

TOON PROPERTIES LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2020

TOON PROPERTIES LIMITED
REGISTERED NUMBER: 02390825

BALANCE SHEET
AS AT 31 MARCH 2020

| | Note | 2020 £ | 2019 £ |
|--|------|-----------------------|-----------------------|
| Fixed assets | | | |
| Tangible assets | 4 | 33,906 | 4,374 |
| Investment property | 5 | 600,000 | 600,000 |
| | | <u>633,906</u> | <u>604,374</u> |
| Current assets | | | |
| Debtors: amounts falling due within one year | 6 | 56,710 | - |
| Cash at bank and in hand | | 4,218 | 9,309 |
| | | <u>60,928</u> | <u>9,309</u> |
| Creditors: amounts falling due within one year | 7 | (205,020) | (109,562) |
| Net current liabilities | | <u>(144,092)</u> | <u>(100,253)</u> |
| Total assets less current liabilities | | <u>489,814</u> | <u>504,121</u> |
| Provisions for liabilities | | | |
| Deferred tax | 8 | (46,680) | (46,720) |
| Net assets | | <u><u>443,134</u></u> | <u><u>457,401</u></u> |
| Capital and reserves | | | |
| Called up share capital | | 100 | 100 |
| Profit and loss account | 9 | 443,034 | 457,301 |
| | | <u><u>443,134</u></u> | <u><u>457,401</u></u> |

TOON PROPERTIES LIMITED
REGISTERED NUMBER: 02390825

BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2020

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

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.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 23 December 2020.

A C Toon

Director

The notes on pages 3 to 8 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

1. General information

Toon Properties Limited is a private company limited by shares, incorporated in England and Wales (registered number: 02390825). Its registered office is Unit 4, Warwick Street Industrial Estate, Birdholme, Chesterfield, Derbyshire, S40 2TT. The principal activity of the Company throughout the year continued to be that of property investment.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The Company's functional and presentation currency is pounds sterling.

The following principal accounting policies have been applied:

2.2 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

2. Accounting policies (continued)

2.3 Operating leases: the Company as lessee

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

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

The Company has taken advantage of the optional exemption available on transition to FRS 102 which allows lease incentives on leases entered into before the date of transition to the standard 01 April 2018 to continue to be charged over the period to the first market rent review rather than the term of the lease.

2.4 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, as follows.

The depreciation rates used are:

| | |
|------------------------|------------------------------|
| Leasehold improvements | - 3 years straight line |
| Plant and machinery | - 20% reducing balance basis |

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.5 Investment property

Investment property is carried at fair value determined annually by external valuers and derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided. Changes in fair value are recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

2. Accounting policies (continued)

2.6 Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities such as bank and cash balances, trade and other accounts receivable and payable, loans from banks and other third parties and loans to and from related parties.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at the transaction price and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets and liabilities are offset and the net amount reported in the Balance sheet when there is an 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.

2.7 Current and deferred taxation

Tax is recognised in the Statement of Income and Retained Earnings.

The current tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

3. Employees

The average monthly number of employees, including directors, during the year was 1 (2019 - 1).

TOON PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

4. Tangible fixed assets

| | Leasehold improvements £ | Plant and machinery £ | Total £ |
|-------------------------------------|--------------------------------|-----------------------------|---------------|
| Cost or valuation | | | |
| At 1 April 2019 | - | 9,136 | 9,136 |
| Additions | 35,959 | - | 35,959 |
| At 31 March 2020 | <u>35,959</u> | <u>9,136</u> | <u>45,095</u> |
| Depreciation | | | |
| At 1 April 2019 | - | 4,762 | 4,762 |
| Charge for the year on owned assets | 5,552 | 875 | 6,427 |
| At 31 March 2020 | <u>5,552</u> | <u>5,637</u> | <u>11,189</u> |
| Net book value | | | |
| At 31 March 2020 | <u>30,407</u> | <u>3,499</u> | <u>33,906</u> |
| At 31 March 2019 | <u>-</u> | <u>4,374</u> | <u>4,374</u> |

5. Investment property

| | Freehold investment property £ |
|-------------------------|---|
| Valuation | |
| At 1 April 2019 | 600,000 |
| At 31 March 2020 | <u>600,000</u> |

The 2020 valuations were made by the director, on an open market value for existing use basis.

TOON PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

6. Debtors

| | 2020 £ | 2019 £ |
|---------------|-----------|-----------|
| Trade debtors | 16,508 | - |
| Other debtors | 40,202 | - |
| | 56,710 | - |

7. Creditors: Amounts falling due within one year

| | 2020 £ | 2019 £ |
|------------------------------------|-----------|-----------|
| Trade creditors | 8,754 | 8,550 |
| Corporation tax | 1,592 | 85 |
| Other taxation and social security | 4,483 | 2,629 |
| Other creditors | 190,191 | 98,298 |
| | 205,020 | 109,562 |

8. Deferred taxation

| | 2020 £ | 2019 £ |
|---------------------------|---------------|---------------|
| At beginning of year | 46,720 | 36,291 |
| Charged to profit or loss | (40) | 10,429 |
| At end of year | 46,680 | 46,720 |

The provision for deferred taxation is made up as follows:

| | 2020 £ | 2019 £ |
|---|-----------|-----------|
| Accelerated capital allowances | 92 | 132 |
| Fair value on movement of investment property | 46,588 | 46,588 |
| | 46,680 | 46,720 |

TOON PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

9. Reserves

Profit and loss account

Included within the profit and loss account reserves are non-distributable reserves arising from changes in the fair value of investment property of £356,411 (2019: £356,411)

10. Commitments under operating leases

At 31 March 2020 the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

| | 2020 | 2019 |
|--|---------------|----------|
| | £ | £ |
| Not later than 1 year | 25,000 | - |
| Later than 1 year and not later than 5 years | 17,500 | - |
| | <u>42,500</u> | <u>-</u> |

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