

**Atlantic Reach Limited**  
**Annual Report and Unaudited Financial Statements**  
**Year Ended 31 March 2018**

**Registration number: 08257555**

**Atlantic Reach Limited**

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# Atlantic Reach Limited

## Company Information

**Directors** D H W R May (Resigned)  
J H Vernon

**Registered office** Atlantic Reach Resort  
Whitecross  
Newquay  
Cornwall  
TR8 4LX

**Accountants** Francis Clark LLP  
Lowin House  
Tregolls Road  
Truro  
Cornwall  
TR1 2NA

# Atlantic Reach Limited

## Balance Sheet

31 March 2018

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Intangible assets	<u>4</u>	27,616	33,643
Tangible assets	<u>5</u>	1,143,709	1,113,478
Investment property	<u>6</u>	232,600	372,600
		<u>1,403,925</u>	<u>1,519,721</u>
<b>Current assets</b>			
Stocks	<u>7</u>	26,436	16,406
Debtors	<u>8</u>	172,777	116,590
Cash at bank and in hand		32,564	22,532
		<u>231,777</u>	<u>155,528</u>
<b>Creditors: Amounts falling due within one year</b>	<u>9</u>	<u>(657,030)</u>	<u>(705,276)</u>
<b>Net current liabilities</b>		<u>(425,253)</u>	<u>(549,748)</u>
<b>Total assets less current liabilities</b>		978,672	969,973
<b>Creditors: Amounts falling due after more than one year</b>	<u>9</u>	<u>(665,129)</u>	<u>(698,632)</u>
<b>Provisions for liabilities</b>		<u>(33,821)</u>	<u>(34,383)</u>
<b>Net assets</b>		<u>279,722</u>	<u>236,958</u>
<b>Capital and reserves</b>			
Called up share capital		170,000	170,000
Profit and loss account		<u>109,722</u>	<u>66,958</u>
<b>Total equity</b>		<u>279,722</u>	<u>236,958</u>

The notes on pages 4 to 13 form an integral part of these financial statements.

# Atlantic Reach Limited

## Balance Sheet

31 March 2018

For the financial year ending 31 March 2018 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 15 October 2018 and signed on its behalf by:

.....

J H Vernon

Director

Company Registration Number: 08257555

The notes on pages 4 to 13 form an integral part of these financial statements.

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# **Atlantic Reach Limited**

## **Notes to the Financial Statements**

**Year Ended 31 March 2018**

### **1 General information**

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

The address of its registered office is:

Atlantic Reach Resort

Whitecross

Newquay

Cornwall

TR8 4LX

These financial statements were authorised for issue by the Board on 15 October 2018.

### **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, returns, rebates and discounts and after eliminating sales within the company.

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.

#### **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.

# Atlantic Reach Limited

## Notes to the Financial Statements

### Year Ended 31 March 2018

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 statement of financial position 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
Freehold buildings	Straight line over 50 years
Plant and machinery	25% reducing balance
Fixtures and fittings	25% reducing balance
Motor vehicles	25% reducing balance

#### Investment property

Investment property is carried at fair value, derived from the current market prices for comparable real estate determined annually by external valuers. The valuers 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:

Asset class	Amortisation method and rate
Goodwill	Straight line over 10 years
Website	Reducing balance over 5 years

#### Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

# **Atlantic Reach Limited**

## **Notes to the Financial Statements**

### **Year Ended 31 March 2018**

#### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease. Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

#### **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.



# Atlantic Reach Limited

## Notes to the Financial Statements

Year Ended 31 March 2018

### Financial instruments

#### ***Classification***

The company holds the following financial instruments:

- Short term trade 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.

### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 58.

# Atlantic Reach Limited

## Notes to the Financial Statements

Year Ended 31 March 2018

### 4 Intangible assets

	Goodwill £	Website £	Total £
<b>Cost or valuation</b>			
At 1 April 2017	40,000	12,858	52,858
Additions acquired separately	-	1,582	1,582
At 31 March 2018	40,000	14,440	54,440
<b>Amortisation</b>			
At 1 April 2017	16,000	3,214	19,214
Amortisation charge	4,000	3,610	7,610
At 31 March 2018	20,000	6,824	26,824
<b>Carrying amount</b>			
At 31 March 2018	20,000	7,616	27,616
At 31 March 2017	24,000	9,643	33,643

# Atlantic Reach Limited

## Notes to the Financial Statements

Year Ended 31 March 2018

### 5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
<b>Cost or valuation</b>					
At 1 April 2017	925,402	373,769	1,861	72,469	1,373,501
Additions	30,026	26,955	37,807	-	94,788
Disposals	-	-	(1,800)	-	(1,800)
At 31 March 2018	955,428	400,724	37,868	72,469	1,466,489
<b>Depreciation</b>					
At 1 April 2017	-	212,265	1,039	46,718	260,022
Charge for the year	-	47,741	9,207	5,810	62,758
At 31 March 2018	-	260,006	10,246	52,528	322,780
<b>Carrying amount</b>					
At 31 March 2018	955,428	140,718	27,622	19,941	1,143,709
At 31 March 2017	925,402	161,504	822	25,750	1,113,478

Included within the net book value of land and buildings above is £955,428 (2017 - £925,402) in respect of freehold land and buildings.

# Atlantic Reach Limited

## Notes to the Financial Statements

Year Ended 31 March 2018

### 6 Investment properties

	2018 £
At 1 April 2016 and 31 March 2017	372,600
Disposals	<u>(140,000)</u>
At 31 March	<u><u>232,600</u></u>

There has been no valuation of investment property by an independent valuer.

### 7 Stocks

	2018 £	2017 £
Raw materials and consumables	<u>26,436</u>	<u>16,406</u>

### 8 Debtors

	2018 £	2017 £
Trade debtors	88,785	24,924
Other debtors	25,171	11,582
Prepayments	<u>58,821</u>	<u>80,084</u>
	<u><u>172,777</u></u>	<u><u>116,590</u></u>

# Atlantic Reach Limited

## Notes to the Financial Statements

Year Ended 31 March 2018

### 9 Creditors

**Creditors: amounts falling due within one year**

	<b>Note</b>	<b>2018 £</b>	<b>2017 £</b>
<b>Due within one year</b>			
Loans and borrowings	<u>10</u>	150,662	139,671
Trade creditors		178,643	302,111
Social security and other taxes		97,466	77,191
Outstanding defined contribution pension costs		709	-
Other creditors		61,940	35,096
Accrued expenses		52,829	4,500
Payments on account		114,781	146,707
		<u>657,030</u>	<u>705,276</u>

### **Due after one year**

Loans and borrowings	<u>10</u>	<u>665,129</u>	<u>698,632</u>
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**Creditors: amounts falling due after more than one year**

	<b>Note</b>	<b>2018 £</b>	<b>2017 £</b>
<b>Due after one year</b>			
Loans and borrowings	<u>10</u>	<u>665,129</u>	<u>698,632</u>

### 10 Loans and borrowings

	<b>2018 £</b>	<b>2017 £</b>
<b>Loans and borrowings due after one year</b>		
Bank borrowings	567,148	618,107
Finance lease liabilities	33,981	3,705
Other borrowings	64,000	76,820
	<u>665,129</u>	<u>698,632</u>

# Atlantic Reach Limited

## Notes to the Financial Statements

Year Ended 31 March 2018

	2018 £	2017 £
<b>Current loans and borrowings</b>		
Bank borrowings	49,500	53,652
Bank overdrafts	87,925	81,555
Finance lease liabilities	11,737	2,964
Other borrowings	1,500	1,500
	<u>150,662</u>	<u>139,671</u>

### 11 Share capital

#### Allotted, called up and fully paid shares

	No.	2018 £	No.	2017 £
Ordinary shares of £1 each	144,500	144,500	144,500	144,500
Ordinary non voting shares of £1 each	25,500	25,500	25,500	25,500
	<u>170,000</u>	<u>170,000</u>	<u>170,000</u>	<u>170,000</u>

### 12 Related party transactions

#### Advances to directors

	At 1 April 2017 £	Advances to director £	Repayments by director £	At 31 March 2018 £
<b>2018</b>				
<b>J H Vernon</b>				
Unsecured interest free loan. Repayable on demand	(1,837)	(19,753)	2,151	(19,439)

	At 1 April 2016 £	Advances to director £	Repayments by director £	At 31 March 2017 £
<b>2017</b>				
<b>J H Vernon</b>				
Unsecured interest free loan. Repayable on demand	14,641	(47,728)	31,250	(1,837)

# Atlantic Reach Limited

## Notes to the Financial Statements

Year Ended 31 March 2018

### Dividends paid to directors

	2018 £	2017 £
<b>J H Vernon</b>		
Dividend	-	7,500
	<hr/>	<hr/>
 Dividend	 -	 7,500
	<hr/>	<hr/>

### Summary of transactions with other related parties

Included within creditors is a balance of £13,896 (2017: £15,396) due to Ruthern Barron Limited, a company in which J H Vernon is a shareholder and director.

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