

Gee & Watson Wealth Management Limited

Annual Report and Financial Statements
for the Year Ended 31 July 2018

Whitnalls

Chartered Certified Accountants & Registered Auditors

1st Floor, Cotton House

Old Hall Street

Liverpool

L3 9TX

Gee & Watson Wealth Management Limited

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Gee & Watson Wealth Management Limited

Company Information for the Year Ended 31 July 2018

Directors	A. Cleator D.C. Beck
Registered office	58 Telegraph Road Heswall Wirral CH60 0AG
Bankers	Lloyds Bank Plc Merchants Court 2-12 Lord Street Liverpool Merseyside L2 7XT Svenska Handelsbanken AB (publ.) Ground Floor, Beech House Oaklands Office Park Hooton Road Hooton Wirral CH66 7NZ
Auditors	Whitnalls Chartered Certified Accountants & Registered Auditors 1st Floor, Cotton House Old Hall Street Liverpool L3 9TX

Gee & Watson Wealth Management Limited

Statement of Directors' Responsibilities

The directors acknowledge their responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

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

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

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

Gee & Watson Wealth Management Limited

(Registration number: 01862969)

Balance Sheet as at 31 July 2018

	Note	2018 £	2017 £
Fixed assets			
Intangible assets	<u>3</u>	1,110,005	543,320
Tangible assets	<u>4</u>	33,858	15,491
Other financial assets	<u>5</u>	-	1,683,856
		<u>1,143,863</u>	<u>2,242,667</u>
Current assets			
Debtors	<u>6</u>	176,973	112,340
Cash at bank and in hand		<u>625,062</u>	<u>359,277</u>
		802,035	471,617
Creditors: Amounts falling due within one year	<u>7</u>	<u>(559,039)</u>	<u>(1,168,090)</u>
Net current assets/(liabilities)		<u>242,996</u>	<u>(696,473)</u>
Total assets less current liabilities		1,386,859	1,546,194
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(120,000)</u>	<u>(180,000)</u>
Provisions for liabilities		<u>(5,425)</u>	<u>(2,429)</u>
Net assets		<u><u>1,261,434</u></u>	<u><u>1,363,765</u></u>
Capital and reserves			
Called up share capital		666	666
Capital redemption reserve		334	334
Profit and loss account		<u>1,260,434</u>	<u>1,362,765</u>
Total equity		<u><u>1,261,434</u></u>	<u><u>1,363,765</u></u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 5 to 9 form an integral part of these financial statements.

Gee & Watson Wealth Management Limited

(Registration number: 01862969)

Balance Sheet as at 31 July 2018

Approved and authorised by the Board on 17 June 2019 and signed on its behalf by:

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A. Clcator

Director

.....

D.C. Beck

Director

The notes on pages 5 to 9 form an integral part of these financial statements.
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Gee & Watson Wealth Management Limited

Notes to the Financial Statements for the Year Ended 31 July 2018

1 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Audit report

The Independent Auditor's Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report 21 June 2019 was A.J. Taylor, who signed for and on behalf of Whitnalls.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Gee & Watson Wealth Management Limited

Notes to the Financial Statements for the Year Ended 31 July 2018

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Improvements to Property	20% on reducing balance basis
Fixtures and Fittings	15% on reducing balance basis
Computer Equipment	25% on cost

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	10% to 20% straight line basis

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

2 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 32 (2017 - 19).

Gee & Watson Wealth Management Limited

Notes to the Financial Statements for the Year Ended 31 July 2018

3 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 August 2017	2,132,133	2,132,133
Acquired through business combinations	867,862	867,862
At 31 July 2018	2,999,995	2,999,995
Amortisation		
At 1 August 2017	1,588,813	1,588,813
Amortisation charge	301,177	301,177
At 31 July 2018	1,889,990	1,889,990
Carrying amount		
At 31 July 2018	1,110,005	1,110,005
At 31 July 2017	543,320	543,320

The business combination is in respect of McEwan Wallace Wealth Management Limited, and was acquired on 1st April 2018.

4 Tangible assets

	Furniture, fittings and equipment £	Improvements to Property £	Total £
Cost or valuation			
At 1 August 2017	140,593	29,789	170,382
Additions	20,736	-	20,736
Acquired through business combinations	3,439	-	3,439
Disposals	(13,495)	-	(13,495)
At 31 July 2018	151,273	29,789	181,062
Depreciation			
At 1 August 2017	125,376	29,515	154,891
Charge for the year	5,548	55	5,603
Eliminated on disposal	(13,290)	-	(13,290)
At 31 July 2018	117,634	29,570	147,204
Carrying amount			
At 31 July 2018	33,639	219	33,858
At 31 July 2017	15,217	274	15,491

Gee & Watson Wealth Management Limited

Notes to the Financial Statements for the Year Ended 31 July 2018

5 Other financial assets (current and non-current)

	2018 £	2017 £
Non-current financial assets		
Financial assets at cost less impairment	-	1,683,856
	Financial assets at cost less impairment £	Total £
Non-current financial assets		
Cost or valuation		
At 1 August 2017	1,683,856	1,683,856
At 31 July 2018	1,683,856	1,683,856
Impairment		
At 31 March 2018	1,683,856	1,683,856
At 31 July 2018	1,683,856	1,683,856
Carrying amount		
At 31 July 2018	-	-

Details of the investment in which the Company held 20% or more of the nominal value of any class of share capital are as follows:-

- McEwan Wallace Wealth Management Limited, holding 100% of the ordinary share capital.

As at 1st April 2018, the business of the above company was merged with Gee & Watson Wealth Management Limited. The amount paid less identifiable assets is regarded as Goodwill and reflected within note 3.

6 Debtors

	2018 £	2017 £
Trade debtors	109,421	37,155
Prepayments	67,552	73,596
Other debtors	-	1,589
	176,973	112,340

Gee & Watson Wealth Management Limited

Notes to the Financial Statements for the Year Ended 31 July 2018

7 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Loans and borrowings	<u>8</u>	108,888	64,340
Trade creditors		33,313	1,838
Taxation and social security		326,401	190,340
Accruals and deferred income		79,280	27,936
Other creditors		11,157	883,636
		<u>559,039</u>	<u>1,168,090</u>

Creditors include bank loans and overdrafts which are secured of £60,000 (2017 - £60,000).

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	<u>8</u>	<u>120,000</u>	<u>180,000</u>

Creditors include bank loans and overdrafts which are secured of £120,000 (2017 - £180,000)

8 Loans and borrowings

	2018 £	2017 £
Current loans and borrowings		
Bank borrowings	60,000	60,000
Other borrowings	<u>48,888</u>	<u>4,340</u>
	<u>108,888</u>	<u>64,340</u>

	2018 £	2017 £
Non-current loans and borrowings		
Bank borrowings	<u>120,000</u>	<u>180,000</u>

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.