

Company Registration No. 03620429 (England and Wales)

MNH SUSTAINABLE CABIN SERVICES LTD

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

PAGES FOR FILING WITH REGISTRAR

MNH SUSTAINABLE CABIN SERVICES LTD

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MNH SUSTAINABLE CABIN SERVICES LTD

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2019

	Notes	2019 £	£	2018 £	£
Non-current assets					
Property, plant and equipment	4		18,322		9,370
Current assets					
Inventories		37,878		37,459	
Trade and other receivables	5	3,072,439		2,967,054	
Cash and cash equivalents		309,368		108,556	
		<u>3,419,685</u>		<u>3,113,069</u>	
Current liabilities	6	<u>(3,090,430)</u>		<u>(2,783,669)</u>	
Net current assets			329,255		329,400
Total assets less current liabilities			<u>347,577</u>		<u>338,770</u>
Equity					
Called up share capital	7		1,900		1,900
Retained earnings			345,677		336,870
Total equity			<u>347,577</u>		<u>338,770</u>

The directors of the company have elected not to include a copy of the income statement within the financial statements.

These financial statements have been prepared and delivered 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 11 December 2020 and are signed on its behalf by:

Mr M Rance
Director

Company Registration No. 03620429

MNH SUSTAINABLE CABIN SERVICES LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

Company information

MNH Sustainable Cabin Services Ltd is a private company limited by shares incorporated in England and Wales. The registered office is Rowfant Business Park, Wallage Lane, Rowfant, West Sussex, RH10 4NQ.

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 £1.

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

1.2 Going concern

The financial statements have been prepared on a going concern basis. The directors have considered relevant information, including the annual budget, forecast future cash flows and the impact of subsequent events in making their assessment. The COVID-19 pandemic and ensuing economic shutdown has had a significant impact on the company's operations. The directors have taken advantage of the government support schemes that are available, including furloughing staff and have secured a CBILS loan which will assist with the working capital of the company.

In response to the COVID-19 pandemic, the directors have performed a robust analysis of forecast future cash flows taking into account the potential impact on the business of possible future scenarios arising from the impact of COVID-19. This analysis also considers the effectiveness of available measures to assist in mitigating the impact.

Based on these assessments and having regard to the resources available to the entity, the directors have concluded that there is no material uncertainty in relation to the appropriateness of continuing to adopt the going concern basis in preparing the annual report and accounts.

1.3 Revenue

Revenue is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Income is recognised when the company obtains the right to consideration for the goods and services provided.

Other operating income

Royalty income

Royalty income, included within other operating income, is recognised on a fixed percentage, based on the respective company's turnover for the financial year.

Commission income

Commission income, included within other operating income, is recognised on a usage basis, based on the ERP system created by the company, and used by fellow group companies.

MNH SUSTAINABLE CABIN SERVICES LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

1.4 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Amortisation 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:

Computer software	25% straight line
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1.5 Property, plant and equipment

Property, plant and equipment 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 equipment	25% per annum on a straight line basis
Fixtures and fittings	10% - 33.3% per annum on a straight line basis
Motor vehicles	25% per annum on a diminishing value basis

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 credited or charged to profit or loss.

1.6 Inventories

Inventories are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition.

1.7 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include deposits held at call with banks and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.8 Financial instruments

The company 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.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, bank loans and 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 receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

1.9 Equity instruments

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

MNH SUSTAINABLE CABIN SERVICES LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

1.10 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 income statement 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 company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

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.

1.11 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.13 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss 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 leases asset are consumed.

1.14 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 30 (2018 - 30).

MNH SUSTAINABLE CABIN SERVICES LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

3 Intangible fixed assets

	Computer software £
Cost	
At 1 January 2019 and 31 December 2019	70,622
Amortisation and impairment	
At 1 January 2019 and 31 December 2019	70,622
Carrying amount	
At 31 December 2019	-
At 31 December 2018	-

4 Property, plant and equipment

	Leasehold land and buildings £	Plant and equipment £	Fixtures and fittings £	Motor vehicles £	Total £
Cost					
At 1 January 2019	117,344	35,371	205,606	8,581	366,902
Additions	-	-	18,558	-	18,558
At 31 December 2019	117,344	35,371	224,164	8,581	385,460
Depreciation and impairment					
At 1 January 2019	115,396	33,790	199,765	8,581	357,532
Depreciation charged in the year	1,236	975	7,395	-	9,606
At 31 December 2019	116,632	34,765	207,160	8,581	367,138
Carrying amount					
At 31 December 2019	712	606	17,004	-	18,322
At 31 December 2018	1,948	1,581	5,841	-	9,370

MNH SUSTAINABLE CABIN SERVICES LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

5 Trade and other receivables

	2019	2018
	£	£
Amounts falling due within one year:		
Trade receivables	847,322	888,954
Amounts owed by group undertakings	2,138,065	1,992,770
Other receivables	71,452	69,730
	<u>3,056,839</u>	<u>2,951,454</u>
Deferred tax asset	15,600	15,600
	<u>3,072,439</u>	<u>2,967,054</u>

6 Current liabilities

	2019	2018
	£	£
Bank loans and overdrafts	183,582	-
Trade payables	646,294	830,009
Amounts owed to group undertakings	1,942,570	1,671,971
Taxation and social security	101,330	101,229
Other payables	216,654	180,460
	<u>3,090,430</u>	<u>2,783,669</u>

Bank loans and overdrafts relate to amounts owed under invoice discounting and are secured over the assets of the company.

7 Called up share capital

	2019	2018
	£	£
Ordinary share capital		
Issued and fully paid		
1,800 Ordinary 'A' of £1 each	1,800	1,800
100 Ordinary 'B' of £1 each	100	100
	<u>1,900</u>	<u>1,900</u>

8 Audit report information

As the income statement has been omitted from the filing copy of the financial statements the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

The senior statutory auditor was Peter Reading FCCA.

MNH SUSTAINABLE CABIN SERVICES LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

8 Audit report information

(Continued)

The auditor was MHA Carpenter Box.

MHA Carpenter Box is a trading name of Carpenter Box Limited

9 Operating lease commitments

Lessee

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

2019	2018
£	£
262,274	397,893
<u>262,274</u>	<u>397,893</u>

