

**GILES W. PRITCHARD-GORDON
& CO. LIMITED
AND SUBSIDIARY COMPANIES**

REPORTS AND FINANCIAL STATEMENTS

30 JUNE 2018

TUESDAY



A14 *A7K3YYJT* #374
04/12/2018
COMPANIES HOUSE

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary Companies**

Directors

V. Pritchard-Gordon
A.C. Wingfield Digby
E.K. Aird
L.C. Keane
E.M. Stoop
N.H.D. Ryder
R.C.M. Aird

Secretary and Registered Office

M.T. Lewis F.C.A.
Slaugham Park, Slaugham, Sussex, RH17 6AH

Company Number

01136375

Auditors

Moore Stephens LLP
Chartered Accountants
150 Aldersgate Street, London, EC1A 4AB

Strategic Report

Principal Activities

The principal activity of the company is that of a holding company and the principal activities of the group are those of owning and operating vessels and diversified farming enterprises.

The group operates a cattle farm in the United Kingdom, a cattle ranch and in the USA and cattle and sheep farms in Australia. The group has a branch in Wyoming in the United States of America.

Business Review – Shipping Group

Results on vessels trading showed a decrease in gross profit from £12,845,702 in 2017 to £11,280,764 in 2018. In terms of key performance indicators this represented a decrease in the gross profit ratio from 37.3% to 33.1%. This was mainly due to higher repair costs and dry dock expenses on chartered vessels.

The shipping group generated a profit for the year after taxation of £1,982,281, compared to a profit of £6,112,736 in 2017, which was a result of higher impairment cost (reversal of impairment in previous year).

At the reporting date, the shipping group maintained a strong cash position of £6,989,444, as compared to £9,364,614 in 2017.

Business Review - Farming

Turnover generated by the group's farming interests has increased in the year to £2,365,871 (2017: £1,960,793), with a gross profit of £1,150,998 (2017: £1,493,195) recorded for the year under review. Revenue increased as the group sold more livestock during the year.

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies**

Strategic Report (Continued)

Business Review – Farming (continued)

The farming group recorded a profit after taxation for the year of £98,900 (2017: loss of £546,576).

PeeGee Gas LLC, a subsidiary company incorporated in the USA, was dissolved in August 2017.

The group sold its interest in Kameruka farm in Australia during the year.

Future Developments

The group has invested in an additional newbuilding contract for Cosima PG during the year. Lily PG was under construction at year end and was delivered in September 2018.

Risks and Uncertainties

The principal risks faced by the group are as follows:

Charter rate risk

Charter rate risk is the risk that the group could be adversely affected by falling market charter rates. In order to mitigate this risk the directors seek to employ the group's vessels on both long and medium term time charters and short term spot charter arrangements.

Credit risk

Credit risk is the risk that a counterparty could default on its contractual obligations resulting in a financial loss to the group. The group is exposed to credit risk to the extent of its trade receivables and cash at bank and seeks to reduce this risk by trading with large, reputable multinational companies and placing deposits with blue chip financial institutions.

Liquidity risk

Liquidity risk is the risk that the group will encounter difficulties meeting financial obligations. The group's directors seek to reduce this risk by maintaining sufficient cash reserves, adopting prudent liquidity risk management policies and following strict cash flow budgets. The group has undertaken additional funding post year end.

Foreign exchange risk

The group is subject to foreign exchange risk as certain transactions, assets and liabilities are denominated in currencies other than sterling. The group's directors seek to monitor and control these risks as part of their on-going financial forecasting and liability management.

On behalf of the Board on 20TH November 2018



A.C. WINGFIELD DIGBY
Director

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies**

Directors' Report

The directors present their report and the audited financial statements for the year ended 30 June 2018.

Please refer to the Strategic Report on pages 1 to 2 for the names of the directors, principal activities of the group, business review of operating segments, future developments and a discussion of the risks and uncertainties.

Results and Dividends

The results for the year are shown in the Statement of Comprehensive Income on page 7.

During the year the company paid a dividend on ordinary shares of £682,000 (2017: £582,000) and on preference shares of £60,000 (2017: £60,000).

Branch Operations

The group has a branch operation in Wyoming in the United States of America.

Political Donation

During the year the company paid £Nil (2017: £5,000) to the Conservative Party in the United Kingdom.

Subsequent Events

Refer to note 19 for the details on subsequent events.

Statement as to Disclosure of Information to Auditors

Each of the persons who are directors at the time when this report is approved has confirmed that:

- (a) so far as each director is aware, there is no relevant audit information of which the group's auditors are unaware; and
- (b) each director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the group's auditors in connection with preparing their report and to establish that the group's auditors are aware of that information.

On behalf of the Board on 20TH NOVEMBER 2018



A.C. WINGFIELD DIGBY

Director

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies**

Statement of Directors' Responsibilities

The directors are responsible for preparing the Strategic Report, Directors' Report and the financial statements in accordance with applicable laws 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 and 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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.

Independent Auditor's Report to the Shareholders of Giles W. Pritchard-Gordon & Co. Limited

Opinion

We have audited the financial statements of Giles W. Pritchard-Gordon & Co. Limited (the "parent company") and its subsidiaries (the "group") for the year ended 30 June 2018 which comprise the consolidated statement of comprehensive income, consolidated statement of financial position, company statement of financial position, consolidated statement of cash flow, consolidated statement of changes in equity, company 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 FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice) and, as regards the parent company financial statements, as applied in accordance with the provisions of the Companies Act 2006.

In our opinion:

- the financial statements give a true and fair view of the state of the group's and the parent company's affairs as at 30 June 2018 and of the group's profit for the year then ended;
- the group's financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- the parent company's financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice and as applied in accordance with the provisions of the Companies Act 2006; 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group 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 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 audit opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate, or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Independent Auditor's Report to the Shareholders of Giles W. Pritchard-Gordon & Co. Limited (Continued)

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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Directors' Report.

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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 4, 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 is 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 group's and the parent 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 group or the parent company or to cease operations, or have no realistic alternative but to do so.

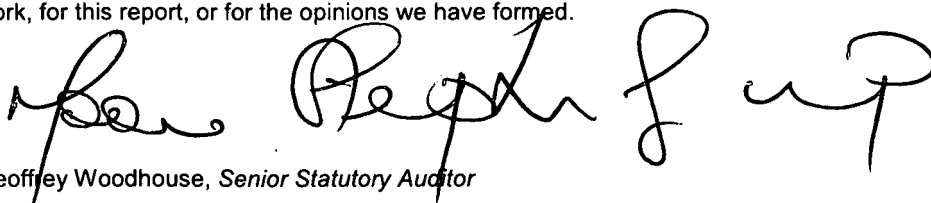
Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report 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 consolidated financial statements.

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

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 an auditor's report 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.



Geoffrey Woodhouse, Senior Statutory Auditor

For and on behalf of Moore Stephens LLP, Statutory Auditor
150 Aldersgate Street

London
EC1A 4AB

Date:

28 XI 2018

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies**

**Consolidated Statement of Comprehensive Income
For the year ended 30 June 2018**

	<u>Note</u>	<u>2018</u> £	<u>2017</u> £
Turnover	2(c)	36,421,073	36,386,398
Cost of sales		<u>(23,989,311)</u>	<u>(22,047,501)</u>
Gross Profit		12,431,762	14,338,897
Net operating expenses	3	<u>(11,201,203)</u>	<u>(7,205,816)</u>
Operating Profit	4	1,230,559	7,133,081
(Loss)/profit on sale of investments		(50)	106,826
Gain on dissolution of subsidiary	10	862,829	-
Gain on derivative financial instrument	16	293,138	52,244
Investment income	5	83,987	47,011
Interest payable	6	<u>(1,073,761)</u>	<u>(678,270)</u>
Profit before Taxation		1,396,702	6,660,892
Taxation credit/(charge)	8	<u>85,135</u>	<u>(126,994)</u>
Profit after Taxation		<u>1,481,837</u>	<u>6,533,898</u>
Other Comprehensive Income			
Unrealised (deficit)/surplus on revaluation of non-current assets	9	(243,434)	836,505
Deferred tax on revaluation gain		-	69,962
Exchange gain/(loss) on translation		<u>1,547,491</u>	<u>(1,326,939)</u>
Total Comprehensive Income for the year		<u>2,785,894</u>	<u>6,113,426</u>

Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies
Consolidated Statement of Financial Position 30 June 2018

	<u>Note</u>	<u>2018</u>		<u>2017</u>	
		£	£	£	£
Non-Current Assets					
Property, plant and equipment	9		78,393,906		68,877,590
Investments	10		102,249		163,177
Pedigree herd			-		19,602
Derivative financial instruments	16		<u>323,048</u>		<u>96,450</u>
			78,819,203		69,156,819
Current Assets					
Inventories	11	2,084,163		2,697,571	
Trade and other receivables	12	1,453,165		1,326,359	
Derivative financial instruments	16	26,181		-	
Cash and cash equivalents		<u>7,641,445</u>		<u>9,654,084</u>	
		11,204,954		13,678,014	
Current Liabilities					
Trade and other payables	13	(8,955,082)		(10,889,373)	
Derivative financial instruments	16	-		(45,420)	
Deferred taxation current provision	14	<u>-</u>		<u>(151,440)</u>	
		(8,955,082)		(11,086,233)	
Net Current Assets			<u>2,249,872</u>		<u>2,591,781</u>
Total Assets Less Current Liabilities			81,069,075		71,748,600
Non-Current Liabilities					
Trade and other payables	13		(19,692,824)		(12,331,108)
Deferred taxation	14		(707,606)		(792,741)
Total Assets Less Liabilities			<u>60,668,645</u>		<u>58,624,751</u>
Capital and Reserves					
Share capital	15		1,210,000		1,210,000
Revaluation reserve			12,804,626		13,853,385
Retained earnings			<u>46,654,019</u>		<u>43,561,366</u>
Total Capital and Reserves			<u>60,668,645</u>		<u>58,624,751</u>

Approved by the Board on 20 TH November 2018


A.C. WINGFIELD DIGBY
 Director

Giles W. Pritchard-Gordon & Co. Limited

Company Statement of Financial Position as at 30 June 2018

	<u>Note</u>	<u>2018</u>		<u>2017</u>	
		£	£	£	£
Non-Current Assets					
Property, plant and equipment	9		87,104		107,912
Investments	10		<u>186,776</u>		<u>186,776</u>
			273,880		294,688
Current Assets					
Trade and other receivables	12	14,923,507		16,263,137	
Cash and cash equivalents		<u>115,074</u>		<u>67,749</u>	
		15,038,581		16,330,886	
Current Liabilities					
Trade and other payables	13	<u>(14,073,779)</u>		<u>(15,376,131)</u>	
Net Current Assets			<u>964,802</u>		<u>954,755</u>
Total Assets Less Liabilities			<u>1,238,682</u>		<u>1,249,443</u>
Capital and Reserves					
Share capital	15		1,210,000		1,210,000
Retained earnings			<u>28,682</u>		<u>39,443</u>
Total Capital and Reserves			<u>1,238,682</u>		<u>1,249,443</u>
Net Profit for the Year			<u>731,239</u>		<u>678,774</u>

Approved by the Board on 20th November 2018



A.C. WINGFIELD DIGBY
Director

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies**

**Consolidated Statement of Cash Flow
For the year ended 30 June 2018**

	<u>Note</u>	<u>2018</u> £	<u>2017</u> £
Cash Flow from Operating Activities			
Operating profit		1,230,559	7,133,081
Adjustments for:			
Depreciation	9	5,345,083	4,668,773
Impairment/(reversal of impairment)	9	1,458,488	(573,641)
Exchange differences		79,600	(230,787)
Gain on sale of fixed assets	4	(686,758)	(59,011)
Gain on dissolution of subsidiary		862,829	-
(Increase)/decrease in trade receivables		(126,806)	1,058,276
(Decrease)/increase in trade payables		(534,268)	834,966
Decrease/(increase) in inventories		633,013	(255,096)
Cash generated from operating activities		8,261,740	12,576,561
Interest paid		(715,026)	(237,555)
Net cash flow from operating activities		7,546,714	12,339,006
Cash flows from investing activities			
Interest received	5	83,987	36,216
Dividend received	5	-	10,795
Repayment of capital invested	10	60,878	64,786
Proceeds on sale of investments		-	113,337
Purchase of capital assets	9	(18,112,483)	(7,345,080)
Proceeds on sale of capital assets		3,215,406	85,457
Net cash used in investing activities		(14,752,212)	(7,034,489)
Cash flows from financing activities			
Draw down of loan		11,186,854	6,385,681
Repayment of loan		(3,400,651)	(5,783,683)
Interest paid on finance lease		(358,735)	(440,715)
Capital element of finance lease payments		(1,492,609)	(1,938,799)
Dividends paid	15	(742,000)	(642,000)
Net cash flow from/(used in) financing activities		5,192,859	(2,419,516)
Net (decrease)/increase in cash and cash equivalents		(2,012,639)	2,885,001
Cash and cash equivalents at beginning of year		9,654,084	6,769,083
Cash and Cash equivalents at end of year		7,641,445	9,654,084

**Giles W. Pritchard-Gordon & Co Limited
and subsidiary companies**

**Consolidated Statement of Changes in Equity
For the year ended 30 June 2018**

	Share Capital £	Retained Earnings £	Revaluation Reserve £	Total £
Balance as at 1 July 2016 (Restated)	1,210,000	38,172,414	13,770,911	53,153,325
Profit for the year	-	6,533,898	-	6,533,898
Dividends	-	(642,000)	-	(642,000)
Revaluation	-	-	836,505	836,505
Reserve transfer	-	782,285	(782,285)	-
Deferred tax on revaluation	-	69,962	-	69,962
Exchange (loss)/gain	-	(1,355,193)	28,254	(1,326,939)
As at 30 June 2017	1,210,000	43,561,366	13,853,385	58,624,751
Profit for the year	-	1,481,837	-	1,481,837
Dividends	-	(742,000)	-	(742,000)
Revaluation	-	-	(243,434)	(243,434)
Reserve transfer	-	805,325	(805,325)	-
Exchange gain	-	1,547,491	-	1,547,491
As at 30 June 2018	<u>1,210,000</u>	<u>46,654,019</u>	<u>12,804,626</u>	<u>60,668,645</u>

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies**

**Company Statement of Changes in Equity
For the year ended 30 June 2018**

	Share Capital £	Retained Earnings £	Total £
Balance as at 1 July 2016	1,210,000	2,669	1,212,669
Profit for the year	-	678,774	678,774
Dividends	-	(642,000)	(642,000)
	<hr/>	<hr/>	<hr/>
As at 30 June 2017	1,210,000	39,443	1,249,443
Profit for the year	-	731,239	731,239
Dividends	-	(742,000)	(742,000)
	<hr/>	<hr/>	<hr/>
As at 30 June 2018	<u>1,210,000</u>	<u>28,682</u>	<u>1,238,682</u>

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies**

Consolidated Financial Statements for the year ended 30 June 2018

Notes

1. General Information

Giles W. Pritchard-Gordon & Co. Limited is a private company, limited by shares, domiciled in England and Wales, registration number 01136375. The registered office is Slaugham Park, Slaugham, Sussex RH17 6AH.

2. Principal Accounting Policies

(a) Basis of accounting

The financial statements have been prepared in accordance with Financial Reporting Standard 102 as issued by the Financial Reporting Council ("FRS 102"). The company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own statement of comprehensive income.

(b) Basis of consolidation

The consolidated statement of financial position and consolidated statement of comprehensive income include the financial statements of the company and its subsidiary companies as set out in note 10, made up to the end of the financial year.

(c) Turnover

Turnover comprises voyage charter income and time charter hire, income receivable from the sale of livestock, together with the total income receivable in respect of sales of farm produce, rent and government grants. Turnover for livestock and farm produce is recognised when the contract to sell the livestock or farm produce is exchanged. Government grants are recognised as income when grant proceeds are received based on performance model.

Voyage charter income is recognised using the percentage of completion method with voyages calculated on a discharge to discharge basis. Full provision is made for any losses on voyages in progress at the reporting date. Time charter income is recognised on a time apportioned basis.

(d) Property, plant and equipment

Vessels owned by the group or leased under finance leases which include purchase options, are stated at valuation. For owned vessels, the group uses valuations from independent brokers in its assessment. For vessels held under finance leases, the vessels are valued at the carrying value of the finance lease.

Depreciation is provided so as to write off the valuation of the owned fleet over the estimated useful life of each vessel, being twenty five years from the date of completion of the build. For the vessels held under the finance leases, the depreciation is calculated over the remaining lease term.

Freehold land is stated at valuation. Freehold buildings outside of the United Kingdom are stated at cost less accumulated depreciation. Freehold buildings in the United Kingdom are stated at valuation.

All other assets are stated at cost less accumulated depreciation.

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies**

Consolidated Financial Statements for the year ended 30 June 2018

Notes (Continued)

2. Principal Accounting Policies (Continued)

(d) Property, plant and equipment (continued)

Fixed assets other than the fleet, are depreciated at the following annual rates:-

Freehold land	- Nil
Freehold buildings	- 2% straight line
Farm building and improvements (UK & USA)	- 6 ² / ₃ % - 10% straight line
Farm buildings and improvements (Australia)	- 2.5% - 25% reducing balance
Farm equipment and vehicles (UK & USA)	- 10% - 25% straight line
Farm equipment and vehicles (Australia)	- 18% - 25% reducing balance
Office furniture and motor vehicles	- 25% - straight line
Computer equipment	- 33% - reducing balance
Computer software	- 33% - straight line

(e) Drydocking and special surveys

The cost of each drydocking or special survey is capitalised and amortised over the period of the next drydocking or special survey. For the newbuild an estimate of the cost of the next future special survey and drydocking is capitalised as part of the cost of the vessel on construction or acquisition. Amounts capitalised in respect of special survey and drydocking are eliminated from both cost and accumulated amortisation on completion of the subsequent special survey or drydocking.

(f) Taxation

Current tax is recognised for the amount of income tax payable in respect of the taxable profit for the current or past reporting periods. Deferred tax is provided in full on timing differences which result in an obligation at the reporting date to pay more tax, or a right to pay less tax, at a future date. The tax rates and laws used are those that have been enacted or substantively enacted by the reporting date. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

(g) Agricultural inventories

All live stock, immature cattle, non-pedigree herd and tenant rights are shown in the statement of financial position at directors' valuation based on an estimate of open market value. Inventories of gravel are stated at the lower of the cost of excavation and net realisable value.

Bloodstock is stated at the lower of cost and net realisable value.

The pedigree herd is stated at original cost. In the opinion of the directors the fair value is not materially different to the cost.

Inventories in respect of bunkers are valued at the lower of cost and net realisable value. Cost is calculated on a first in, first out basis. No provision is made for inventories of lubricants, deck, engine and cabin stores and provisions remaining on board the vessel at the reporting date.

(h) Trade receivables

Trade receivables are amounts due from customers for stock or services sold in the ordinary course of business. Trade receivables are recognised at the undiscounted amount of cash receivable, which is normally the invoice price, less any allowances for doubtful debts.

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies**

Consolidated Financial Statements for the year ended 30 June 2018

Notes (Continued)

2. Principal Accounting Policies (Continued)

(i) Trade payables

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade payables are classified as creditors falling due within one year if payment is due within one year or less (or in the normal operating cycle of the business if longer). If not, they are presented as creditors falling due after one year. Trade creditors are recognised at the undiscounted amount owed to the supplier, which is normally the invoice price.

(j) Revaluation reserve

The surplus/(deficit) arising on the revaluation of freehold land, buildings and the fleet is taken to other comprehensive income. Any revaluation surplus in relation to an asset disposed of in the year is released to retained earnings.

(k) Finance leases

Assets held under finance lease agreements are capitalised in the statement of financial position and depreciated over the shorter of their estimated useful economic life and the lease. Where the lease includes an option to purchase the vessel, the vessel is depreciated over the vessel's estimated useful life. The capital element of finance lease repayments outstanding is included in payables. Interest is calculated to produce a constant periodic rate of charge on the outstanding balance.

(l) Pension costs

The group operates a defined contribution pension scheme with benefits based on final salary. The charge in the income statement reflects accrued annual contributions.

(m) Segmental information

No geographic or classes of business segmental information has been provided as in the opinion of the directors the disclosure of such information would be seriously prejudicial to the interests of the group.

(n) Operating leases

Rentals payable under operating leases are charged to the income statement on a straight line basis over the period of the lease. Rent free periods are straight-lined over the period of the lease.

(o) Foreign currencies

The group has a presentation currency of Pounds Sterling. The group has determined that the US Dollar is its functional currency, as this is the currency of the economic environment in which the group predominantly operates.

Monetary assets and liabilities denominated in currencies other than Pounds Sterling are recorded at the rates of exchange prevailing on the dates of the transactions. At each reporting date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting dates. Non-monetary assets and liabilities carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined. Gains and losses arising on exchange are included in profit or loss with the exception of gains and losses on translation of the company's net investment in foreign subsidiaries which is included in other comprehensive income.

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies**

Consolidated Financial Statements for the year ended 30 June 2018

Notes (Continued)

2. Principal Accounting Policies (Continued)

(p) Investments

Unlisted and subsidiary fixed asset investments are valued at cost less provision for impairment.

(q) Cash and cash equivalents

Cash and cash equivalents consist of cash in hand and balances with banks which are readily convertible, being those with original maturities of three months or less.

(r) Derivative financial instruments

The company uses an interest rate swap to hedge its exposure to movements in interest rates.

Derivative financial instruments are initially recognised at fair value at the date a derivative contract is entered into and remeasured to their fair value at each reporting date. Changes in the fair value of derivative financial instruments are recognised as an income or expense in the Statement of Comprehensive Income as they arise.

The fair value of interest rate swap contracts are determined by calculating the present value of the estimated future cash flows based on observable yield curves.

(s) Critical accounting estimates and judgements

In preparing the financial statements, management is required to make estimates and assumptions which affect reported income, expenses, assets, liabilities and disclosure of contingent assets and liabilities. Use of available information and application of judgement are inherent in the formation of estimates, together with past experience and expectations of future events that have been believed to be reasonable under the circumstances. Actual results in the future could differ from such estimates.

Significant accounting judgements

In the process of applying the group's accounting policies, the directors have made the following accounting judgements which have the most significant effect on the amounts recognised in the financial statements:

Leases

Accounting for leases is mainly determined by the judgement of whether the lease is considered to be a finance lease or an operating lease. Management look to the substance of the transaction and the terms and conditions of the leasing arrangements in judging whether all the risks and rewards of ownership are transferred.

Asset impairment testing

The group reviews its non-current assets for impairment at each reporting date. If events or circumstances indicate that the carrying value may not be recoverable, the value is adjusted to the recoverable amount, determined by independent valuations where available.

Valuation of freehold land

Freehold land is stated at valuation, which is reviewed by the directors at each reporting date. In order to assess valuation, management uses valuations from independent valuers in its assessment.

**Giles W. Pritchard-Gordon & Co. Limited
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Consolidated Financial Statements for the year ended 30 June 2018

Notes (Continued)

2. Principal Accounting Policies (Continued)

(s) Critical accounting estimates and judgements (continued)

Significant accounting estimates

The key assumptions concerning the future and other sources of estimation uncertainty at the end of the reporting period are:

Residual values and estimated remaining lives

The carrying value of owned vessels is depreciated over their expected useful life of 25 years from the date of build to an estimated residual value. Changes in the remaining useful life of the vessels and the residual value, would result in an adjustment to the current value of the future rate of depreciation through profit or loss.

3. Net Operating Expenses

	<u>2018</u> £	<u>2017</u> £
Depreciation, amortisation and impairment	6,803,571	4,095,132
Gain on sale of fixed assets	(686,758)	(59,011)
Administration expenses	4,615,392	4,349,728
Exchange loss/(gain)	468,998	(1,180,033)
	<u>11,201,203</u>	<u>7,205,816</u>

4. Operating Profit

	<u>2018</u> £	<u>2017</u> £
The operating profit is stated after charging/(crediting):		
Depreciation of fleet - owned	3,395,498	2,746,357
- leased	922,994	965,037
Depreciation of other assets	1,026,591	957,378
Impairment/(reversal of impairment)	1,458,488	(573,641)
Government grants received	(11,465)	(10,709)
Auditors' remuneration - audit of financial statements	90,956	89,054
- other services in respect of taxation	11,213	9,250
Operating lease rentals	2,956,277	3,781,643
Gain on disposal of fixed assets	(686,758)	(59,011)

5. Investment Income

	<u>2018</u> £	<u>2017</u> £
Dividends	-	10,795
Interest receivable	83,987	36,216
	<u>83,987</u>	<u>47,011</u>

**Giles W. Pritchard-Gordon & Co. Limited
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Consolidated Financial Statements for the year ended 30 June 2018

6. Interest Payable

	<u>2018</u> £	<u>2017</u> £
On bank loans	715,026	237,555
On finance leases	358,735	440,715
	<u>1,073,761</u>	<u>678,270</u>

7. Directors and Employees

Staff costs, including emoluments in respect of directors of the group comprise:

	<u>2018</u> £	<u>2017</u> £
Wages and salaries	5,510,299	4,967,399
Social security costs	360,215	296,939
Pension contributions	105,402	100,765
	<u>5,975,916</u>	<u>5,365,103</u>

Directors' emoluments for the year amounted to:

Emoluments (including benefits in kind)	773,368	759,982
Pension contributions	1,740	1,280
	<u>775,108</u>	<u>761,262</u>

The emoluments of the highest paid director were:

Emoluments (including benefits in kind)	<u>457,518</u>	<u>449,338</u>
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There are not considered to be any other key management personnel.

The average number of persons (including directors) employed by the group during the year was as follows:

	<u>2018</u>	<u>2017</u>
Farming	9	9
Shipping	72	68
Administration	34	33
	<u>115</u>	<u>110</u>

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies**

Consolidated Financial Statements for the year ended 30 June 2018

Notes (Continued)

8. Taxation

(a) Analysis of credit for the year	<u>2018</u> £	<u>2017</u> £
Current taxation		
Corporation tax	-	-
Total current taxation	-	-
Deferred taxation credit/(charge) (note 14)	85,135	(126,994)
	<u>85,135</u>	<u>(126,994)</u>

One subsidiary in the group has entered the U.K. tonnage tax regime under which their shipowning and operating activities are taxed based on the net tonnage of vessels operated. The tonnage tax charge of £9,756 (2017: £9,457) is included in the statement of comprehensive income within net operating expenses.

Any income and profits outside the tonnage tax regime are taxed under the normal U.K. corporation tax rules.

(b) Factors affecting the tax credit for the year

The tax assessed for the year differs from than the standard rate of corporation tax in the UK. The differences are explained below:

	<u>2018</u> £	<u>2017</u> £
Income before tax	<u>1,396,702</u>	<u>6,660,892</u>
Expected tax charge at 19% (2017: 19.75%)	265,373	1,315,526
Effects of:		
Expenditure not deductible for tax purposes	66,084	22,318
Short term timing differences	(2,181)	(206,604)
Income not taxable under UK corporation tax but under UK tonnage tax regime	(376,633)	(1,207,265)
Other non-taxable income	(164,441)	(15,273)
Profit on disposal of fixed asset	(130,484)	(22,357)
Losses used during the year	80,403	103,768
Losses carried forward	261,879	9,887
Timing difference (note 14)	<u>85,135</u>	<u>(126,994)</u>
Current tax charge for year (note 8(a))	<u>85,135</u>	<u>(126,994)</u>

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies**

Consolidated Financial Statements for the year ended 30 June 2018

Notes (Continued)

9. Property, Plant and Equipment

(a) Group

	<u>Fleet</u> £	<u>Drydocking</u> £	<u>Farms and Farm Equipment</u> £	<u>Motor Vehicles and Equipment</u> £	<u>New Build</u> £	<u>Total</u> £
Cost or						
Valuation						
At 1 July 2017	56,756,395	1,691,264	19,219,515	3,510,897	11,741,322	92,919,393
Additions	261,905	1,094,102	115,270	22,736	16,618,470	18,112,483
Transfers	15,248,914	232,829	-	-	(15,481,743)	-
Disposals	-	(754,086)	(2,360,952)	(5,173)	-	(3,120,211)
Revaluation	(243,434)	-	-	-	-	(243,434)
At 30 June 2018	<u>72,023,780</u>	<u>2,264,109</u>	<u>16,973,833</u>	<u>3,528,460</u>	<u>12,878,049</u>	<u>107,668,231</u>
Depreciation and						
amortisation						
At 1 July 2017	16,277,610	718,464	3,663,741	3,381,988	-	24,041,803
Charge for the						
year	4,318,492	839,202	143,594	43,795	-	5,345,083
Disposals	-	(754,087)	(812,218)	(4,744)	-	(1,571,049)
Impairment	1,244,934	-	213,554	-	-	1,458,488
At 30 June 2018	<u>21,841,036</u>	<u>803,579</u>	<u>3,208,671</u>	<u>3,421,039</u>	<u>-</u>	<u>29,274,325</u>
Net book value						
At 30 June 2018	<u>50,182,744</u>	<u>1,460,530</u>	<u>13,765,162</u>	<u>107,421</u>	<u>12,878,049</u>	<u>78,393,906</u>
At 30 June 2017	<u>40,478,785</u>	<u>972,800</u>	<u>15,555,774</u>	<u>128,909</u>	<u>11,741,322</u>	<u>68,877,590</u>

Farms and farm equipment include freehold land and buildings with a net book value of £13,239,476 (2017: £13,602,864).

Vessels with a net book value of £15,981,216 (2017: £12,124,711) and freehold land and buildings with a net book value of £12,380,470 (2017: £14,116,436) have been pledged as security for long term bank loans (note 13).

Vessels with a net book value of £6,167,623 (2017: £7,848,818) are held on finance leases.

The vessels other than those on finance lease were revalued as at 30 June 2018 at replacement cost, based on a valuation performed by Affinity Valuations Ltd, an independent shipbroker.

The freehold land in Wyoming was revalued at 14 March 2016 on an open market value basis by Martin K Olsen, an ARA qualified independent valuer.

During the year, the group sold its interest in the Kamaruka farm in Australia for AU\$5,500,000.

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies**

Consolidated Financial Statements for the year ended 30 June 2018

Notes (Continued)

9. Property, Plant and Equipment (Continued)

(a) Group (Continued)

If the fleet and freehold land and buildings had not been revalued, they would have been stated on an historical cost basis as follows:

	<u>Fleet</u>		<u>Freehold Land and Buildings</u>	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
	£	£	£	£
Cost	70,569,512	55,058,693	7,725,401	8,111,171
Accumulated depreciation and provision for impairment	<u>(26,194,618)</u>	<u>(21,436,998)</u>	<u>(1,577,675)</u>	<u>(1,569,479)</u>
Net book value	<u>44,374,894</u>	<u>33,621,695</u>	<u>6,147,726</u>	<u>6,541,692</u>

(b) Company

	<u>Motor Vehicles</u>	<u>Computer Equipment</u>	<u>Office Equipment</u>	<u>Total</u>
	£	£	£	£
Cost				
At 1 July 2017	201,795	44,886	37,208	283,889
Additions	19,000	1,319	1,649	21,968
Disposals	<u>-</u>	<u>(1,747)</u>	<u>(3,430)</u>	<u>(5,177)</u>
At 30 June 2018	<u>220,795</u>	<u>44,458</u>	<u>35,427</u>	<u>300,680</u>
Depreciation				
At 1 July 2017	99,082	39,991	36,904	175,977
Charge for the year	40,104	1,724	512	42,340
Disposals	<u>-</u>	<u>(1,319)</u>	<u>(3,422)</u>	<u>(4,741)</u>
At 30 June 2018	<u>139,186</u>	<u>40,396</u>	<u>33,994</u>	<u>213,576</u>
Net book value				
At 30 June 2018	<u>81,609</u>	<u>4,062</u>	<u>1,433</u>	<u>87,104</u>
At 30 June 2017	<u>102,713</u>	<u>4,895</u>	<u>304</u>	<u>107,912</u>

**Giles W. Pritchard-Gordon & Co. Limited
and subsidiary companies**

Consolidated Financial Statements for the year ended 30 June 2018

Notes (Continued)

10. Investments

	<u>Group</u>		<u>Company</u>	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
	£	£	£	£
Shares in group undertakings	-	-	153,000	153,000
Other investments	102,249	163,177	33,776	33,776
	<u>102,249</u>	<u>163,177</u>	<u>186,776</u>	<u>186,776</u>

The company holds the following investments:

<u>Company Name</u>	<u>Country of Incorporation</u>	<u>Proportion Held Directly</u>	<u>Proportion Held Indirectly</u>	<u>Principal Activities</u>
Shares in group undertakings:				
Giles W. Pritchard-Gordon (Shipowning) Limited	England	100%	-	Holding
Giles W. Pritchard-Gordon (Farming) Limited	England	100%	-	Farming
Giles W. Pritchard-Gordon (Futures) Limited	England	100%	-	Non-trading
Giles W. Pritchard-Gordon (Property) Limited	England	100%	-	Non-trading
Pritchard-Gordon Tankers Limited	England	-	100%	Vessel owning
Giles W. Pritchard-Gordon (Australia) Pty Limited	Australia	-	100%	Farming
Sussex Cattle Company	U.S.A	-	100%	Farmland leasing

Other investments:

The Compost Heap Limited	England	25%	-	Greeting card retail
Henrietta Product DIS	Norway	4.5%	-	Vessel owning

The Sussex Cattle Company's result for the year was £Nil (2017: £Nil) and net assets at 30 June 2018 were £499 (2017: £499). The subsidiary has been excluded from the consolidated financial statements on the grounds of materiality.

The investment in The Compost Heap Limited has been accounted for at cost on the grounds that the group does not exercise significant influence over the investee company. The company's result for the year ended 31 October 2017 was a profit of £16,010 (2016: £25,312) and net assets at 31 October 2017 were £151,040 (2016: £135,030).

As part of the sale of Henrietta PG during 2016, the group acquired 4.5% of the share capital of Henrietta Product DIS. During the year the investment was partially repaid amounting to £60,878 (2017: £64,786). There was no reduction in the shareholding of the company.

During the year PeeGee Gas LLC, a subsidiary company incorporated in the USA, was dissolved resulting in a gain of £862,829 (2017: £Nil).

**Giles W. Pritchard-Gordon & Co. Limited
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Consolidated Financial Statements for the year ended 30 June 2018

Notes (Continued)

11. Inventories

<u>Group</u>	<u>2018</u> £	<u>2017</u> £
Tenant rights	454	454
Livestock	1,993,852	2,622,131
Gravel	70,255	74,986
Pedigree herd	19,602	-
	<u>2,084,163</u>	<u>2,697,571</u>

The inventory included in cost of sales during the year was £254,592 (2017: £151,517).

12. Trade and Other Receivables

	<u>Group</u>		<u>Company</u>
	<u>2018</u> £	<u>2017</u> £	<u>2018</u> £
Trade receivables	244,034	411,887	-
Amounts due from subsidiary companies	-	-	14,859,683
Other receivables	344,633	52,154	7,175
Prepayments and accrued income	831,196	831,648	39,659
Deferred tax asset (note 14)	-	-	16,990
VAT recoverable	33,302	30,670	-
	<u>1,453,165</u>	<u>1,326,359</u>	<u>14,923,507</u>
			<u>16,263,137</u>

Amounts due from group companies are unsecured, interest free and repayable on demand. The total amount due from subsidiary companies at 30 June 2018 was £37,517,983 (2017: £39,061,997) of which £22,658,300 (2017: £22,853,237) has been fully provided against.

Giles W. Pritchard-Gordon & Co. Limited has provided assurance not to seek repayment of £24,622,309 (2017: £24,513,120) for the foreseeable future and has agreed to provide on-going financial support to Giles W. Pritchard-Gordon (Farming) Limited if required.

13. Trade and Other Payables

<u>Group</u>	<u>Amounts falling due within one year</u>		<u>Amounts falling due after more than one year</u>
	<u>2018</u> £	<u>2017</u> £	<u>2018</u> £
Bank loans	1,157,124	2,607,149	15,155,268
Amounts due on finance leases	1,630,067	1,580,065	4,537,556
Trade payables	2,395,835	2,669,044	-
Other taxation	76,936	92,240	-
Other payables	343,344	51,021	-
Accruals and deferred income	3,351,776	3,889,854	-
	<u>8,955,082</u>	<u>10,889,373</u>	<u>19,692,824</u>
			<u>12,331,108</u>

**Giles W. Pritchard-Gordon & Co. Limited
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Consolidated Financial Statements for the year ended 30 June 2018

Notes (Continued)

13. Trade and Other Payables (Continued)

Bank loans and finance leases due after more than one year are repayable as follows:

	<u>2018</u>	<u>Group</u>	<u>2017</u>
	£		£
Between one and two years	3,739,497		323,326
Between two and five years	6,545,239		7,238,729
Over five years	<u>9,408,088</u>		<u>4,769,053</u>
	<u>19,692,824</u>		<u>12,331,108</u>

A bank loan amounting to £10,347,838 (2017: £nil) is secured by a first preferred mortgage over m.t. "Rose PG" together with an assignment of its earnings and insurances. The loan, denominated in US Dollars, carries interest at LIBOR plus an applicable term margin of 3.67 per cent.

A bank loan amounting to £Nil (2017: £1,978,646) was secured by a first preferred mortgage over m.t. "Georgina PG" together with an assignment of her earnings and insurances. The loan, denominated in Euros, was repayable in quarterly instalments over one year and carries interest at EURIBOR plus 0.65%. The loan was repaid during the year.

A bank loan amounting to £5,964,554 (2017: £6,385,682) is repayable in quarterly instalments over twenty years and carries interest of LIBOR plus 2.05% per annum. The loan is secured by a charge over freehold land and buildings owned by a subsidiary company, with a net book value of £8,121,668 (2017: £8,079,475) as at 30 June 2018.

A revolving credit facility amounting to £1,678,000 (2017: £1,652,000), secured by a charge over the freehold land and buildings owned by a subsidiary company. The facility is denominated in Australian dollars, is repayable in full in 2027 and carries interest at the bank's loan rate plus 0.5% per annum. The entire balance remains undrawn at 30 June 2018.

Company

	<u>Amounts falling due within one year</u>	
	<u>2018</u>	<u>2017</u>
	£	£
Amounts due to subsidiary companies	13,962,235	15,289,660
Other taxation	53,207	52,237
Other payables	419	3,256
Accruals and deferred income	<u>57,918</u>	<u>30,978</u>
	<u>14,073,779</u>	<u>15,376,131</u>

Amounts due to subsidiary companies are interest free, unsecured and repayable on demand.

**Giles W. Pritchard-Gordon & Co. Limited
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Consolidated Financial Statements for the year ended 30 June 2018

Notes (Continued)

14. Deferred Taxation

<u>Group</u>	<u>2018</u> £	<u>2017</u> £
At 1 July	944,181	887,149
(Credit)/charge for the year (note 8)	(85,135)	126,994
Movement on freehold land revaluation	-	(69,962)
Elimination of PeeGee Gas LLC liability	(151,440)	-
At 30 June	<u>707,606</u>	<u>944,181</u>
	<u>2018</u> £	<u>2017</u> £
Deferred tax		
Current	-	151,440
Non-current	<u>707,606</u>	<u>792,741</u>
	<u>707,606</u>	<u>944,181</u>
Deferred taxation provided is as follows:	<u>2018</u> £	<u>2017</u> £
Tax effect of timing differences due to:		
Excess of capital allowances over depreciation	77,417	681,687
Trading losses carried forward	(559,179)	(926,874)
Revaluation of freehold land	<u>1,189,368</u>	<u>1,189,368</u>
	<u>707,606</u>	<u>944,181</u>

A deferred tax asset of £1,303,031 (2017: £2,689,747) in respect of taxable losses carried forward has not been recognised on the grounds of uncertainty in the foreseeable future profits against which the asset could be offset.

Company

A deferred tax asset of £16,990 (2017: £16,990) has been recognised in respect of excess depreciation over capital allowances.

A deferred tax asset of £973,466 (2017: £791,047) in respect of taxable losses carried forward has not been recognised on the grounds of uncertainty of sufficient taxable profits in the foreseeable future against which the asset could be offset.

**Giles W. Pritchard-Gordon & Co. Limited
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Consolidated Financial Statements for the year ended 30 June 2018

Notes (Continued)

15. Share Capital

	<u>2018</u> £	<u>2017</u> £
Authorised, allotted, called up and fully paid:		
10,000 ordinary equity shares of £1 each	10,000	10,000
1,200,000 redeemable cumulative preference shares of £1 each	<u>1,200,000</u>	<u>1,200,000</u>
	<u>1,210,000</u>	<u>1,210,000</u>

The cumulative preference shares of £1 each at par, in full or in part, at any time, are redeemable at the option of the company.

A fixed cumulative cash dividend is payable to the preference shareholder at an annual rate of 5%, based on the issued price. The company paid a dividend to the preference shareholder of £60,000 in the year (2017: £60,000) which represents 5p per share (2017: 5p per share).

During the year the company paid dividends of £682,000 (2017: £582,000) on the ordinary share capital of the company which represents £68.20 per share (2017: £58.20).

16. Derivative Financial Instruments

In the previous year, the company entered into an interest rate swap agreement to hedge its exposure to movements in the interest rates.

The movement in the fair value of the interest rate swap is as follows:

	<u>2018</u> £	<u>2017</u> £
As at 1 July	51,030	-
Gain on fair value	293,138	52,244
Currency translation differences	<u>5,061</u>	<u>(1,214)</u>
As at 30 June	<u>349,229</u>	<u>51,030</u>
Shown as:	<u>2018</u> £	<u>2017</u> £
Current assets/(liabilities)	26,181	(45,420)
Non-current assets	<u>323,048</u>	<u>96,450</u>
	<u>349,229</u>	<u>51,030</u>

**Giles W. Pritchard-Gordon & Co. Limited
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Notes (Continued)

17. Commitments

The minimum future lease rentals payable under non-cancellable operating leases as at 30 June 2018 are as follows:

	Charterparties		Land and building	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
	£	£	£	£
Within one year	2,126,107	2,574,480	17,000	17,000
Between 2 and 5 years	299,629	796,112	68,000	68,000
More than 5 years	-	-	37,679	54,679
	<u>2,425,736</u>	<u>3,370,592</u>	<u>122,679</u>	<u>139,679</u>

The minimum future lease rentals receivable under non-cancellable operating leases as at 30 June 2018 are as follows:

	Charterparties	
	<u>2018</u>	<u>2017</u>
	£	£
Within one year	30,253,640	25,942,544
Between 2 and 5 years	23,748,046	21,325,751
More than 5 years	927,062	-
	<u>54,928,748</u>	<u>47,268,295</u>

The company has capital commitments relating to instalments due on two vessels under construction. The amount due within one year is £13,237,840 (2017: £9,745,958) and the amount due within two to five years is £10,307,627 (2017: £13,458,430).

18. Related Party Transactions and Controlling Party

There was transactions with related parties during the year.

No individual shareholder owns a controlling interest in the company.

19. Subsequent events

A newbuild vessel Lily PG was delivered in September 2018.