REGISTERED NUMBER: 01534394 (England and Wales)

STRATEGIC REPORT, REPORT OF THE DIRECTORS AND

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JULY 2021

FOR

GUYS EATING ESTABLISHMENTS LIMITED

Wallwork Nelson & Johnson
Chartered Accountants & Statutory Auditors
Chandler House
7 Ferry Road Office Park
Riversway
Preston
Lancashire
PR2 2YH

GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JULY 2021

GUYS EATING ESTABLISHMENTS LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 30 JULY 2021

DIRECTORS:	S A Wilkinson K A Wilkinson
SECRETARY:	K A Wilkinson
REGISTERED OFFICE:	Chandler House 7 Ferry Road Office Park Riversway Preston Lancashire PR2 2YH
REGISTERED NUMBER:	01534394 (England and Wales)
AUDITORS:	Wallwork Nelson & Johnson Chartered Accountants & Statutory Auditors Chandler House 7 Ferry Road Office Park Riversway Preston Lancashire PR2 2YH
BANKERS:	NatWest Bank plc 35 Fishergate Preston Lancashire PR1 2AD

GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

STRATEGIC REPORT
FOR THE YEAR ENDED 30 JULY 2021

The Directors present their strategic report for the year to 30 July 2021.

REVIEW OF BUSINESS
The principal activities of the Company are that of restaurateurs and hoteliers.

	2020/21 - 12 Months	19/20 - 18 Months
	£	£
Turnover	3,818,577	5,927,108
Gross Profit	2,868,194	4,016,711
Gross Profit %	75.11%	67.77%
Operating profit/(loss)	553,136	(152,590)

The Coronavirus pandemic has once again had a negative impact on trade. England was put into lock down on 4 November 2020 causing the hospitality sector to close its doors once again. Outdoor service was permitted from 12 April 2021 with indoor service following on 17 May 2021.

During the periods where trade was permitted, the company showed pleasing results.

The year began with the Government's Eat Out to Help Out scheme. This encouraged new customers to the site on Monday to Thursday, which would otherwise see fewer visitors. The Company benefitted from the reduced VAT applicable on food and non alcoholic beverages to increase profit margins. August saw sales of £649,602 compared with £428,904 in August 2019. The improved trade contributed positively to the Company's cashflow.

Restrictions started to impact the business once again in September 2020 with the introduction of the 'Rule of Six' and the 10pm curfew. October 2020 saw the Wyre area being placed into to Tier 2 with alcohol only to be served with a substantial meal. Sales in these two months totalled £664,974 compared to the same two months in 2019 of £810,204. Margin remained high at 70.28% for September (2019: 65.6%) and 71.69 for October (2019: 57.32).

England was placed into a lockdown on 4 November 2020 forcing hospitality to close its doors again.

The Directors utilized the Coronavirus Job Retention Scheme and received discretionary grants from Wyre Borough Council.

On 12 April 2021, outdoor service resumed. In preparation for the reopening, the Company extended the outdoor seating area, giving a competitive advantage over other hospitality venues in the area. This extended the customer base and helped retain and attract new staff.

On 17 May 2021 indoor service resumed. This together with the extended outdoor space increased serving capacity.

Sales in the period May to July 2021 were £1,615,385 compared to £1,161,408 for the same months in 2019.

The good post lockdown trading and the higher margin improved the Company's cashflow position. The increased trend for UK holiday bookings increased occupancy rates and average rates achieved.

Given the external difficulties the Directors consider the results to be outstanding.

GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

STRATEGIC REPORT
FOR THE YEAR ENDED 30 JULY 2021

PRINCIPAL RISKS AND UNCERTAINTIES
Maintaining high standards of corporate governance is vital to support the Company's financial performance. The Directors regularly review the business risks and uncertainties facing the company and take the appropriate action. Set out below are the principal risk factors and the procedures to mitigate those risks and uncertainties.

The Directors consider that they have managed the cashflow risk that has been exaggerated during the pandemic. The Directors have taken advantage of government assistance in the form of the Coronavirus Job Retention Scheme, deferred tax payments under government schemes and have renegotiated banking facilities at competitive rates.

The Company operates a site incorporating a restaurant, a pub and a hotel in a rural location and would normally benefit from visitors from the local population and tourists to the area. Whilst there is competition risk due to the variety of places for customers to choose in the hospitality sector, the site benefits from having a large outdoor area and a scenic setting, This has been expanded by the Directors towards the end of the previous period, to allow greater outdoor capacity. This has given the company a competitive advantage over other establishments in the sector that do not benefit from this additional capacity and space.

The Company operates in a sector where health and safety and hygiene are crucial as well as Licensing Regulations. The company recognises its obligations and the risk to its reputation of any incident affecting its customers. The Directors are mindful of their responsibilities and comply with all relevant regulations.

FINANCIAL KEY PERFORMANCE INDICATORS
The Directors review a number of key financial indicators on a monthly basis, these include sales versus budget and comparisons of food and drink margins and employment costs. the directors monitor the cash position regularly to ensure any lending conditions are met.

FUTURE DEVELOPMENTS
The Directors are pleased with the cash position of the Company and has built up a reserve that will enable the business to cope with some quiet times.

The Government are reluctant to place the country in another lockdown and are committed to keeping business open. The vaccination programme has provided a period of continuity and normality.

Whilst there is some uncertainty with regard to future variants of the virus and restrictions that may be imposed to deal with it, the business has shown its adaptability in working within the restrictions.

The Directors aim to continue to grow the business with new, upmarket menus, planned events and concentrating on margins.

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ON BEHALF OF THE BOARD:

K A Wilkinson - Secretary

18 July 2022

GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 JULY 2021

The directors present their report with the financial statements of the company for the year ended 30 July 2021.

PRINCIPAL ACTIVITY
The principal activities of the company are that of restaurateurs and hoteliers.

DIVIDENDS
The total distribution of dividends for the year ended 30 July 2021 will be £ 165,600 .

DIRECTORS
The directors shown below have held office during the whole of the period from 31 July 2020 to the date of this report.

S A Wilkinson
K A Wilkinson

AUDITOR
The auditor, Wallwork Nelson & Johnson, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

STRATEGIC REPORT
The company has chosen in accordance with Companies Act 2006, s 414C(11) to set out in the company's strategic report information required by Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008, Sch. 7 to be contained in the directors' report. It has been done in respect of :

-Future developments
-Financial risk management objectives and policies

STATEMENT OF DIRECTORS' RESPONSIBILITIES
The directors are responsible for preparing the Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 JULY 2021

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS
So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

ON BEHALF OF THE BOARD:

K A Wilkinson - Secretary

18 July 2022

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF GUYS EATING ESTABLISHMENTS LIMITED

Opinion
We have audited the financial statements of Guys Eating Establishments Limited (the 'company') for the year ended 30 July 2021 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:
- give a true and fair view of the state of the company's affairs as at 30 July 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion
We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern
In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information
The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006
In our opinion, based on the work undertaken in the course of the audit:
- the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF GUYS EATING ESTABLISHMENTS LIMITED

Matters on which we are required to report by exception
In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:
- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors
As explained more fully in the Statement of Directors' Responsibilities set out on page four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management around actual and potential litigation and claims.

- Enquiry of management and entity staff to identify any instances of non compliance with laws and regulations.

- Reviewing financial statement disclosures and testing to support documentation to assess compliance with applicable laws and regulations.

- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness and evaluating the business rationale of significant transactions outside the normal course of business.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF GUYS EATING ESTABLISHMENTS LIMITED

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Michael Barker FCCA (Senior Statutory Auditor)
for and on behalf of Wallwork Nelson & Johnson
Chartered Accountants & Statutory Auditors
Chandler House
7 Ferry Road Office Park
Riversway
Preston
Lancashire
PR2 2YH

18 July 2022

GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

INCOME STATEMENT
FOR THE YEAR ENDED 30 JULY 2021

	Notes	Year Ended 30/7/21 £	Period 1/2/19 to 30/7/20 £
TURNOVER		3,818,577	5,927,108
Cost of sales		950,383	1,910,397
GROSS PROFIT		2,868,194	4,016,711
Administrative expenses		2,934,325	4,533,415
		(66,131)	(516,704)
Other operating income	3	619,267	364,114
OPERATING PROFIT/(LOSS)	5	553,136	(152,590)
Interest receivable and similar income		377	-
		553,513	(152,590)
Interest payable and similar expenses	6	46,510	49,124
PROFIT/(LOSS) BEFORE TAXATION		507,003	(201,714)
Tax on profit/(loss)	7	95,373	(34,197)
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		411,630	(167,517)

The notes form part of these financial statements

GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

**OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JULY 2021**

	Notes	Year Ended 30/7/21 £	Period 1/2/19 to 30/7/20 £
PROFIT/(LOSS) FOR THE YEAR		411,630	(167,517)
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		411,630	(167,517)

The notes form part of these financial statements

GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

BALANCE SHEET
30 JULY 2021

		30/7/21		30/7/20	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	9		5,268,055		5,283,472
CURRENT ASSETS					
Stocks	10	111,004		95,506	
Debtors	11	1,128,192		1,077,711	
Cash at bank and in hand	12	736,245		266,142	
		1,975,441		1,439,359	
CREDITORS					
Amounts falling due within one year	13	1,366,526		1,006,342	
NET CURRENT ASSETS			608,915		433,017
TOTAL ASSETS LESS CURRENT LIABILITIES			5,876,970		5,716,489
CREDITORS					
Amounts falling due after more than one year	14		(1,489,964)		(1,574,539)
PROVISIONS FOR LIABILITIES	18		(10,430)		(11,404)
NET ASSETS			4,376,576		4,130,546
CAPITAL AND RESERVES					
Called up share capital	19		30,500		30,500
Capital redemption reserve	20		3,500		3,500
Other reserve	20		2,597,283		2,597,283
Retained earnings	20		1,745,293		1,499,263
SHAREHOLDERS' FUNDS			4,376,576		4,130,546

The financial statements were approved by the Board of Directors and authorised for issue on 18 July 2022 and were signed on its behalf by:

S A Wilkinson - Director

The notes form part of these financial statements

GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JULY 2021

	Called up share capital £	Retained earnings £	Capital redemption reserve £	Other reserve £	Total equity £
Balance at 1 February 2019	30,500	1,997,980	3,500	2,597,283	4,629,263
Changes in equity					
Dividends	-	(331,200)	-	-	(331,200)
Total comprehensive income	-	(167,517)	-	-	(167,517)
Balance at 30 July 2020	30,500	1,499,263	3,500	2,597,283	4,130,546
Changes in equity					
Dividends	-	(165,600)	-	-	(165,600)
Total comprehensive income	-	411,630	-	-	411,630
Balance at 30 July 2021	30,500	1,745,293	3,500	2,597,283	4,376,576

The notes form part of these financial statements

GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JULY 2021

1. **STATUTORY INFORMATION**

Guys Eating Establishments Limited 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 (£).

The principal place of business is considered to be St. Michael's Road, Billborrow, Preston, PR3 0RS.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements
These financial statements have been prepared in accordance with 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 as modified by the revaluation of certain assets.

Financial Reporting Standard 102 - reduced disclosure exemptions
The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirement of paragraph 33.7.

The company is a wholly owned subsidiary of Thatched Hamlet Limited, a company incorporated in England and Wales. the results of Guys Eating Establishments Limited are included in the consolidated financial statements of Thatched Hamlet Limited which are available from Chandler House, 7 Ferry Road Office Park, Riversway, Preston, PR2 2YH.

Significant judgements and estimates
In the application of the company's accounting policies, management is required to make judgements, estimates and assumptions about the carrying value of assets and liabilities that are not readily available from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both.

The key judgements and sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements are described below;

Estimated useful lives and residual values of fixed assets

Depreciation of tangible fixed assets and amortisation of intangible fixed assets have been based on estimated useful lives and residual values deemed appropriate by the directors. Estimated useful lives are reviewed annually and revised as appropriate. Revisions take into account estimated useful lives used by other companies operating in the sector and actual asset lives and residual values, as evidenced by disposals during current and prior accounting periods.

Impairment of tangible fixed assets

The company assesses at each reporting date whether there is an indication that the carrying amount of an asset may not be recoverable. If there is such an indication, then the company estimates the recoverable amount of the asset using the information available at that date. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use. If the recoverable amount is less than the carrying amount, the carrying amount of an asset comprehensive income.

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GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JULY 2021

2. **ACCOUNTING POLICIES - continued**

Turnover
Turnover is measured at the fair value of the consideration received and is mainly derived from bar and kitchen sales, hotel accommodation sales and the sale of tickets to special events held at various dates during the year, after deducting discounts and value added tax. Turnover is recognised at the point of sale.

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

Freehold property	-	not provided
Plant and machinery	-	15% to 33% on cost
Fixtures and fittings	-	15% and 20% on cost
Motor vehicles	-	25% on cost

Tangible fixed assets are stated at cost less accumulated depreciation and any provision for impairment in value.

The non-depreciation of freehold property is a departure from the requirements of the Companies Act 2006 that all tangible fixed assets should be depreciated. The directors are of the opinion that this departure from the requirements of the Companies Act is necessary to show a true and fair view.

Freehold property is valued at the open market value at the date of transition to FRS 102 to establish the deemed cost.

At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

Stocks
Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to sell is recognised as an impairment loss in profit and loss. Reversals of impairment losses are also recognised in profit and loss.

continued...

2. **ACCOUNTING POLICIES - continued**

Financial instruments
The company has elected to apply the provisions of FRS 102 Section 11 'Basic Financial Instruments' to all of its financial instruments.

A basic financial instrument is a contract that gives rise to a financial asset in one entity and a financial liability or equity instrument of another entity.

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. Trade and other debtors and amounts owed to group undertakings are measured at the undiscounted amount of cash or other consideration expected to be received.

Financial assets are assessed for indicators of impairment at each reporting end date with any impairment loss being recognised in profit and loss.

Basic financial liabilities, including creditors, bank loans and loans to group companies or connected parties are 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.

Bank and other loans and hire purchase contracts are initially measured at the present value of future payments, discounted at a market rate of interest, and subsequently at amortised cost using the effective interest method. Trade creditors are measured at the undiscounted amount of cash or other consideration expected to be paid.

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.

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GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JULY 2021

2. **ACCOUNTING POLICIES - continued**

Employee benefits
The cost of short-term employee benefits is recognised as a liability and as 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.

Going concern
The company has been adversely affected by the effects of the COVID 19 pandemic. The hospitality sector was ordered to close once again when England was put into a further lockdown on 4 November 2020..
Outdoor service was permitted from 12 April 2021 with indoor service being allowed on 17 May 2021.

The company had been experiencing better than usual trade until the closure in November 2020.

The company benefitted greatly from the Government's Eat Out to Help Out scheme and the reduced VAT rate for the hospitality sector contributed to higher margins.

The Directors prepared for the opening of outside hospitality on 12 April 2021 by vastly expanding the outside provision of food and drink. In the first few weeks of opening, trade was in excess of forecasts and pre-covid levels. The larger capacity for outside provision gave the company a competitive advantage over other establishments in the sector that do not benefit from large outdoor spaces which showed in the results for the year.

The Government lifted restrictions to allow indoor hospitality on 17 May 2021, so from that date the overall capacity had been greatly increased from 2020.

The improved trade and capacity during the year, along with the reduced VAT and rates have lead to a cash surplus within the company.

Whilst there is some uncertainty about the effect of future variants of COVID, the vaccination programme and the government's policy to 'live with COVID' has provided some stability.

The Directors, therefore, consider the company to have sufficient funds and trade to continue in operation and that the company is considered to be a going concern.

Other income
Government grants receivable consists of funds received under the Coronavirus Job Retention Scheme implemented by the UK Government response to the COVID 19 pandemic as a contribution to employee costs and Coronavirus grants from Wyre BC.

3. **OTHER OPERATING INCOME**

	Year Ended 30/7/21	Period 1/2/19 to 30/7/20
	£	£
Government grants	619,267	364,114

Government grants receivable consists of funds received under the Coronavirus Job Retention Scheme implemented by the UK Government response to the COVID 19 pandemic as a contribution to employee costs and Coronavirus grants from Wyre BC.

 continued...

GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JULY 2021

4. **EMPLOYEES AND DIRECTORS**

	Year Ended 30/7/21	Period 1/2/19 to 30/7/20
	£	£
Wages and salaries	1,851,186	2,347,611
Social security costs	138,353	147,701
Other pension costs	25,406	68,795
	2,014,945	2,564,107

The average number of employees during the year was as follows:

	Year Ended 30/7/21	Period 1/2/19 to 30/7/20
Management and administration	17	16
Sales	86	89
	103	105

	Year Ended 30/7/21	Period 1/2/19 to 30/7/20
	£	£
Directors' remuneration	223,677	144,674
Directors' pension contributions to money purchase schemes	-	27,000

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	2	2

Information regarding the highest paid director for the year ended 30 July 2021 is as follows:

	Year Ended 30/7/21
	£
Emoluments etc	111,904

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GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JULY 2021

5. OPERATING PROFIT/(LOSS)

The operating profit (2020 - operating loss) is stated after charging:

	Year Ended 30/7/21	Period 1/2/19 to 30/7/20
	£	£
Hire of plant and machinery	41,641	115,047
Other operating leases	7,366	7,530
Depreciation - owned assets	40,070	62,802
Loss on disposal of fixed assets	6,996	-
Auditors' remuneration	16,500	18,500
Preparation of the monthly management accounts	9,675	15,150
Preparing the payroll for the monthly paid employees	440	1,000
Other non- audit services	1,302	14,751

6. INTEREST PAYABLE AND SIMILAR EXPENSES

	Year Ended 30/7/21	Period 1/2/19 to 30/7/20
	£	£
Bank interest	3,402	9,783
Bank loan interest	32,383	30,035
Other loan interest	6,896	9,306
Interest on overdue taxation	3,829	-
	46,510	49,124

7. TAXATION

Analysis of the tax charge/(credit)
The tax charge/(credit) on the profit for the year was as follows:

	Year Ended 30/7/21	Period 1/2/19 to 30/7/20
	£	£
Current tax:		
UK corporation tax	96,443	(33,682)
Prior year tax underprovision/(overprovision)	(96)	15
Total current tax	96,347	(33,667)
Deferred tax	(974)	(530)
Tax on profit/(loss)	95,373	(34,197)

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GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JULY 2021

7. **TAXATION - continued**

Reconciliation of total tax charge/(credit) included in profit and loss
The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	Year Ended 30/7/21 £	Period 1/2/19 to 30/7/20 £
Profit/(loss) before tax	507,003	(201,714)
Profit/(loss) multiplied by the standard rate of corporation tax in the UK of 19% (2020 - 19%)	96,331	(38,326)
Effects of:		
Expenses not deductible for tax purposes	1,438	2,710
Capital allowances in excess of depreciation	(1,326)	-
Depreciation in excess of capital allowances	-	1,934
Adjustments to tax charge in respect of previous periods	(96)	15
Deferred tax charge/(credit)to profit and loss account during year	(974)	(1,934)
Change in tax rates	-	1,404
Total tax charge/(credit)	95,373	(34,197)

8. **DIVIDENDS**

	Year Ended 30/7/21 £	Period 1/2/19 to 30/7/20 £
Interim	165,600	331,200

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GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JULY 2021

9. TANGIBLE FIXED ASSETS

	Freehold property	Plant and machinery	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£	£
COST OR VALUATION					
At 31 July 2020	5,200,000	413,486	309,110	3,958	5,926,554
Additions	-	3,311	28,338	-	31,649
Disposals	-	(114,289)	(63,311)	-	(177,600)
At 30 July 2021	5,200,000	302,508	274,137	3,958	5,780,603
DEPRECIATION					
At 31 July 2020	-	374,897	264,227	3,958	643,082
Charge for year	-	12,837	27,233	-	40,070
Eliminated on disposal	-	(109,793)	(60,811)	-	(170,604)
At 30 July 2021	-	277,941	230,649	3,958	512,548
NET BOOK VALUE					
At 30 July 2021	5,200,000	24,567	43,488	-	5,268,055
At 30 July 2020	5,200,000	38,589	44,883	-	5,283,472

Freehold land and buildings are valued on an open market basis. The original cost of the land and buildings was £3,039,046. A valuation of the land and buildings was carried out on 13 January 2016 by Eckersley Chartered Surveyors, a company external and independent of Guys Eating Establishments Limited. The valuation provided the deemed cost on transition to FRS 102 on 1 February 2016.

Included in the total net book value of tangible fixed assets held at 30 July 2021 was £Nil (2020: £18,160) in respect of assets held under finance leases and hire purchase contracts. Depreciation charged in respect of these assets in the period was £7,401 (2020: £18,842).

10. STOCKS

	30/7/21	30/7/20
	£	£
Food, drink and consumables	111,004	95,506

Stock recognised in cost of sales during the year as an expense was £965,881 (2020: £1,910,080).

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30/7/21	30/7/20
	£	£
Trade debtors	-	2,322
Other debtors	25,886	24,236
Amounts owed by group undertakings	1,009,136	982,689
Tax	-	33,586
Prepayments	93,170	34,878
	1,128,192	1,077,711

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GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JULY 2021

12. CASH AT BANK AND IN HAND

	30/7/21	30/7/20
	£	£
Bank account	701,518	257,328
Cash in hand	34,727	8,814
	736,245	266,142

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30/7/21	30/7/20
	£	£
Bank loans and overdrafts (see note 15)	65,230	79,285
Other loans (see note 15)	78,500	93,872
Trade creditors	501,461	265,600
Tax	62,385	-
Social security and other taxes	249,384	217,706
Other creditors	34,877	21,764
Directors' current accounts	97,034	69,034
Accrued expenses	277,655	259,081
	1,366,526	1,006,342

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

	30/7/21	30/7/20
	£	£
Bank loans (see note 15)	1,489,964	1,570,000
Other loans (see note 15)	-	4,539
	1,489,964	1,574,539

15. LOANS

An analysis of the maturity of loans is given below:

	30/7/21	30/7/20
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	-	79,285
Bank loans - less than 1 year	65,230	-
Other loans - less than 1 year	78,500	93,872
	143,730	173,157
Amounts falling due between one and two years:		
Bank loans 1-2 years (partly after 5 years)	69,296	72,487
Other loans - 1-2 years	-	4,539
	69,296	77,026
Amounts falling due between two and five years:		
Bank loan 2-5 years (payable partly after 5 years)	1,420,668	949,872

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GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JULY 2021

15. LOANS - continued

	30/7/21	30/7/20
	£	£
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loan over 5 years	-	547,641

16. LEASING AGREEMENTS

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

	30/7/21	30/7/20
	£	£
Within one year	90,566	90,566
Between one and five years	346,259	351,825
	436,825	442,391

17. SECURED DEBTS

The following secured debts are included within creditors:

	30/7/21	30/7/20
	£	£
Bank overdraft	-	79,285
Bank loans	1,555,194	1,570,000
	1,555,194	1,649,285

The bank loan and overdraft are secured by way of a legal charge over the land at Guys hotel complex and all the assets of the company

18. PROVISIONS FOR LIABILITIES

	30/7/21	30/7/20
	£	£
Deferred tax	10,430	11,404

	Deferred tax
	£
Balance at 31 July 2020	11,404
Provided during year	(974)
Balance at 30 July 2021	10,430

19. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	30/7/21	30/7/20
			£	£
30,500	Ordinary	£1	30,500	30,500

continued...

GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JULY 2021

20. RESERVES

	Retained earnings £	Capital redemption reserve £	Other reserve £	Totals £
At 31 July 2020	1,499,263	3,500	2,597,283	4,100,046
Profit for the year	411,630			411,630
Dividends	(165,600)			(165,600)
At 30 July 2021	1,745,293	3,500	2,597,283	4,346,076

21. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the year ended 30 July 2021 and the period ended 30 July 2020:

	30/7/21 £	30/7/20 £
K A Wilkinson		
Balance outstanding at start of year	(40,480)	11,620
Amounts repaid	(14,000)	(52,100)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	(54,480)	(40,480)
S A Wilkinson		
Balance outstanding at start of year	(28,554)	23,546
Amounts repaid	(14,000)	(52,100)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	(42,554)	(28,554)

22. RELATED PARTY DISCLOSURES

The company has taken advantage of the exemption available under FRS 102 Section 33 not to disclose related party transactions between wholly owned subsidiaries within the group.

Guys Executive Pension Scheme
During the year the company rented land and buildings from the Guys Executive Pension Scheme to the value of £120,417 (2020: £92,083).

Estate Loan
Included in other loans is an amount due to the Estate of Mrs I M Wilkinson deceased in which S A Wilkinson and K A Wilkinson, together with close family members, have a beneficial interest.

The amount owed by the company at 30 July 2021 was £73,959 (2020: £77,849)

The company paid interest of £4,860 (2020: £7,290) in respect of this loan. Interest is charged at 7% above the Bank of England base rate. The loan is unsecured and there are no set dates for repayment.

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GUYS EATING ESTABLISHMENTS LIMITED (REGISTERED NUMBER: 01534394)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JULY 2021

23. **ULTIMATE CONTROLLING PARTY**

The company is owned and controlled by Thatched Hamlet Limited, a holding company registered in England and Wales. Thatched Hamlet Limited is ultimately owned and controlled by S A Wilkinson and K A Wilkinson, directors, by way of their shareholdings. Thatched Hamlet Limited prepare group accounts which include the results of this company.