

Company Registration No. 06846807 (England and Wales)

GRACE LAND GROUP LIMITED
UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 JUNE 2017
PAGES FOR FILING WITH REGISTRAR

taylorcocks

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GRACE LAND GROUP LIMITED

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GRACE LAND GROUP LIMITED

COMPANY INFORMATION

Directors Mr A. Chatwin
Mr M. Francis-Baum
Mr J. Akerlund
Mr P. Franzen

Company number 06846807

Registered office 23 Exmouth Market
London
EC1R 4QL

Accountants Taylorcocks Farnham
Abbey House
Hickleys Court
South Street
Farnham
Surrey
GU9 7QQ

GRACE LAND GROUP LIMITED

GROUP BALANCE SHEET

AS AT 30 JUNE 2017

	Notes	2017		2016	
		£	£	£	£
Fixed assets					
Tangible assets	3		1,009,907		309,449
Current assets					
Stocks		66,712		45,284	
Debtors	6	339,888		206,948	
Cash at bank and in hand		67,676		416,827	
		<u>474,276</u>		<u>669,059</u>	
Creditors: amounts falling due within one year	7	(900,561)		(399,575)	
Net current (liabilities)/assets			<u>(426,285)</u>		<u>269,484</u>
Total assets less current liabilities			<u>583,622</u>		<u>578,933</u>
Provisions for liabilities			<u>(66,919)</u>		<u>(52,901)</u>
Net assets			<u><u>516,703</u></u>		<u><u>526,032</u></u>
Capital and reserves					
Called up share capital	9		2,000		2,000
Profit and loss reserves			514,703		524,032
Total equity			<u><u>516,703</u></u>		<u><u>526,032</u></u>

The directors of the group have elected not to include a copy of the profit and loss account within the financial statements.

GRACE LAND GROUP LIMITED

GROUP BALANCE SHEET (CONTINUED)

AS AT 30 JUNE 2017

For the financial year ended 30 June 2017 the group was entitled to exemption from audit under section 477 of the Companies Act 2006.

Directors' responsibilities:

- The members have not required the group to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to groups and companies subject to the small companies' regime.

The financial statements were approved by the board of directors and authorised for issue on 29 March 2018 and are signed on its behalf by:

Mr A. Chatwin
Director

The notes on pages 6 to 16 form part of these financial statements

GRACE LAND GROUP LIMITED

COMPANY BALANCE SHEET

AS AT 30 JUNE 2017

	Notes	2017		2016	
		£	£	£	£
Fixed assets					
Tangible assets	3		2,063		2,304
Investments	4		6,000		5,000
			<u>8,063</u>		<u>7,304</u>
Current assets					
Debtors	6	1,105,419		419,185	
Cash at bank and in hand		8,665		218,960	
		<u>1,114,084</u>		<u>638,145</u>	
Creditors: amounts falling due within one year	7	<u>(844,326)</u>		<u>(615,341)</u>	
Net current assets			<u>269,758</u>		<u>22,804</u>
Total assets less current liabilities			<u>277,821</u>		<u>30,108</u>
Provisions for liabilities			<u>(392)</u>		<u>(461)</u>
Net assets			<u>277,429</u>		<u>29,647</u>
Capital and reserves					
Called up share capital	9		2,000		2,000
Profit and loss reserves			275,429		27,647
Total equity			<u>277,429</u>		<u>29,647</u>

GRACE LAND GROUP LIMITED

COMPANY BALANCE SHEET (CONTINUED)

AS AT 30 JUNE 2017

As permitted by s408 Companies Act 2006, the company has not presented its own profit and loss account and related notes. The company's profit for the year was £349,782 (2016 - £7,429 profit).

For the financial year ended 30 June 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the board of directors and authorised for issue on 29 March 2018 and are signed on its behalf by:

Mr A. Chatwin
Director

Company Registration No.

The notes on pages 6 to 16 form part of these financial statements

GRACE LAND GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

1 Accounting policies

Company information

Grace Land Group Limited ("the company") is a private limited company domiciled and incorporated in England and Wales. The registered office is 23 Exmouth Market, London, EC1R 4QL.

The group consists of Grace Land Group Limited and all of its subsidiaries.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

These group and company consolidated financial statements for the year ended 30 June 2017 are the first financial statements of Grace Land Group Limited and its subsidiaries prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 July 2015. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

The company is a qualifying entity for the purposes of FRS 102, being a member of a group where the parent of that group prepares publicly available consolidated financial statements, including this company, which are intended to give a true and fair view of the assets, liabilities, financial position and profit or loss of the group. The company has therefore taken advantage of exemptions from the following disclosure requirements for parent company information presented within the consolidated financial statements:

- Section 4 'Statement of Financial Position' – Reconciliation of the opening and closing number of shares;
- Section 7 'Statement of Cash Flows' – Presentation of a statement of cash flow and related notes and disclosures;
- Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instrument Issues' – Carrying amounts, interest income/expense and net gains/losses for each category of financial instrument; basis of determining fair values; details of collateral, loan defaults or breaches, details of hedges, hedging fair value changes recognised in profit or loss and in other comprehensive income;
- Section 26 'Share based Payment' – Share-based payment expense charged to profit or loss, reconciliation of opening and closing number and weighted average exercise price of share options, how the fair value of options granted was measured, measurement and carrying amount of liabilities for cash-settled share-based payments, explanation of modifications to arrangements;
- Section 33 'Related Party Disclosures' – Compensation for key management personnel.

GRACE LAND GROUP LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 30 JUNE 2017****1 Accounting policies****(Continued)****1.2 Basis of consolidation**

The consolidated financial statements incorporate those of Grace Land Group Limited and all of its subsidiaries (ie entities that the group controls through its power to govern the financial and operating policies so as to obtain economic benefits). Subsidiaries acquired during the year are consolidated using the purchase method. Their results are incorporated from the date that control passes.

All financial statements are made up to 30 June 2017. Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies used into line with those used by other members of the group.

All intra-group transactions, balances and unrealised gains on transactions between group companies are eliminated on consolidation. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

1.3 Turnover

The turnover shown in the profit and loss account represents sales during the year, exclusive of Value Added Tax and is recognised at the point of sale through electronic tills.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold land and buildings	Over the life of the lease
Plant and machinery	20% per annum on the reducing balance basis
Fixtures and fittings	20% per annum on the reducing balance basis
Computer equipment	33% per annum on cost

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 recognised in the profit and loss account.

1.5 Fixed asset investments

Equity investments are measured at fair value through profit or loss, except for those equity investments that are not publicly traded and whose fair value cannot otherwise be measured reliably, which are recognised at cost less impairment until a reliable measure of fair value becomes available.

In the parent company financial statements, investments in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses.

A subsidiary is an entity controlled by the group. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

GRACE LAND GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2017

1 Accounting policies

(Continued)

1.6 Impairment of fixed assets

At each reporting period end date, the group reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

1.7 Stocks

Stock is valued at the lower of cost and net realisable value.

1.8 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 current liabilities.

1.9 Financial instruments

The group has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the group's balance sheet when the group becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset and the net amounts presented in the financial statements when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

GRACE LAND GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2017

1 Accounting policies

(Continued)

Classification of financial liabilities

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 group after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.10 Equity instruments

Equity instruments issued by the group are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the group.

1.11 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The group's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

GRACE LAND GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2017

1 Accounting policies

(Continued)

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset if, and only if, there is a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.12 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.13 Leases

Rental income from operating leases is recognised on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight line basis over the lease term.

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

GRACE LAND GROUP LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 30 JUNE 2017****2 Employees**

The average monthly number of persons (including directors) employed by the group and company during the year was:

	Group 2017 Number	2016 Number	Company 2017 Number	2016 Number
Total employees	57	31	4	3

3 Tangible fixed assets

Group	Leasehold land and buildings £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Total £
Cost					
At 1 July 2016	113,896	191,540	287,341	12,067	604,844
Additions	211,235	73,533	514,985	3,026	802,779
Disposals	-	(3,304)	-	-	(3,304)
At 30 June 2017	325,131	261,769	802,326	15,093	1,404,319
Depreciation and impairment					
At 1 July 2016	74,703	91,256	119,921	9,518	295,398
Depreciation charged in the year	4,565	24,685	69,816	1,765	100,831
Eliminated in respect of disposals	-	(1,817)	-	-	(1,817)
At 30 June 2017	79,268	114,124	189,737	11,283	394,412
Carrying amount					
At 30 June 2017	245,863	147,645	612,589	3,810	1,009,907
At 30 June 2016	39,194	100,286	167,420	2,549	309,449

GRACE LAND GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2017

3 Tangible fixed assets		(Continued)	
Company	Computer equipment		
	£		
Cost			
At 1 July 2016			3,276
Additions			988
			<u> </u>
At 30 June 2017			4,264
			<u> </u>
Depreciation and impairment			
At 1 July 2016			972
Depreciation charged in the year			1,229
			<u> </u>
At 30 June 2017			2,201
			<u> </u>
Carrying amount			
At 30 June 2017			2,063
			<u> </u>
At 30 June 2016			2,304
			<u> </u>
4 Fixed asset investments			
	Group		Company
	2017	2016	2017
	£	£	£
Investments	-	-	6,000
	<u> </u>	<u> </u>	<u> </u>
			5,000
			<u> </u>

GRACE LAND GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2017

4 Fixed asset investments (Continued)**Movements in fixed asset investments**

Company	Shares in group undertakings
Cost or valuation	£
At 1 July 2016	5,000
Additions	1,000
	<hr/>
At 30 June 2017	6,000
	<hr/>
Carrying amount	
At 30 June 2017	6,000
	<hr/> <hr/>
At 30 June 2016	5,000
	<hr/> <hr/>

5 Subsidiaries

Details of the company's subsidiaries at 30 June 2017 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct
Grace Land (Bethnal Green) Limited	UK	Licenced bar and resturant	Ordinary	100
Grace Land (Camden) Limited	UK	Licenced bar and resturant	Ordinary	100
Grace Land (Islington) Limited	UK	Licenced bar and resturant	Ordinary	100
Grace Land Beer Limited	UK	Brewer of craft beer	Ordinary	100
Grace Land (Stoke Newington) Limited	UK	Licenced bar and resturant	Ordinary	100
Grace Land (Clapton) Limited	UK	Licenced bar and resturant	Ordinary	100

GRACE LAND GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2017

6 Debtors

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Amounts falling due within one year:				
Trade debtors	-	2,834	-	-
Amounts due from group undertakings	-	-	1,068,332	388,258
Other debtors	100,506	57,853	37,087	30,927
Prepayments and accrued income	168,940	113,385	-	-
	<u>269,446</u>	<u>174,072</u>	<u>1,105,419</u>	<u>419,185</u>
	<u><u>269,446</u></u>	<u><u>174,072</u></u>	<u><u>1,105,419</u></u>	<u><u>419,185</u></u>
Amounts falling due after more than one year:				
Other debtors	70,442	32,876	-	-
	<u>70,442</u>	<u>32,876</u>	<u>-</u>	<u>-</u>
	<u><u>70,442</u></u>	<u><u>32,876</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
Total debtors	<u><u>339,888</u></u>	<u><u>206,948</u></u>	<u><u>1,105,419</u></u>	<u><u>419,185</u></u>

7 Creditors: amounts falling due within one year

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Trade creditors	357,937	234,361	12,483	10,904
Amounts due to group undertakings	-	-	474,821	590,407
Corporation tax payable	-	35,607	-	1,895
Other taxation and social security	127,731	87,022	3,369	2,306
Other creditors	381,926	23,115	351,000	7,012
Accruals and deferred income	32,967	19,470	2,653	2,817
	<u>900,561</u>	<u>399,575</u>	<u>844,326</u>	<u>615,341</u>
	<u><u>900,561</u></u>	<u><u>399,575</u></u>	<u><u>844,326</u></u>	<u><u>615,341</u></u>

GRACE LAND GROUP LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 30 JUNE 2017****8 Deferred taxation**

The following are the major deferred tax liabilities and assets recognised by the group and company, and movements thereon:

	Liabilities 2017	Liabilities 2016
Group	£	£
Accelerated capital allowances	79,080	52,901
Tax losses	(12,161)	-
	<u>66,919</u>	<u>52,901</u>
	<u><u>66,919</u></u>	<u><u>52,901</u></u>
	Liabilities 2017	Liabilities 2016
Company	£	£
Accelerated capital allowances	392	461
	<u>392</u>	<u>461</u>
	<u><u>392</u></u>	<u><u>461</u></u>
	Group 2017	Company 2017
	£	£
Movements in the year:		
Liability at 1 July 2016	52,901	461
Charge/(credit) to profit or loss	14,018	(69)
	<u>66,919</u>	<u>392</u>
Liability at 30 June 2017	<u><u>66,919</u></u>	<u><u>392</u></u>
	<u><u>66,919</u></u>	<u><u>392</u></u>
	Group and company 2017	2016
Ordinary share capital Issued and fully paid	£	£
2,000 Ordinary shares of £1 each	2,000	2,000
	<u>2,000</u>	<u>2,000</u>
	<u><u>2,000</u></u>	<u><u>2,000</u></u>

9 Share capital

GRACE LAND GROUP LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 30 JUNE 2017****10 Operating lease commitments****Lessee**

At the reporting end date the group had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Within one year	370,600	240,000	-	-
Between two and five years	1,482,400	960,000	-	-
In over five years	4,317,900	2,652,500	-	-
	<u>6,170,900</u>	<u>3,852,500</u>	<u>-</u>	<u>-</u>

11 Related party transactions

The company has taken advantage of the exemption available under FRS 102 Section 33.1A, whereby it has not disclosed transactions with the ultimate parent company or any wholly owned subsidiary undertaking of the group.

12 Directors' transactions

During the year, the company maintained loan accounts with the directors. At the balance sheet date, one of the directors owed the company £504 (2016 - £903).

The other three directors also maintain loan accounts with the company. At the balance sheet date, these directors were owed £45,900 (2016 - £0) by the company.

Dividends totalling £102,000 (2016 - £0) were paid in the year in respect of shares held by the company's directors.

13 Controlling party

In the opinion of the director there is no single controlling party in the current or previous year.

