	<u>1,038,266</u>	<u>916,488</u>

Amounts falling due after more than one year:
Other debtors

530,000 280,000

Aggregate amounts

1,568,266 1,196,488

Other debtors due after more than one year represents a deferred tax asset, expected to be recovered as the company generates future trading profits.

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Bank loans and overdrafts	194,677	128,011
Trade creditors	212,198	301,504
Taxation and social security	173,394	81,571
Other creditors	<u>306,170</u>	<u>387,687</u>
	<u>886,439</u>	<u>898,773</u>

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

	2017	2016
	£	£
Bank loans	181,864	168,208
Other creditors	<u>1,294,000</u>	<u>1,294,000</u>
	<u>1,475,864</u>	<u>1,462,208</u>

11. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2017	2016
	£	£
Within one year	850,769	555,543
Between one and five years	2,437,417	1,885,350
In more than five years	<u>2,474,210</u>	<u>1,400,767</u>
	<u>5,762,396</u>	<u>3,841,660</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2017

12. SECURED DEBTS

The following secured debts are included within creditors:

	2017 £	2016 £
Bank loans	<u>376,541</u>	<u>296,219</u>

The bank loan is secured by way of a fixed and floating charge over the assets of the company, as well as a composite company multilateral guarantee given jointly with its subsidiary company, Caffeine Machine Limited.

13. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Richard Hutchinson (Senior Statutory Auditor)
for and on behalf of Rothmans Audit LLP

14. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 30 April 2017 and 30 April 2016:

	2017 £	2016 £
Mr C J Karyotakis		
Balance outstanding at start of year	21,051	3,281
Amounts advanced	15,810	26,376
Amounts repaid	(35,000)	(8,606)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>1,861</u>	<u>21,051</u>

The advance provided to the director is on an interest free basis and is repayable on demand.

15. GOING CONCERN

The company is reliant on continued funding from investors. Cash flow forecasts have been prepared and evaluated by the directors confirming the company's ability to meet its obligations as they arise for at least the next twelve months. Additionally further equity funding has been raised since the balance sheet date amounting to £2.4 million.

Having taken the above into consideration, the directors are of the opinion that the going concern basis remains applicable to the preparation of the company's financial statements.

16. FIRST YEAR ADOPTION

The company has adopted FRS 102 Section 1A from 1 May 2016 for the year ended 30 April 2017. There are no re-statements required under the new standard for earlier periods which were prepared under previous UK GAAP.

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.