

COMPANY REGISTRATION NUMBER: 506372

GRANGESIDE PROPERTIES LIMITED
UNAUDITED FINANCIAL STATEMENTS
31 MARCH 2018



GRANGESIDE PROPERTIES LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2018

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GRANGESIDE PROPERTIES LIMITED

DIRECTORS' REPORT

YEAR ENDED 31 MARCH 2018

The directors present their report and the unaudited financial statements of the company for the year ended 31 March 2018.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company is share investment. There has been no significant change in the nature of the company's business activities during the year under review, nor is any envisaged in the immediate future.

DIRECTORS

The directors who served the company during the year were as follows:

Mr B S E Freshwater

Mr D Davis

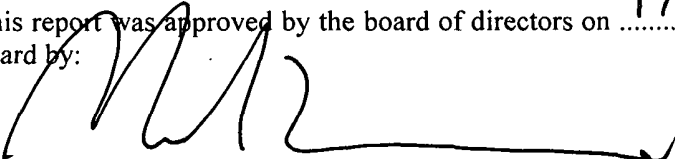
The Articles of Association of the company do not require the directors to retire by rotation. Neither director has a service contract with the company.

RESULTS AND DIVIDENDS

The results for the year are set out in the attached profit and loss account and explanatory notes. The financial position of the company at the year end is set out in the attached balance sheet and explanatory notes.

The company did not pay a dividend in the year (2017: £nil). The directors do not propose a final dividend for the year (2017: £nil).

This report was approved by the board of directors on **17 DEC 2018** and signed on behalf of the board by:


M R M Jenner F.C.I.S
Company Secretary

Registered office:
Freshwater House
158-162 Shaftesbury Avenue
London
WC2H 8HR

GRANGESIDE PROPERTIES LIMITED
PROFIT AND LOSS ACCOUNT AND OTHER COMPREHENSIVE INCOME
YEAR ENDED 31 MARCH 2018

		2018	2017
	Note	£	£
TURNOVER	4	97,416	92,446
GROSS PROFIT		<u>97,416</u>	<u>92,446</u>
Administrative expenses		(2,834)	(1,537)
Net valuation (deficit)/gains on listed investments		<u>(442,347)</u>	<u>651,096</u>
OPERATING (LOSS)/PROFIT		<u>(347,765)</u>	<u>742,005</u>
(LOSS)/PROFIT BEFORE TAXATION		<u>(347,765)</u>	<u>742,005</u>
Tax on (loss)/profit	6	<u>78,000</u>	<u>(56,000)</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR AND TOTAL COMPREHENSIVE INCOME		<u><u>(269,765)</u></u>	<u><u>686,005</u></u>

All the activities of the company are from continuing operations.

The notes on pages 5 to 11 form part of these financial statements.

GRANGESIDE PROPERTIES LIMITED

BALANCE SHEET

31 MARCH 2018

	Note	2018 £	2017 £
FIXED ASSETS			
Investments	7	5,954,300	6,396,647
CURRENT ASSETS			
Debtors	8	1,412,224	1,317,877
Cash at bank and in hand		172	171
		<u>1,412,396</u>	<u>1,318,048</u>
CREDITORS: amounts falling due within one year	9	<u>(823)</u>	<u>(1,057)</u>
NET CURRENT ASSETS		<u>1,411,573</u>	<u>1,316,991</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>7,365,873</u>	<u>7,713,638</u>
PROVISIONS FOR LIABILITIES AND CHARGES	10	<u>(903,000)</u>	<u>(981,000)</u>
NET ASSETS		<u>6,462,873</u>	<u>6,732,638</u>
CAPITAL AND RESERVES			
Called up share capital	13	100	100
Profit and loss account	14	6,462,773	6,732,538
TOTAL EQUITY		<u>6,462,873</u>	<u>6,732,638</u>

For the year ending 31 March 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its 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 companies subject to the small companies' regime.

These financial statements were approved by the board of directors and authorised for issue on 17 DEC 2018 and are signed on behalf of the board by:


Mr B S E Freshwater
Director

Company registration number: 506372

GRANGESIDE PROPERTIES LIMITED
STATEMENT OF CHANGES IN EQUITY
YEAR ENDED 31 MARCH 2018

	Called up share capital £	Profit and loss account £	Total £
AT 1 APRIL 2016	100	6,046,533	6,046,633
Profit for the year	—	686,005	686,005
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	—	686,005	686,005
AT 31 MARCH 2017	100	6,732,538	6,732,638
Loss for the year	—	(269,765)	(269,765)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	—	(269,765)	(269,765)
AT 31 MARCH 2018	<u>100</u>	<u>6,462,773</u>	<u>6,462,873</u>

The balance on the profit and loss account at 31 March 2018 includes £4,965,873 of unrealised profits which are not available for distribution.

GRANGESIDE PROPERTIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2018

1. GENERAL INFORMATION

Grangeside Properties Limited (the "Company") is a company limited by shares and incorporated in the UK. The Company's Registered Office is Freshwater House, 158-162 Shaftesbury Avenue, London WC2H 8HR. The presentation currency of these financial statements is sterling.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in compliance with the provisions applicable to companies subject to the small companies' regime and voluntarily adopting FRS 102, 'The Financial Reporting Standard applicable to the UK and the Republic of Ireland'.

3. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared under the historical cost convention except that listed investments are measured at fair value.

The financial statements have been prepared in accordance with the accounting principles appropriate to a going concern, as the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due, based on the net current asset position of the company and available sources of finance.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

There are no judgements made by directors in the application of these accounting policies that have significant effect on the financial statements nor any estimates with a significant risk of material adjustment in the next year.

Disclosure exemptions

In these financial statements, the company is considered to be a small entity (for the purposes of FRS 102) and has applied the exemptions available under FRS 102 in respect of the Cash Flow Statement and related notes.

Turnover

Turnover represents income from listed investments.

GRANGESIDE PROPERTIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

3. ACCOUNTING POLICIES *(continued)*

Taxation

Tax on the profit or loss for the year comprises current and deferred tax. Tax is recognised in the profit and loss account except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax is expected tax payable or receivable on the taxable income or loss for the year, using rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on timing differences which arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements. The following timing differences are not provided for: differences between accumulated depreciation and tax allowances for the cost of a fixed asset if and when all conditions for retaining the tax allowances have been met. Deferred tax is not recognised on permanent differences arising because certain types of income or expense are non-taxable or are disallowable for tax or because certain tax charges or allowances are greater or smaller than the corresponding income or expense.

Deferred tax is provided in respect of the additional tax that will be paid or avoided on differences between the amount at which an asset (other than goodwill) or liability is recognised in a business combination and the corresponding amount that can be deducted or assessed for tax.

Deferred tax is measured at the tax rate that is expected to apply to the reversal of the related difference, using tax rates enacted or substantively enacted at the balance sheet date. For listed investments that are measured at fair value, deferred tax is provided at the rate and allowances applicable to the sale of the listed investments.

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.

Investments

Listed investments are initially recorded at cost, and subsequently stated at fair value with changes in fair value being recognised in profit or loss account.

GRANGESIDE PROPERTIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

3. ACCOUNTING POLICIES *(continued)*

Financial instruments

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 entity after deducting all its financial liabilities.

Basic financial instruments

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits.

Trade and other debtors

Trade and other debtors are recognised initially at transaction price plus attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate for a similar debt instrument.

Trade and other creditors

Trade and other creditors are recognised initially at transaction price less attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate for a similar debt instrument.

Income and expenses

Interest receivable and Interest payable:

Interest income and interest payable are recognised in the profit and loss account as they accrue, using the effective interest method.

Borrowing costs that are directly attributable to the acquisition, construction or redevelopment of an asset that takes a substantial time to be prepared for use are expensed as incurred.

4. TURNOVER

Turnover arises from:

	2018	2017
	£	£
Dividends	<u>97,416</u>	<u>92,446</u>

The whole of the turnover is attributable to the principal activity of the company wholly undertaken in the United Kingdom.

5. PARTICULARS OF EMPLOYEES

No salaries or wages have been paid to employees, including the directors, during the year (2017: £Nil).

GRANGESIDE PROPERTIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

6. TAX ON (LOSS)/PROFIT

Major components of tax (income)/expense

	2018 £	2017 £
Deferred tax:		
Origination and reversal of timing differences	(78,000)	107,389
Impact of change in tax rate	—	(51,389)
Total deferred tax	<u>(78,000)</u>	<u>56,000</u>
Tax on (loss)/profit	<u>(78,000)</u>	<u>56,000</u>

Reconciliation of tax (income)/expense

The tax assessed on the loss on ordinary activities for the year is lower than (2017: lower than) the standard rate of corporation tax in the UK of 19% (2017: 20%).

	2018 £	2017 £
(Loss)/profit on ordinary activities before taxation	(347,765)	742,005
(Loss)/profit on ordinary activities by rate of tax	(66,075)	148,401
Non-taxable income	(18,509)	(18,489)
Timing differences on unrealised gains	6,046	(22,830)
Impact of change in tax rate	—	(51,389)
Disallowed expenses	291	—
Other differences	247	307
Tax on (loss)/profit	<u>(78,000)</u>	<u>56,000</u>

Factors that may affect future tax income

A reduction in the UK corporation tax rate to 17% (effective from 1 April 2020) was substantively enacted on 15 September 2016. This will reduce the Company's future tax charge accordingly.

The deferred tax liability at 31 March 2018 has been calculated based on the rate of 17% (2017: 17%).

7. INVESTMENTS

	Listed investments £
Fair value	
At 1 April 2017	6,396,647
Revaluations	(442,347)
At 31 March 2018	<u>5,954,300</u>
Impairment	
At 1 April 2017 and 31 March 2018	<u>—</u>

GRANGESIDE PROPERTIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

7. INVESTMENTS *(continued)*

	Listed investments £
Carrying amount	
At 31 March 2018	<u>5,954,300</u>
At 31 March 2017	<u>6,396,647</u>

The fair value of the listed investments at the balance sheet date is determined using quoted prices.

Historical cost model

The historical cost of listed investments at 31 March 2018 is £85,427 (2017: £85,427).

8. DEBTORS

	2018 £	2017 £
Other debtors	<u>1,412,224</u>	<u>1,317,877</u>

Other debtors relate to amounts due from a connected company, Highdorn Co. Limited, a company of which Mr B S E Freshwater is a director and also has a non-beneficial interest in its share capital. The loan is interest free and effectively repayable on demand.

9. CREDITORS: amounts falling due within one year

	2018 £	2017 £
Other creditors	<u>823</u>	<u>1,057</u>

10. PROVISIONS FOR LIABILITIES AND CHARGES

	Deferred tax (note 11) £
At 1 April 2017	981,000
Credit for the year	<u>(78,000)</u>
At 31 March 2018	<u>903,000</u>

GRANGESIDE PROPERTIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

11. DEFERRED TAX

The deferred tax included in the balance sheet is as follows:

	2018 £	2017 £
Included in provisions for liabilities and charges (note 10)	<u>903,000</u>	<u>981,000</u>

The deferred tax account consists of the tax effect of timing differences in respect of:

	2018 £	2017 £
Revaluation of listed investments	<u>903,000</u>	<u>981,000</u>

12. FINANCIAL INSTRUMENTS

The carrying amount for each category of financial instrument is as follows:

	2018 £	2017 £
Financial assets measured at fair value through profit or loss		
Market value of listed investments	<u>5,954,300</u>	<u>6,396,647</u>
Financial assets that are debt instruments measured at amortised cost		
Debtors	1,412,224	1,317,877
Cash at Bank	<u>172</u>	<u>171</u>
	<u>1,412,396</u>	<u>1,318,048</u>

Financial liabilities measured at amortised cost

Creditors	<u>823</u>	<u>1,057</u>
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The fair values of assets held at fair value through profit and loss at the balance sheet date are determined using quoted prices.

13. CALLED UP SHARE CAPITAL

Issued, called up and fully paid

	2018		2017	
	No.	£	No.	£
Ordinary shares of £1 each	50	50	50	50
Preference shares of £0.10 each	500	50	500	50
	<u>550</u>	<u>100</u>	<u>550</u>	<u>100</u>

14. CAPITAL AND RESERVES

Called-up share capital represents the nominal value of shares that have been issued.

Profit and loss account includes all current and prior period retained profits and losses.

GRANGESIDE PROPERTIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

15. RELATED PARTY TRANSACTIONS

The majority of the day to day management of the company's operations is carried out by Highdorn Co. Limited, a company in which Mr B S E Freshwater is a director and has a non-beneficial interest in the share capital.

During the year £480 (2017: £480), including VAT, was payable to Highdorn for the full range of management and administrative services which were charged for at normal commercial rates.

Dividends receivable from listed investments relate to Daejan Holdings Plc, a company in which Mr B S E Freshwater and Mr D Davis are directors and are also interested in its share capital.

The Board considers that the Directors are the key management personnel of the company and their remuneration is disclosed in note 5.