

PETER HAMBRO LIMITED

Company No: 2464910

FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2017

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PETER HAMBRO LIMITED

BOARD OF DIRECTORS:

P.C.P. Hambro (Chairman)
L.P. Hambro
T.B.M. Holcroft

COMPANY NUMBER:

2464910

REGISTERED OFFICE:

4th Floor, 140 Buckingham Palace Road
London SW1W 9SA

AUDITORS:

Heywards
6th Floor
Remo House
310-312 Regent Street
London W1B 3BS

BANKERS:

Barclays Bank plc
One Churchill Place
London E14 5HP

SG Hambros Bank Limited
Norfolk House
31 St James's Square
London SW1Y 4JR

PETER HAMBRO LIMITED

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PETER HAMBRO LIMITED

REPORT OF THE DIRECTORS

The Directors present their Report and Financial Statements for the year ended 31 December 2017.

1 PRINCIPAL ACTIVITY

The principal activity of the Group is that of merchant financing. This involves the provision and arrangement of finance for customers that, in turn, may involve (but is not limited to) any combination of loans, equity participation and the purchase of and sales of stocks, shares and precious or base metals or other products. In addition to its own staff the Group engages the services of external consultants who are experts in geology, process engineering, accountancy and other fields related to its mining interests. Management, consultancy and financing services are supplied by the Group to its customers on a fee basis.

2 RESULTS AND DIVIDENDS

The Group's loss for the year after taxation amounted to £220,025 (2016: £118,807). No dividend is recommended (2016: £Nil).

3 DIRECTORS

The Directors who served during the year were as follows:

P.C.P. Hambro
L.P. Hambro
T.B.M. Holcroft

4 AUDITORS

The auditors, Heywards, are deemed to be reappointed under section 487 (2) of the Companies Act 2006.

5 STATEMENT OF DISCLOSURE TO AUDITORS

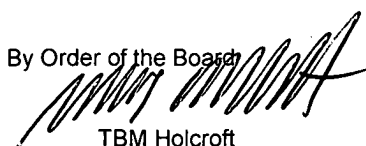
So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors individually have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

6 ELECTIVE RESOLUTIONS

With effect from 8 August 2006, elective resolutions have been in place to dispense with holding annual general meetings, the laying of accounts before the Company in general meeting and the appointment of auditors annually.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and the provisions in SI 2008/409 relating to the preparation of consolidated accounts for small groups.

By Order of the Board



TBM Holcroft
Director
6 June 2018

PETER HAMBRO LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors are responsible for preparing the Annual Report and the Group and Company 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 then apply them consistently;
- make judgments 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.

PETER HAMBRO LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PETER HAMBRO LIMITED

Opinion

We have audited the financial statements of Peter Hambro Limited (the 'company') for the year ended 31 December 2017 which comprise the Income Statement, the Statement of Financial Position, the Statement of Changes in Equity and the related notes on pages 6 - 18. 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).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practices; 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 company 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 other 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 opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to 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 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 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

PETER HAMBRO LIMITED

INDEPENDENT AUDITOR'S REPORT (Continued)

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.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit,

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has 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 company and its environment obtained in the course of the audit, we have not identified material misstatements in 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, or returns adequate for our audit have not been received from branches not visited by us;
- the 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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Directors' Report and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statements set out on page 2, 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 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 company or to cease operations, or have no realistic alternative but to do so.

PETER HAMBRO LIMITED

INDEPENDENT AUDITOR'S REPORT (Continued)

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the 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 financial statements.

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



Paul Samuels (Senior Statutory Auditor)
for and on behalf of Heywards
Chartered Accountants,
Statutory Auditor

6th Floor, Remo House
310-312 Regent Street
London
W1B 3BS

6 June 2018

PETER HAMBRO LIMITED

GROUP PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	YEAR ENDED 31 DECEMBER 2017		YEAR ENDED 31 DECEMBER 2016	
		£	£	£	£
TURNOVER			9,750		14,250
Direct costs			69		1,479
GROSS PROFIT			<u>9,819</u>		<u>15,729</u>
Less: Administrative Expenses			(467,407)		(443,086)
OPERATING LOSS	3		<u>(457,588)</u>		<u>(427,357)</u>
Profit/(loss) on disposal of fixed asset investments		15,745		(161,053)	
Fair value adjustments on investments		152,014		342,030	
Dividends receivable		-		57,294	
Interest receivable		316,526		305,276	
Interest payable		(246,722)		(234,997)	
			<u>237,563</u>		<u>308,550</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION			(220,025)		(118,807)
Tax on Loss on ordinary activities	5		-		-
LOSS ON ORDINARY ACTIVITIES AFTER TAXATION FOR THE YEAR			<u>(220,025)</u>		<u>(118,807)</u>
Dividends			-		-
RETAINED LOSS FOR THE YEAR			<u><u>(220,025)</u></u>		<u><u>(118,807)</u></u>

The notes on pages 11 to 18 form part of these accounts

PETER HAMBRO LIMITED

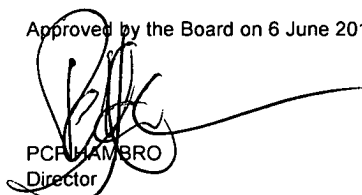
GROUP BALANCE SHEET AS AT 31 DECEMBER 2017


		31 DECEMBER 2017		31 DECEMBER 2016	
	Note	£	£	£	£
FIXED ASSETS					
Tangible Assets	6		8,610		-
Other Investments	8		2,055,989		1,881,170
			<u>2,064,599</u>		<u>1,881,170</u>
CURRENT ASSETS					
Debtors	10	4,407,229		4,739,405	
Stocks	11	3,878		3,809	
Cash at Bank	12	13,001,761		12,859,768	
		<u>17,412,868</u>		<u>17,602,982</u>	
CREDITORS: Amounts falling due within one year	13	(5,275,822)		(138,035)	
NET CURRENT ASSETS			<u>12,137,046</u>		<u>17,464,947</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>14,201,645</u>		<u>19,346,117</u>
CREDITORS: Amounts falling due after more than one year	14		(52,260)		(4,976,707)
NET ASSETS			<u><u>14,149,385</u></u>		<u><u>14,369,410</u></u>
CAPITAL AND RESERVES					
Called Up Share Capital	15		500		500
Profit and Loss Account			14,148,885		14,368,910
EQUITY ATTRIBUTABLE TO THE SHAREHOLDERS OF PETER HAMBRO LIMITED			<u><u>14,149,385</u></u>		<u><u>14,369,410</u></u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within part 15 of the Companies Act 2006 and the provisions of SI 2008/409 relating to the preparation of consolidated accounts for small groups.

The notes on pages 11 to 18 form part of these accounts

Approved by the Board on 6 June 2018


PETER HAMBRO
Director


TBM HOLCROFT
Director

Company Registration No. 2464910

PETER HAMBRO LIMITED

COMPANY BALANCE SHEET AS AT 31 DECEMBER 2017

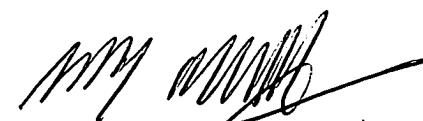
	Note	31 DECEMBER 2017		31 DECEMBER 2016	
		£	£	£	£
FIXED ASSETS					
Tangible Assets	7		8,610		-
Shares in Group Undertakings	9		6,268,671		6,268,671
Other Investments	9		2,055,989		1,881,170
			<u>8,333,270</u>		<u>8,149,841</u>
CURRENT ASSETS					
Debtors	10	4,409,868		4,742,043	
Stocks	11	3,878		3,809	
Cash at Bank	12	13,001,761		12,859,768	
		<u>17,415,507</u>		<u>17,605,620</u>	
CREDITORS: Amounts falling due within one year	13	(11,548,914)		(6,411,126)	
NET CURRENT ASSETS			<u>5,866,593</u>		<u>11,194,494</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>14,199,863</u>		<u>19,344,335</u>
CREDITORS: Amounts falling due after more than one year	14		(51,500)		(4,975,947)
NET ASSETS			<u>14,148,363</u>		<u>14,368,388</u>
CAPITAL AND RESERVES					
Called Up Share Capital	15		500		500
Revaluation Reserve			5,665,134		5,665,134
Profit and Loss Account			8,482,729		8,702,754
SHAREHOLDERS' FUNDS			<u>14,148,363</u>		<u>14,368,388</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within part 15 of the Companies Act 2006 and the provisions of SI 2008/409 relating to the preparation of consolidated accounts for small groups.

The notes on pages 11 to 18 form part of these accounts

Approved by the Board on 6 June 2018

PCP HAMBRO
Director



TBM HOLCROFT
Director

Company Registration No. 2464910

PETER HAMBRO LIMITED

GROUP STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2017

	Share capital £	Revaluation reserve £	Profit and loss reserve £	Total £
Balance at 1 January 2016	500	-	14,487,717	14,488,217
Period ended 31 December 2016:				
Loss and total comprehensive income for the year	-	-	(118,807)	(118,807)
Balance at 31 December 2016	<u>500</u>	<u>-</u>	<u>14,368,910</u>	<u>14,369,410</u>
Period ended 31 December 2017:				
Loss and total comprehensive income for the year	-	-	(220,025)	(220,025)
	<u>500</u>	<u>-</u>	<u>14,148,885</u>	<u>14,149,385</u>

The notes on pages 11 to 18 form part of these accounts

PETER HAMBRO LIMITED

COMPANY STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2017

	Share capital £	Revaluation reserve £	Profit and loss reserve £	Total £
Balance at 1 January 2016	500	1,442,787	8,564,849	10,008,136
Period ended 31 December 2016:				
Profit and total comprehensive income for the year	-	4,479,059	137,905	4,616,964
Adjustment in the year	-	(256,712)	-	(256,712)
Balance at 31 December 2016	<u>500</u>	<u>5,665,134</u>	<u>8,702,754</u>	<u>14,368,388</u>
Period ended 31 December 2017:				
Loss and total comprehensive income for the year	-	-	(220,025)	(220,025)
	<u>500</u>	<u>5,665,134</u>	<u>8,482,729</u>	<u>14,148,363</u>

The notes on pages 11 to 18 form part of these accounts

PETER HAMBRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

1 ACCOUNTING POLICIES

Company Information

Peter Hambro Limited is a private company limited by shares incorporated in England and Wales. The registered office is 4th Floor, 140 Buckingham Palace Road, London SW1W 9SA.

Accounting Convention

The financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared on the historical cost convention. The principal accounting policies adopted are set out below.

Basis of Consolidation

The Company has prepared Group accounts under S398 of the Companies' Act 2006 and has adopted the requirements of preparing consolidated accounts contained in SI 2008/409 Sch. 6 for small groups.

The consolidated accounts comprise the audited accounts of Peter Hambro Ltd and its subsidiary undertakings. The subsidiaries are dormant, are not audited but are included in these consolidated accounts which are made up to 31 December 2017. On the acquisition of a business, including an interest in a subsidiary, fair values are attributed to the Group's share of net separable assets. Where the cost of acquisition exceeds the fair values attributable to such net assets the difference is treated as purchased goodwill and capitalised in the balance sheet in the year of acquisition.

Going Concern

The financial statements have been prepared on the assumption that the Group is able to carry on business as a going concern. The directors have a reasonable expectation that the Group has adequate resources, including listed investments held which can be readily disposed, to continue business for the foreseeable future.

Turnover

Turnover represents amounts receivable for consultancy services provided in the United Kingdom and overseas, gold sales and loan finance arrangement fees, net of VAT.

Tangible Fixed Assets

Tangible Fixed Assets are stated at cost, being the purchase price and the directly attributable cost of acquisition or construction required to bring the asset to the location and condition necessary for the asset to be capable of operating in the manner intended by the Group.

Depreciation is provided at rates calculated to write off the cost or valuation of each asset over its estimated useful life, as follows:

Office Equipment - Other	15% per annum on cost
Office Equipment - Computers	33 1/3% per annum on cost
Furniture and Fittings	33 1/3% per annum on cost
Plant and Machinery	10% per annum on cost
Motor Vehicles	25% per annum on cost

PETER HAMBRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

1 ACCOUNTING POLICIES (continued)

Fixed Assets - Shares in Group Undertakings and other Investments

Shares in Group Undertakings are stated at cost less any provision for impairment.

The Company assesses investments for impairment whenever events or changes in circumstances indicate that the carrying value of an investment may not be recoverable. If any such indication of impairment exists, the Company makes an estimate of the recoverable amount. If the recoverable amount of the cash-generating unit is less than the value of the investment, the investment is considered to be impaired and is written down to its recoverable amount. An impairment loss is recognised immediately in the profit and loss account.

Fixed assets investments in quoted shares and similar investments are measured initially at cost and subsequently at fair value (their market value) at the reporting date.

Fixed Asset Investments in Group Undertakings and Other Unquoted Investments are included at Directors' valuation.

Stocks

Stocks include trading investments and consumables which are valued at the lower of cost and net realisable value. The cost includes all costs in bringing the item into the business. Net realisable value is the estimated selling price less any cost of disposal.

Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities, including trade and other payables, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

PETER HAMBRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

1 ACCOUNTING POLICIES (continued)

Foreign Currencies

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rate of exchange at the balance sheet date. All differences are taken to the profit and loss account.

Pension Costs

Pension costs relate to a defined contribution scheme and are charged to the profit and loss account as they are incurred.

Leasing and Hire Purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risk of ownership are assumed by the Group. Obligations under such agreements are included in creditors net of finance charges allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Deferred Taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the accounts. Deferred tax is not provided on timing differences arising from the revaluation of fixed asset investments where there is no commitment to sell the assets.

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.

2 EMPLOYEES

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

	<u>31.12.17</u>	<u>31.12.16</u>
Total	<u>3</u>	<u>3</u>

3 GROUP OPERATING (LOSS)/PROFIT

	<u>31.12.17</u>	<u>31.12.16</u>
	£	£
The Group Operating (Loss)/Profit is stated after charging/(crediting) :		
Depreciation on tangible fixed assets	1,249	286
Operating lease rentals	-	-
Auditors' remuneration	8,000	5,680
Auditors' other remuneration	3,200	(4,200)
Directors' emoluments (see below)	260,451	244,286
(Profit)/Loss on foreign exchange	49,418	(96,404)

PETER HAMBRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

3 GROUP OPERATING (LOSS)/PROFIT (Continued)

	31.12.17	31.12.16
	£	£
Emoluments in respect of the Directors comprises the following:		
Remuneration	231,000	217,000
Benefits in kind	19,451	17,286
Contributions to money purchase pension schemes	10,000	10,000
	<u>260,451</u>	<u>244,286</u>

Payments are made to a Personal Pension Plan for one director (2016: 1).

Advantage has been taken of the exemption under Section 408 of Companies Act 2006 to omit the parent company's profit and loss account from the Group's financial statements. The retained loss of the Company for the year was £220,025 (2016: Profit £4,616,964).

4 PENSION CONTRIBUTIONS

The pension scheme is of a defined contribution type and funded with contributions paid to an external pension fund manager. The charge in the profit and loss account for the period was £10,000 (2016: £10,000) and there were no outstanding contributions at the Balance Sheet date.

5 GROUP TAX ON (LOSS)/PROFIT ON ORDINARY ACTIVITIES

No provision has been made for Corporation tax because the Company has tax losses available to carry forward. The resulting asset has not been recognised as a deferred asset due to uncertainty over the Company's ability to generate future profits from which this can be utilised.

6 GROUP TANGIBLE FIXED ASSETS

	Plant & Equipment	Total
	£	£
COST		
As at 1 January 2017	6,716	6,716
Additions	9,859	9,859
Disposals	(4,442)	(4,442)
As at 31 December 2017	<u>12,133</u>	<u>12,133</u>
DEPRECIATION		
As at 1 January 2017	6,716	6,716
Charge for the Year	1,249	1,249
Disposals	(4,442)	(4,442)
As at 31 December 2017	<u>3,523</u>	<u>3,523</u>
NET BOOK VALUE		
As at 31 December 2017	<u>8,610</u>	<u>8,610</u>
As at 31 December 2016	<u>-</u>	<u>-</u>

PETER HAMBRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

7 COMPANY TANGIBLE FIXED ASSETS

	Office Furniture & Equipment	Total
	£	£
COST		
As at 1 January 2017	6,716	6,716
Additions	9,859	9,859
Disposals	(4,442)	(4,442)
As at 31 December 2017	<u>12,133</u>	<u>12,133</u>
DEPRECIATION		
As at 1 January 2017	6,716	6,716
Charge for the Year	1,249	1,249
Disposals	(4,442)	(4,442)
As at 31 December 2017	<u>3,523</u>	<u>3,523</u>
NET BOOK VALUE		
As at 31 December 2017	<u>8,610</u>	<u>8,610</u>
As at 31 December 2016	<u>-</u>	<u>-</u>

8 GROUP FIXED ASSETS - OTHER INVESTMENTS

	£
COST OR VALUATION	
As at 1 January 2017	1,881,170
Additions	150,800
Disposals	-
Fair value adjustments	24,019
As at 31 December 2017	<u>2,055,989</u>
Listed	298,983
Unlisted	1,757,006
As at 31 December 2017	<u>2,055,989</u>
Equivalent amounts at historical cost as at 31 December 2017	<u>5,511,515</u>
Market Value of listed investments as at 31 December 2017	<u>298,983</u>

The Directors have reviewed the carrying amounts of the investments and made provisions where necessary.

PETER HAMBRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

9 COMPANY FIXED ASSETS - SHARES IN GROUP UNDERTAKINGS AND OTHER INVESTMENTS

COST OR VALUATION

	<u>Shares in Group</u> <u>Undertakings</u>	<u>Other</u> <u>Investments</u>	<u>Total</u>
	£	£	£
As at 1 January 2017	6,268,671	1,881,170	8,149,841
Additions	-	150,800	150,800
Disposals	-	-	-
Fair value adjustments	-	24,019	24,019
As at 31 December 2017	<u>6,268,671</u>	<u>2,055,989</u>	<u>8,324,660</u>

	<u>Shares in Group</u> <u>Undertakings</u>	<u>Other</u> <u>Investments</u>	<u>Total</u>
	£	£	£
Listed	-	298,983	298,983
Unlisted	6,268,671	1,757,006	8,025,677
	<u>6,268,671</u>	<u>2,055,989</u>	<u>8,324,660</u>

Equivalent amounts at historical cost as at 31 December 2017	<u>6,786,546</u>	<u>26,190,790</u>	<u>32,977,336</u>
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Market Value of listed investments as at 31 December 2017	<u>-</u>	<u>298,983</u>	<u>298,983</u>
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The subsidiaries of the Company are:

	<u>Activity</u>	<u>Country of</u> <u>incorporation</u>	<u>% equity</u> <u>held</u>
Held directly by the company:			
H&H Mining (Investments) Limited	Dormant	England & Wales	100%
Blaxmill (Forty) Limited	Dormant	England & Wales	100%
Held indirectly by the company:			
Goosebeck Trading Limited	Dormant	Scotland	100%
Nemofield Ltd	Dormant	England & Wales	100%

10 DEBTORS

	<u>Group</u>		<u>Company</u>	
	<u>31.12.17</u>	<u>31.12.16</u>	<u>31.12.17</u>	<u>31.12.16</u>
	£	£	£	£
Trade debtors	-	21,989	-	21,989
Other debtors	4,383,069	4,710,758	4,383,069	4,710,757
Prepayments and accrued income	10,515	6,658	10,515	6,658
VAT Recoverable	13,645	-	13,645	-
Amounts owed by subsidiary undertaking	-	-	2,639	2,639
	<u>4,407,229</u>	<u>4,739,406</u>	<u>4,409,868</u>	<u>4,742,044</u>

Included in Other debtors are amounts totalling £3,972,957 (2016: £3,478,249) which are due after more than one year.

The amount owed by subsidiary undertaking of £2,639 (2016: £2,639) included in Company debtors is due after more than one year.

PETER HAMBRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

11 STOCKS

	<u>Group</u>		<u>Company</u>	
	<u>31.12.17</u>	<u>31.12.16</u>	<u>31.12.17</u>	<u>31.12.16</u>
	£	£	£	£
Securities held for trading	<u>3,878</u>	<u>3,809</u>	<u>3,878</u>	<u>3,809</u>

12 CASH AT BANK

	<u>Group</u>		<u>Company</u>	
	<u>31.12.17</u>	<u>31.12.16</u>	<u>31.12.17</u>	<u>31.12.16</u>
	£	£	£	£
Cash and bank balance	<u>13,001,761</u>	<u>12,859,768</u>	<u>13,001,761</u>	<u>12,859,768</u>
	<u>13,001,761</u>	<u>12,859,768</u>	<u>13,001,761</u>	<u>12,859,768</u>

13 CREDITORS: Amounts falling due within one year

	<u>Group</u>		<u>Company</u>	
	<u>31.12.17</u>	<u>31.12.16</u>	<u>31.12.17</u>	<u>31.12.16</u>
	£	£	£	£
Trade creditors	10,561	2,425	10,561	2,425
Amounts due to subsidiary undertaking	-	-	6,273,092	6,273,091
Other creditors	5,177,110	6,447	5,177,110	6,447
Taxes and social security	9,794	12,321	9,794	12,321
Accruals and deferred income	78,357	116,842	78,357	116,842
	<u>5,275,822</u>	<u>138,035</u>	<u>11,548,914</u>	<u>6,411,126</u>

14 CREDITORS: Amounts falling due after more than one year

	<u>Group</u>		<u>Company</u>	
	<u>31.12.17</u>	<u>31.12.16</u>	<u>31.12.17</u>	<u>31.12.16</u>
	£	£	£	£
Other creditors	-	4,924,447	-	4,924,447
C Deferred Shares	1,500	1,500	1,500	1,500
Deferred Shares	50,760	50,760	50,000	50,000
	<u>52,260</u>	<u>4,976,707</u>	<u>51,500</u>	<u>4,975,947</u>

C Deferred Shares in the Company comprise 150,000 C deferred Shares of 1p each. These Deferred Shares have no voting rights and are not entitled to participate in the profits or assets of the Company.

Deferred Shares in the Company comprise 50,000 deferred shares of £1 each issued on 19 October 2005. These deferred shares, in priority to the holders of any class of share, shall confer on the holders thereof the right to a fixed cumulative preferential dividend of 1% per annum on the nominal value. They do not have any voting rights and are not entitled to participate in the profits or assets of the Company. On a winding up they rank in priority to any other class of share in respect of repayment.

Deferred Shares in the Subsidiary comprise 760 Deferred Shares of £1 each. These Deferred Shares have no voting rights and are not entitled to participate in the profits or assets of the Company.

PETER HAMBRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017 (continued)

15 COMPANY CALLED UP SHARE CAPITAL

Share Capital

	31.12.17 £	31.12.16 £
Allotted and called up:		
25,500 A Ordinary shares of 1 pence each	255	255
24,500 B Ordinary shares of 1 pence each	245	245
	<u>500</u>	<u>500</u>
50,000 Deferred shares of £1 each (shown under creditors amounts falling due after more than one year).	50,000	50,000
150,000 C Deferred shares of 1p each (shown under creditors amounts falling due after more than one year).	1,500	1,500
	<u>51,500</u>	<u>51,500</u>

The A and B ordinary shares have equivalent rights in respect of distributions and voting.

16 FINANCIAL COMMITMENTS

At the reporting date the Company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	31.12.17 £	31.12.16 £
Within one year	35,040	-
Between two and five years	1,920	-
	<u>36,960</u>	<u>-</u>

17 RELATED PARTY TRANSACTIONS

The Company has advanced loans to Tidal Transit Limited, a company of which L.P. Hambro is a director. Included in interest receivable is an amount of £36,342 (2016: £35,682) due on these loans. At the year end the amount of loans and interest outstanding, all due within one year, was £Nil (2016: £760,777).

The Company has advanced loans to Tidal Transit Holdings Limited, a company of which L.P. Hambro is a director. Included in interest receivable is an amount of £188,195 (2016: £188,195) due on these loans. An amount of £3,666,444 is outstanding at the year end (2016: £3,478,249).

The Company has advanced a loan of £300,000 to Heads Farm Constructions Limited, a company controlled by P.C.P. Hambro. Included in interest receivable is an amount of £18,244 (2016: £10,718) due on this loan. At the year end the amount of loan and interest outstanding, all due within one year, was £301,541 (2016: £310,718).

During the year, the Company provided consultancy services amounting to £6,750 (2016: £14,250) to Sundeala Limited, a company of which P.C.P. Hambro is a director and controlling shareholder. The Company also advanced loans to Sundeala Limited. Included in Turnover is a fee of £3,000 (2016: £Nil) and included in interest receivable is an amount of £249 (2016: £Nil) due on the loans. The amount outstanding at the year end was £Nil (2016: £18,152).

A guarantee of £10,000,000 has been provided by the Company in respect of borrowings by P.C.P. Hambro secured by a charge over a cash deposit of the Company of the same amount. Since the year end, this guarantee has been cleared and the Company has granted a loan of £10,000,000 to P.C.P. Hambro, which is repayable on or before 30 September 2018.

18 EVENTS AFTER THE REPORTING DATE

Included within 'Creditors: Amounts falling due within one year' are Promissory Notes with a discounted value of £5,170,668. These Promissory Notes have a face value of £5,250,000 and were due to be redeemed on or after 23 April 2018. Since the reporting date, these Promissory Notes have been replaced by Promissory Notes for the same sum, with a redemption date on or after 23 April 2020.

19 ULTIMATE HOLDING PARTY

The ultimate controlling party of the Company is P.C.P. Hambro by virtue of his shareholding.