

COMPANY REGISTRATION NUMBER: 01418281

RSN.UK LIMITED
Filleted Financial Statements
31st December 2019



GARRATTS WOLVERHAMPTON LIMITED

Chartered accountants & statutory auditor
29 Waterloo Road
Wolverhampton
West Midlands
WV1 4DJ

RSN.UK LIMITED

Financial Statements

Year ended 31st December 2019

Contents

Pages

Statement of financial position

1

Notes to the financial statements

2 to 8

RSN.UK LIMITED

Statement of Financial Position

31st December 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	6	557,792	648,811
Current assets			
Stocks		519,231	476,031
Debtors	7	313,555	477,098
Cash at bank and in hand		1,322,609	858,447
		<u>2,155,395</u>	<u>1,811,576</u>
Creditors: amounts falling due within one year	8	<u>421,514</u>	<u>398,467</u>
Net current assets		<u>1,733,881</u>	<u>1,413,109</u>
Total assets less current liabilities		<u>2,291,673</u>	<u>2,061,920</u>
Provisions			
Taxation including deferred tax		7,569	20,982
Net assets		<u>2,284,104</u>	<u>2,040,938</u>
Capital and reserves			
Called up share capital	9	40	40
Profit and loss account		2,284,064	2,040,898
Shareholder funds		<u>2,284,104</u>	<u>2,040,938</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the board of directors and authorised for issue on 17th February 2020, and are signed on behalf of the board by:



Mr. S. McGraw
Director

Company registration number: 01418281

The notes on pages 2 to 8 form part of these financial statements.

RSN.UK LIMITED

Notes to the Financial Statements

Year ended 31st December 2019

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Lakeside House, 3 Trentham Office Village, Trentham Lakes South, Stoke-On-Trent, Staffordshire, ST4 8GH.

2. Statement of compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in profit or loss. Fair value is determined by the directors and not an independent valuer and is based on the changes in value of similar properties in the surrounding area.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

This is in accordance with FRS 102 section 16 which, unlike the Companies Act 2006, does not require depreciation of investment properties. Investment properties are held for their investment potential and not for use by the company and so their current value is of prime importance. The departure from the provisions of the Act is required in order to give a true and fair view and to ensure compliance with FRS 102 section 2.

Management has concluded that the financial statements present fairly the company's financial position, financial performance and cash flows. Management also concludes that the company has complied with applicable legislation, except that it has departed from a particular requirement of the applicable legislation to achieve a fair presentation.

There are no restrictions on the realisability of investment property or the remittance of income and proceeds of disposal. There are no contractual obligations to purchase, construct or develop the investment property or for repairs, maintenance or enhancements.

RSN.UK LIMITED

Notes to the Financial Statements *(continued)*

Year ended 31st December 2019

Judgements and key sources of estimation uncertainty

In the preparation of the financial statements, management makes certain judgements and estimates that impact the financial statements. The judgements, estimates and assumptions that have the most significant effect on the carrying value of assets and liabilities of the company as at 31 December 2019 are discussed below:-

Investment Property

Determining the fair value of the investment property each year end requires significant management judgements and estimates. The policy for fair value measurement are detailed in note 3.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Income tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Lease income is recognised in profit or loss on a straight line basis over the lease term. The aggregate cost of lease incentives are recognised as a reduction to income over the lease term on a straight-line basis. Costs, including depreciation, incurred in earning the lease income are recognised as an expense. Any initial direct costs incurred in negotiating and arranging the operating lease are added to the carrying amount of the lease and recognised as an expense over the lease term on the same basis as the lease income.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

RSN.UK LIMITED

Notes to the Financial Statements *(continued)*

Year ended 31st December 2019

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	4% straight line
Retail shop	-	20% - 25% straight line
Fixtures, fittings and equipment	-	8.3% - 33.3% straight line
Retail website	-	20% - 25% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

RSN.UK LIMITED

Notes to the Financial Statements *(continued)*

Year ended 31st December 2019

3. Accounting policies *(continued)*

Provisions *(continued)*

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 14 (2018: 14).

5. Exceptional costs

The company closed a retail outlet at Trentham Gardens after the year end. The exceptional costs incurred due to this comprised of impairment of assets of £34,983, dilapidation costs of £6,000 and redundancy costs of £4,049. These have all been accounted for within these financial statements.

RSN.UK LIMITED

Notes to the Financial Statements *(continued)*

Year ended 31st December 2019

6. Tangible assets

	Freehold property £	Retail shop £	Fixtures, fittings and equipment £	Retail website £	Investment property £	Total £
Cost						
At 1 Jan 2019	428,160	67,624	399,216	94,320	285,440	1,274,760
Additions	—	—	1,976	—	—	1,976
At 31 Dec 2019	428,160	67,624	401,192	94,320	285,440	1,276,736
Depreciation						
At 1 Jan 2019	191,244	19,068	373,918	41,719	—	625,949
Charge for the year	17,126	13,573	13,785	13,528	—	58,012
Impairment losses	—	34,983	—	—	—	34,983
At 31 Dec 2019	208,370	67,624	387,703	55,247	—	718,944
Carrying amount						
At 31 Dec 2019	219,790	—	13,489	39,073	285,440	557,792
At 31 Dec 2018	236,916	48,556	25,298	52,601	285,440	648,811

The investment property is measured at fair value each year end. The fair value of the investment property at the year end amounted to £285,440 (2018: £285,440).

7. Debtors

	2019 £	2018 £
Trade debtors	291,157	442,845
Other debtors	22,398	34,253
	313,555	477,098

8. Creditors: amounts falling due within one year

	2019 £	2018 £
Trade creditors	95,499	91,746
Amounts owed to group undertakings	2,882	1,800
Corporation tax	45,944	27,759
Social security and other taxes	207,167	217,434
Other creditors	70,022	59,728
	421,514	398,467

RSN.UK LIMITED

Notes to the Financial Statements *(continued)*

Year ended 31st December 2019

9. Called up share capital

Authorised share capital

	2019		2018	
	No	£	No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

Issued, called up and fully paid

	2019		2018	
	No	£	No	£
Ordinary shares of £1 each	<u>40</u>	<u>40</u>	<u>40</u>	<u>40</u>

10. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2019	2018
	£	£
Not later than 1 year	34,769	26,927
Later than 1 year and not later than 5 years	39,376	28,923
	<u>74,145</u>	<u>55,850</u>

11. Summary audit opinion

The auditor's report for the year dated 17th February 2020 was unqualified.

The senior statutory auditor was John Hitchen, for and on behalf of Garratts Wolverhampton Limited.

12. Directors' advances, credits and guarantees

At the year end the amounts due to the director Mr S McGraw were £14,679 (2018: £16,685)

RSN.UK LIMITED

Notes to the Financial Statements *(continued)*

Year ended 31st December 2019

13. Related party transactions

The company was under the control of G. Riedel, a director of the company, during the current and previous year.

The company buys stock and services, on normal commercial terms, from Tiroler Glashutte GmbH, its holding company. The value of such purchases during the year ended 31st December 2019 was £1,311,318 (2018: £1,206,103). In addition the holding company provided book-keeping and ordering services at a cost of £63,606 (2018: £76,453). At the end of the year the balance due to Tiroler Glashutte GmbH was £10,845 (2018: £15,167).

The company also trades on normal commercial terms with Bayerische Glaswerke GmbH, a division of Riedel Glassworks. Purchases during the year from this company totalled £182,892 (2018: £353,174). In addition the company provided book-keeping services at a cost of £27,818 (2018: £27,766). At the year end the balance due from Bayerische Glaswerke GmbH was £10,570 (2018: £15,134).

At the year end the balance due to F.X.Nachtmann Bleikristallwerke GmbH, a company owned by Tiroler Glashutte GmbH, its holding company was £2,606 (2018: £1,768).

14. Controlling party

The company is a wholly owned subsidiary of Tiroler Glashutte GmbH, an Austrian company of which Mr. G. Riedel, a director, is principal shareholder and controls the company.