

Audited Financial Statements
for the Year Ended 30 April 2021
for
Harry Hall International Limited

**Contents of the Financial Statements
for the Year Ended 30 April 2021**

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	3

Harry Hall International Limited

**Company Information
for the Year Ended 30 April 2021**

DIRECTORS:	E C Wakefield O C St John Hoare E A Hopper M S Alexander
SECRETARY:	M S Alexander
REGISTERED OFFICE:	Park View Mills Wibsey Park Avenue Wibsey BRADFORD West Yorkshire BD6 3QA
REGISTERED NUMBER:	01362323 (England and Wales)
SENIOR STATUTORY AUDITOR:	Kevin Shotton BA BFP FCA
AUDITORS:	Clive Owen LLP Chartered Accountants & Statutory Auditors 140 Coniscliffe Road Darlington County Durham DL3 7RT

Harry Hall International Limited (Registered number: 01362323)

**Balance Sheet
30 April 2021**

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Intangible assets	4		410,219		206,449
Tangible assets	5		37,609		41,489
Investments	6		406		406
			<u>448,234</u>		<u>248,344</u>
CURRENT ASSETS					
Stocks	7	212		51,144	
Debtors	8	2,313,626		1,918,820	
Cash at bank and in hand		<u>99,491</u>		<u>72,895</u>	
		2,413,329		2,042,859	
CREDITORS					
Amounts falling due within one year	9	<u>2,379,100</u>		<u>1,305,297</u>	
NET CURRENT ASSETS			<u>34,229</u>		<u>737,562</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			482,463		985,906
CREDITORS					
Amounts falling due after more than one year	10		<u>48,146</u>		<u>-</u>
NET ASSETS			<u>434,317</u>		<u>985,906</u>
CAPITAL AND RESERVES					
Called up share capital	12		3,634,502		3,634,502
Share premium			3,916,854		3,916,854
Retained earnings			<u>(7,117,039)</u>		<u>(6,565,450)</u>
SHAREHOLDERS' FUNDS			<u>434,317</u>		<u>985,906</u>

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

In accordance with Section 444 of the Companies Act 2006, the Profit and Loss Account has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 27 January 2022 and were signed on its behalf by:

E A Hopper - Director

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 30 April 2021**

1. STATUTORY INFORMATION

Harry Hall International 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.

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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

There were no material departures from that standard.

The financial statements are presented in £ sterling.

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

Going concern

In the year to 30 April 2021 the company made losses of £551,589. The company forms part of the International Riding Company Limited group. The company has prepared forecasts for 12 months from the date of approval of the accounts. Taking account of the forecasts the directors believe that they will be able to manage working capital to operate within the facilities available to the company in the period of the review.

The directors have received confirmation from the parent company, International Riding Company Limited, that it will continue to make available financial support as may be required for the 12 months from the date of signing these financial statements.

After making enquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the annual report and financial statements.

Preparation of consolidated financial statements

The financial statements contain information about Harry Hall International Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions, including those on normal market terms, with wholly owned subsidiaries within the group.

Significant judgements and estimates

In preparing these financial statements, the directors have had to make the following judgements:

Determine whether there are indicators of impairment of the Company's tangible and intangible assets, including goodwill. Factors taken into consideration in reaching such a decision include the economic viability and expected future financial performance of the asset and where it is a component of a larger cash-generating unit, the viability and expected future performance of that unit.

Notes to the Financial Statements - continued
for the Year Ended 30 April 2021

2. ACCOUNTING POLICIES - continued

Turnover

Turnover represents sales to external customers at invoiced amounts less value added tax or local taxes on sales.

Income recognition

Turnover is recognised on despatch of goods to the customer.

Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

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

Computer software	- 25% on cost
Product development and intellectual property	- 25% on cost and 33% on cost

Goodwill arising on an acquisition of a subsidiary undertaking is the difference between the fair value of the consideration paid and the fair value of the assets and liabilities acquired.

Tangible fixed assets

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

Fixtures and fittings	- 50% on cost, 25% on cost and 10% on cost
Computer equipment	- 50% on cost, 33% on cost and 25% on cost

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

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of average stock. Work in progress and finished goods include labour and attributable overheads.

At each reporting date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit and loss.

Financial instruments

Basic financial instruments are measured at amortised cost with changes recognised in profit or loss.

Taxation

Taxation 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 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.

**Notes to the Financial Statements - continued
for the Year Ended 30 April 2021**

2. ACCOUNTING POLICIES - continued

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.

Research and development

In the research phase of an internal project it is not possible to demonstrate that the project will generate future economic benefits and hence all expenditure on research shall be recognised as an expense when it is occurred. Intangible assets are recognised from the development phase of a project if and only if certain specific criteria are met in order to demonstrate the asset will generate probable future economic benefits and that its cost can be reliably measured. The capitalised development costs are subsequently amortised on a straight line basis over their useful economic lives, which range from 3 to 6 years.

If it is not possible to distinguish between the research phase and the development phase of an internal project, the expenditure is treated as if it were all incurred in the research phase only.

Foreign currencies

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

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.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 29 (2020 - 32) .

Notes to the Financial Statements - continued
for the Year Ended 30 April 2021

4. INTANGIBLE FIXED ASSETS

	Goodwill £	Product development and Intellectual property costs £	Computer software £	Totals £
COST				
At 1 May 2020	35,462	189,229	407,799	632,490
Additions	-	295,000	37,099	332,099
At 30 April 2021	<u>35,462</u>	<u>484,229</u>	<u>444,898</u>	<u>964,589</u>
AMORTISATION				
At 1 May 2020	35,462	162,310	228,269	426,041
Amortisation for year	-	45,163	83,166	128,329
At 30 April 2021	<u>35,462</u>	<u>207,473</u>	<u>311,435</u>	<u>554,370</u>
NET BOOK VALUE				
At 30 April 2021	<u>-</u>	<u>276,756</u>	<u>133,463</u>	<u>410,219</u>
At 30 April 2020	<u>-</u>	<u>26,919</u>	<u>179,530</u>	<u>206,449</u>

5. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 May 2020	108,672	37,837	146,509
Additions	2,483	5,959	8,442
At 30 April 2021	<u>111,155</u>	<u>43,796</u>	<u>154,951</u>
DEPRECIATION			
At 1 May 2020	76,958	28,062	105,020
Charge for year	4,198	8,124	12,322
At 30 April 2021	<u>81,156</u>	<u>36,186</u>	<u>117,342</u>
NET BOOK VALUE			
At 30 April 2021	<u>29,999</u>	<u>7,610</u>	<u>37,609</u>
At 30 April 2020	<u>31,714</u>	<u>9,775</u>	<u>41,489</u>

Notes to the Financial Statements - continued
for the Year Ended 30 April 2021

6. **FIXED ASSET INVESTMENTS**

	Shares in group undertakings £
COST	
At 1 May 2020	
and 30 April 2021	406
NET BOOK VALUE	
At 30 April 2021	406
At 30 April 2020	406

The following are subsidiary undertakings of the company:

Name	Country of Incorporation	Class of shares	Holding	Principle activity
The Riding Sock Company Limited	England and Wales	Ordinary	100%	Dormant
Matchmakers International Limited	England and Wales	Ordinary	100%	Dormant
Masta Rug Company Limited	England and Wales	Ordinary	100%	Dormant
Harry Hall Limited	England and Wales	Ordinary	100%	Dormant
Caldene Limited	England and Wales	Ordinary	100%	Dormant
Cottage Craft Limited	England and Wales	Ordinary	100%	Dormant

7. **STOCKS**

	2021 £	2020 £
Finished goods	212	51,144

8. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021 £	2020 £
Trade debtors	3,669	9,933
Amounts owed by group undertakings	1,713,369	1,570,794
Other debtors	358,562	273,082
Prepayments and accrued income	238,026	65,011
	2,313,626	1,918,820

9. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021 £	2020 £
Bank loans and overdrafts	1,854	-
Trade creditors	218,369	395,591
Amounts owed to group undertakings	1,696,786	680,066
Taxation and social security	42,930	82,028
Other creditors	203,144	30,724
Accruals and deferred income	216,017	116,888
	2,379,100	1,305,297

Notes to the Financial Statements - continued
for the Year Ended 30 April 2021

10. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2021	2020
	£	£
Bank loans - 1-2 years	5,956	-
Bank loans - 2-5 years	17,869	-
Bank loans more 5 yr by instal	24,321	-
	<u>48,146</u>	<u>-</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>24,321</u>	<u>-</u>

The bank loan is repayable over 10 years, with no repayment due for the first year. Interest is charged at a rate of 2.5% commencing after 1 year. The loan is due to mature in May 2030.

11. **LEASING AGREEMENTS**

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

	2021	2020
	£	£
Within one year	55,000	47,460
Between one and five years	195,833	209,167
In more than five years	-	41,667
	<u>250,833</u>	<u>298,294</u>

12. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2021	2020
			£	£
1,501	Ordinary	£1	1,501	1,501
3,633,001	Ordinary B	£1	<u>3,633,001</u>	<u>3,633,001</u>
			<u>3,634,502</u>	<u>3,634,502</u>

13. **DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

Kevin Shotton BA BFP FCA (Senior Statutory Auditor)
for and on behalf of Clive Owen LLP

14. **CONTINGENT LIABILITIES**

There is a multilateral cross guarantee in place between the company and International Riding Company Limited, the parent undertaking. At 30 April 2021 the bank borrowings of International Riding Company Limited amounted to £nil (2020: £nil).

15. **RELATED PARTY DISCLOSURES**

**Notes to the Financial Statements - continued
for the Year Ended 30 April 2021**

16. ULTIMATE PARENT COMPANY

The ultimate parent undertaking is International Riding Company Limited, a company incorporated in England and Wales. The registered office of International Riding Company Limited is Park View Mills, Wibsey Park Avenue, Wibsey, Bradford, West Yorkshire, BD6 3QA.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.