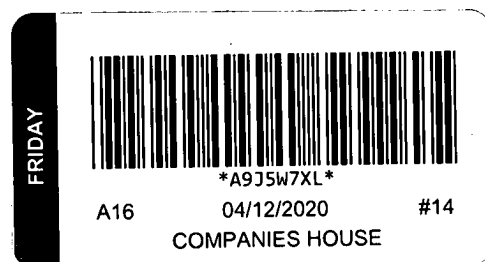


Richmount Management Limited

Registered number: 02427411

Annual Report and Financial Statements

31 December 2019



Richmount Management Limited
Report and financial statements
Year ended 31 December 2019

CONTENTS	PAGE
Corporate information	1
Directors' report	2
Financial statements:-	
Statement of comprehensive income	4
Statement of changes in equity	5
Statement of financial position	6
Notes to the financial statements	7

Richmount Management Limited

Corporate information

UK Registered Number: 02427411

Directors

J Hodgson
A Ohlsson

Secretary

J Hodgson

Bankers

Barclays Bank PLC
1 Churchill Place
London
E14 5HP

Solicitors

Orrick
107 Cheapside
London
United Kingdom
EC2V 6DN

Registered office

First Floor
8 Sackville Street
Mayfair
W1S 3EZ

Richmount Management Limited

Directors' report

The directors present their annual report and the unaudited financial statements of Richmount Management Limited (the "Company") for the year ended 31 December 2019. The Company has met the requirements in the Companies Act 2006 to obtain the exemption provided from the presentation of a strategic report.

Directors of the Company

The directors in office at the date upon which the financial statements were approved are detailed on page 1.

S Robinson resigned as director on 24 April 2019.

Secretary of the Company

The secretary in office at the date upon which the financial statements were approved is detailed on page 1.

S Robinson resigned as secretary on 24 April 2019 and J Hodgson was appointed on the same date.

Dividends

The directors do not recommend the payment of a dividend in respect of the year ended 31 December 2019 (2018: Nil).

Incorporation and principal activity

The Company was incorporated in the United Kingdom on 28 September 1989. The principal activity of the Company is that of property fund management and advice.

Going concern

After the date of the statement of financial position the directors applied to the Financial Conduct Authority ('FCA') to cancel its permission to undertake regulated activities. The FCA confirmed approval of the cancellation from 25 January 2020 and the directors intend to solvently wind up the Company over the next twelve months. As a result, these financial statements have been prepared on a break up basis. The only impact on the financial statements is the provision of liquidation fees of an estimated £10,000.

Statement of directors' responsibilities in respect of the Directors' Report and the financial statements

The directors are responsible for preparing the Directors' 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 they have elected to prepare the financial statements in accordance with UK Accounting Standards including FRS 102 Section 1A, The Financial Reporting Standard applicable to small entities in the UK and Republic of Ireland 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 then apply them consistently;
- make judgements and 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;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Richmount Management Limited

Directors' report

Statement of directors' responsibilities in respect of the Directors' Report and the financial statements (continued)

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 responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

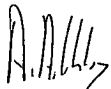
Political contributions

The Company made no political donations or incurred any political expenditure during the year (2018: Nil).

Resignation of auditors

Pursuant to the commencement of the de-regulation process during the year, the Company was entitled to exemption from audit for the year ended 31 December 2019. KPMG Channel Islands Limited subsequently resigned as the Company's auditors.

By order of the board



A Ohlsson
Director

3 December 2020

Richmount Management Limited
Statement of comprehensive income
for the year ended 31 December 2019

	Note	2019 £	2018 £
Turnover	2	262,945	216,512
Administrative expenses		(264,682)	(303,632)
Operating loss		(1,737)	(87,120)
Interest income and similar income		264	91
Loss on ordinary activities before taxation		(1,473)	(87,029)
Tax on profit on ordinary activities	5	-	-
Total comprehensive loss for the financial year		(1,473)	(87,029)

Richmount Management Limited**Statement of changes in equity****for the year ended 31 December 2019**

	Called-up share capital £	Share premium £	Profit and loss account £	Total equity £
At 1 January 2018	41,000	14,000	105,006	160,006
Total comprehensive loss for the year	-	-	(87,029)	(87,029)
At 31 December 2018	41,000	14,000	17,977	72,977
Total comprehensive loss for the year	-	-	(1,473)	(1,473)
At 31 December 2019	41,000	14,000	16,504	71,504

Richmount Management Limited

Statement of financial position

at 31 December 2019

	Note	2019 £	2018 £
Current assets			
Debtors and prepayments	6	66,970	99,264
Cash at bank and in hand		75,034	55,811
		<u>142,004</u>	<u>155,075</u>
Creditors: amounts falling due within one year	7	<u>(70,500)</u>	<u>(82,098)</u>
Net current assets		<u>71,504</u>	<u>72,977</u>
Net assets		<u>71,504</u>	<u>72,977</u>
Capital and reserves			
Called-up share capital	9	41,000	41,000
Share premium account	10	14,000	14,000
Profit and loss account	10	<u>16,504</u>	<u>17,977</u>
		<u>71,504</u>	<u>72,977</u>

Audit exemption statement

For the year ending 31 December 2019, the Company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements on pages 4 to 10 were approved and authorised for issue by the Board of Directors on 3 December 2020.


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A Ohlsson
Director

Registered number: 02427411

Richmount Management Limited

Notes to the financial statements

for the year ended 31 December 2019

1. Accounting policies

Statement of compliance

The Company is a private company, limited by shares and incorporated in the United Kingdom. The registered office is First Floor, 8 Sackville Street, Mayfair, W1S 3EZ. The principal activity of the Company is that of property fund management and advice.

Basis of accounting

The Company's financial statements have been prepared in accordance with applicable law and with United Kingdom Accounting Standards including Financial Reporting Standard 102 Section 1A, The Financial Reporting Standard applicable to small entities in the UK and Republic of Ireland ("FRS 102") as issued in March 2018 as it applies to the financial statements of the Company for the year ended 31 December 2019.

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

Going concern

After the date of the statement of financial position the directors applied to the Financial Conduct Authority ('FCA') to cancel its permission to undertake regulated activities. The FCA confirmed approval of the cancellation from 25 January 2020 and the directors intend to solvently wind up the Company over the next twelve months. As a result, these financial statements have been prepared on a break up basis. The only impact on the financial statements is the provision of liquidation fees of an estimated £10,000.

Cash flow statement

In these financial statements, the Company has not prepared a cash flow statement in accordance with Section 1A of FRS 102.

Basic financial instruments

All of the Company's financial assets and liabilities, in the absence of any impairment, are held at their original cost.

Cash and cash equivalents

Cash and cash equivalents in the statement of financial position comprise cash at banks and in hand.

Debtors and creditors falling due within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment of short-term debtors are recognised in the statement of comprehensive income.

Work in progress

Work in progress is valued at cost, which includes time spent on property management and advice given on incomplete assignments. Impairment is made for irrecoverable costs where appropriate.

Turnover

Turnover is accounted for when the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity, the stage of completion of the transaction at the end of the reporting period can be measured reliably and the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

The revenue is in respect of goods and services, exclusive of value added tax and discounts.

Expenses

Expenses are accrued and recognised in the period to which they relate.

Richmount Management Limited

Notes to the financial statements

for the year ended 31 December 2019

1. Accounting policies (continued)

Taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted. In the directors opinion no deferred tax assets are likely to be recoverable.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time that differences are expected to reverse.

Deferred tax assets and liabilities are discounted.

2. Turnover

All turnover arose within the United Kingdom.

3. Operating loss

The operating loss is stated after charging:

	2019 £	2018 £
Auditor's remuneration – audit of financial statements	-	9,700

4. Staff costs

The Company has no employees other than the directors, who did not receive any remuneration during the year (2018: Nil). For amounts paid to directors, see note 11.

5. Tax

The Company is subject to corporate tax at 19% per annum for the purposes of taxation in the United Kingdom. The tax charge for the year is made up as follows:

	2019 Pre-tax loss	2019 Tax	2018 Pre-tax loss	2018 Tax
Current tax				
Tax on PBT at standard rate:				
UK – 19 % (2018: 19%)	(1,473)	(280)	(87,029)	(16,536)
Effect of:				
Unrelieved tax losses		280		16,536
Tax charge for the year		-		-

Richmount Management Limited

Notes to the financial statements

for the year ended 31 December 2019

5. Tax (continued)

Factors that may affect future tax changes

A reduction in the UK corporation tax rate from 21% to 20% (effective from 1 April 2015) was substantively enacted on 2 July 2013. Further reductions to 19% (effective from 1 April 2017) and to 18% (effective 1 April 2020) were substantively enacted on 26 October 2015, and an additional reduction to 17% (effective 1 April 2020) was substantively enacted on 6 September 2016. This will reduce the company's future tax charge accordingly.

The Company has an unrecognised deferred tax asset of approximately £22,540 (2018: £22,260) in respect of tax losses brought forward.

6. Debtors and prepayments

	2019 £	2018 £
Work in progress	36,089	41,470
Other receivables	25,293	-
Trade debtors	5,198	56,906
Prepayments	390	888
	<u>66,970</u>	<u>99,264</u>

7. Creditors

	2019 £	2018 £
Accruals and deferred income	10,500	22,768
Other payables	10,000	9,330
Related party loans (see note 11)	50,000	50,000
	<u>70,500</u>	<u>82,098</u>

8. Financial instruments

All of the Company's financial assets and liabilities are due in less than one year and in the absence of any impairment, are held at their original cost.

9. Called-up share capital

	2019 £	2018 £
Authorised, issued and fully paid		
41,000 Ordinary shares of £1 each	<u>41,000</u>	<u>41,000</u>

All shares rank pari passu and carry one vote per share. There are no restrictions attached to the shares regarding the distribution of dividends or the repayment of capital.

10. Reserves

Share premium account

Includes any premiums received on issue of share capital. Any transaction costs associated with the issuing of shares are deducted from share premium.

Profit and loss account

Includes all current and prior period retained profits and losses.

Richmount Management Limited

Notes to the financial statements

for the year ended 31 December 2019

11. Related party transactions

During the year, management services totalling £75,000 (2018: £150,000) were supplied by Somerston Capital Limited, a fellow subsidiary, and this amount is included within administration expenses within the statement of comprehensive income.

During the year, consultancy fees of £112,250 were paid to J Hodgson (2018: £57,292).

As at 31 December 2019, £50,000 (2018: £50,000) was owed to Somerston Group Limited, its immediate parent company, in respect of an interest free loan, repayable on demand.

12. Controlling parties

The Company's immediate parent company is Somerston Group Limited, a company registered in Jersey, whose registered office is 45 Esplanade, St Helier, Jersey, Channel Islands, JE2 3QB. Somerston Group Limited is wholly owned by Carlton Investment Trust Limited ("Carlton") a company registered in Jersey. Carlton is the largest group of undertakings for which consolidated financial statements are prepared in which the results of the company are included.

The shares of Carlton are owned by Carlton Limited as Trustee of the Diana Hudson Family Settlement whom the directors regard to be the ultimate controlling party.

13. Events after the reporting period

After the date of the statement of financial position the directors applied to the FCA to cancel its permission to undertake regulated activities. The FCA confirmed approval of the cancellation from 25 January 2020 and the directors intend to solvently wind up the Company over the next twelve months.