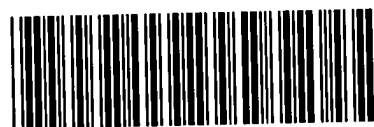


Goldline (UK) Limited  
Group Strategic Report,  
Report of the Directors and  
Consolidated Financial Statements  
for the Year Ended 31 December 2017

THURSDAY



A09 \*A7DX8ZXU\* #215  
06/09/2018  
COMPANIES HOUSE

Kilby Fox  
Registered Auditor  
4 Pavilion Court  
600 Pavilion Drive  
Northampton Business Park  
Northampton  
Northamptonshire  
NN4 7SL

**Goldline (UK) Limited**

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**for the Year Ended 31 December 2017**

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**Goldline (UK) Limited**

**Company Information**  
**for the Year Ended 31 December 2017**

**DIRECTORS:**

R Burrows  
P Higham  
W Kellingray  
M Bodsworth

**REGISTERED OFFICE:**

23 Lamport Close  
Kettering Park Way  
Kettering  
Northamptonshire  
NN15 6XY

**REGISTERED NUMBER:**

02645067 (England and Wales)

**AUDITORS:**

Kilby Fox  
Registered Auditor  
4 Pavilion Court  
600 Pavilion Drive  
Northampton Business Park  
Northampton  
Northamptonshire  
NN4 7SL

**Goldline (UK) Limited**  
**Group Strategic Report**  
**for the Year Ended 31 December 2017**

The directors present their strategic report of the company and the group for the year ended 31 December 2017.

**REVIEW OF BUSINESS**

Although profitability is lower than we would wish the Directors believe that after considering the state of retail market during the year that the business has performed reasonably well. We employ a strong team who will enable us to continue our business development over the next few years.

**PRINCIPAL RISKS AND UNCERTAINTIES**

The trading problems we expected when we reported in last years accounts continue to grow in most areas of retail. This has resulted in a reduction in order size and an increase in pressure on selling prices which has also been affected by the reduction in value of the pound against the dollar.

**FUTURE PERFORMANCE**

There is little doubt that the problems of 2017 will continue throughout 2018 and will be compounded by the uncertainties surrounding Brexit. However we believe our team and business are strong enough to produce a reasonable result for the year. There is no doubt we have been able to maintain our position as one of the market leaders within the industry and we will continue to be an integral part of the footwear business in the future.

**FINANCIAL KEY PERFORMANCE INDICATORS**

During the year we have succeeded in maintaining our margins in spite of financial pressures at retail. Unfortunately the recent closure of one of our oldest and largest customers has affected our profitability but even so we have been able to obtain a satisfactory result. Indications at all levels of retail suggest that problems are expected to increase during 2018. However we are aware of steps several of our customers are taking to reduce risk and we are also taking similar steps.

**ON BEHALF OF THE BOARD:**

A handwritten signature in black ink, appearing to read 'R Burrows', followed by a long horizontal flourish.

R Burrows - Director

3 April 2018

## **Goldline (UK) Limited**

### **Report of the Directors** **for the Year Ended 31 December 2017**

The directors present their report with the financial statements of the company and the group for the year ended 31 December 2017.

#### **DIVIDENDS**

An interim dividend of 161.106 per share on the Ordinary £1 shares was paid on 8 May 2017. The directors recommend that no final dividend be paid on these shares.

No interim dividend was paid on the 5.25% cumulative redeemable preference shares 1.00 shares. The directors recommend that no final dividend be paid on these shares.

The total distribution of dividends for the year ended 31 December 2017 will be £402,765.

#### **DIRECTORS**

The directors shown below have held office during the whole of the period from 1 January 2017 to the date of this report.

R Burrows  
P Higham  
W Kellingray  
M Bodsworth

#### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Group Strategic Report, the Report of the Directors 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 the group and of the profit or loss of the group 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 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### **STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

**Goldline (UK) Limited**

**Report of the Directors**  
**for the Year Ended 31 December 2017**

**AUDITORS**

The auditors, Kilby Fox, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**

A handwritten signature in black ink, appearing to be 'R Burrows', written over a horizontal line.

R Burrows - Director

3 April 2018

**Report of the Independent Auditors to the Members of**  
**Goldline (UK) Limited**

**Opinion**

We have audited the financial statements of Goldline (UK) Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 December 2017 on pages seven to twenty four. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

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 a Report of the Auditors 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.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company affairs as at 31 December 2017 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group 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 group'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 the other information. The other information comprises the information in the Group Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and 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 statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. 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 matters prescribed by the Companies Act 2006**

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

- the information given in the Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Group Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

**Report of the Independent Auditors to the Members of**  
**Goldline (UK) Limited**

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group Strategic Report or the Report of the Directors.

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.

**Responsibilities of directors**

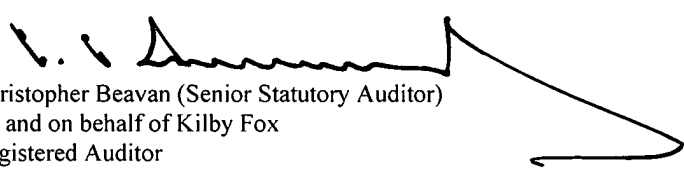
As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary 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 group's and the parent 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 group or the parent company or to cease operations, or have no realistic alternative but to do so.

**Our 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 a Report of the Auditors 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 [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.



Christopher Beavan (Senior Statutory Auditor)  
for and on behalf of Kilby Fox  
Registered Auditor  
4 Pavilion Court  
600 Pavilion Drive  
Northampton Business Park  
Northampton  
Northamptonshire  
NN4 7SL

Date: 25<sup>th</sup> April 2018.

**Goldline (UK) Limited**

**Consolidated Income Statement**  
**for the Year Ended 31 December 2017**

	Notes	2017		2016	
		£	£	£	£
<b>TURNOVER</b>			20,325,651		17,989,403
Cost of sales			17,902,935		15,777,494
<b>GROSS PROFIT</b>			2,422,716		2,211,909
Distribution costs		-		18,426	
Administrative expenses		2,199,865		2,443,550	
			2,199,865		2,461,976
			222,851		(250,067)
Other operating income			23,954		793,276
<b>OPERATING PROFIT</b>	4		246,805		543,209
Interest receivable and similar income			1		6
			246,806		543,215
Gain/loss on revaluation of assets			25,415		-
			272,221		543,215
Interest payable and similar expenses	5		36,533		47,950
<b>PROFIT BEFORE TAXATION</b>			235,688		495,265
Tax on profit	6		36,312		92,500
<b>PROFIT FOR THE FINANCIAL YEAR</b>			199,376		402,765
Profit attributable to:					
Owners of the parent			199,376		402,765

The notes form part of these financial statements

**Goldline (UK) Limited**

**Consolidated Other Comprehensive Income**  
**for the Year Ended 31 December 2017**

Notes	2017 £	2016 £
<b>PROFIT FOR THE YEAR</b>	199,376	402,765
<b>OTHER COMPREHENSIVE INCOME</b>		
Purchase of own shares	200	-
Income tax relating to other comprehensive income	-	-
	<hr/>	<hr/>
<b>OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF INCOME TAX</b>	200	-
	<hr/>	<hr/>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	199,576	402,765
	<hr/> <hr/>	<hr/> <hr/>
Total comprehensive income attributable to: Owners of the parent	199,576	402,765
	<hr/> <hr/>	<hr/> <hr/>

The notes form part of these financial statements

**Consolidated Balance Sheet**  
**31 December 2017**

	Notes	2017 £	2016 £
<b>FIXED ASSETS</b>			
Intangible assets	9	18,293	32,926
Tangible assets	10	182,663	220,908
Investments	11	-	-
		<u>200,956</u>	<u>253,834</u>
<b>CURRENT ASSETS</b>			
Debtors	12	4,247,939	4,967,643
Cash at bank and in hand		51,423	39,038
		<u>4,299,362</u>	<u>5,006,681</u>
<b>CREDITORS</b>			
Amounts falling due within one year	13	2,822,845	3,234,032
<b>NET CURRENT ASSETS</b>		<u>1,476,517</u>	<u>1,772,649</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,677,473</u>	<u>2,026,483</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	14	(395,207)	(533,395)
<b>PROVISIONS FOR LIABILITIES</b>	17	(9,723)	(17,156)
<b>NET ASSETS</b>		<u><u>1,272,543</u></u>	<u><u>1,475,932</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	18	2,800	3,000
Retained earnings	19	1,269,743	1,472,932
<b>SHAREHOLDERS' FUNDS</b>		<u><u>1,272,543</u></u>	<u><u>1,475,932</u></u>

The financial statements were approved by the Board of Directors on 3 April 2018 and were signed on its behalf by:



R Burrows - Director

P Higham - Director



The notes form part of these financial statements

**Company Balance Sheet**  
**31 December 2017**

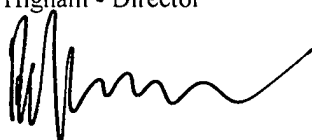
	Notes	2017 £	2016 £
<b>FIXED ASSETS</b>			
Intangible assets	9	18,293	32,926
Tangible assets	10	148,883	220,908
Investments	11	94	-
		<u>167,270</u>	<u>253,834</u>
<b>CURRENT ASSETS</b>			
Debtors	12	4,261,738	4,967,643
Cash at bank and in hand		47,206	39,038
		<u>4,308,944</u>	<u>5,006,681</u>
<b>CREDITORS</b>			
Amounts falling due within one year	13	<u>2,820,992</u>	<u>3,234,032</u>
<b>NET CURRENT ASSETS</b>		<u>1,487,952</u>	<u>1,772,649</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,655,222</u>	<u>2,026,483</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	14	(395,207)	(533,395)
<b>PROVISIONS FOR LIABILITIES</b>	17	<u>(9,723)</u>	<u>(17,156)</u>
<b>NET ASSETS</b>		<u><u>1,250,292</u></u>	<u><u>1,475,932</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	18	2,800	3,000
Retained earnings	19	<u>1,247,492</u>	<u>1,472,932</u>
<b>SHAREHOLDERS' FUNDS</b>		<u><u>1,250,292</u></u>	<u><u>1,475,932</u></u>
Company's profit for the financial year		<u><u>177,125</u></u>	<u><u>402,765</u></u>

The financial statements were approved by the Board of Directors on 3 April 2018 and were signed on its behalf by:



R Burrows - Director

P Higham - Director



The notes form part of these financial statements

**Goldline (UK) Limited**

**Consolidated Statement of Changes in Equity**  
**for the Year Ended 31 December 2017**

	Called up share capital £	Retained earnings £	Total equity £
<b>Balance at 1 January 2016</b>	3,000	1,498,157	1,501,157
<b>Changes in equity</b>			
Dividends	-	(427,990)	(427,990)
Total comprehensive income	-	402,765	402,765
<b>Balance at 31 December 2016</b>	<u>3,000</u>	<u>1,472,932</u>	<u>1,475,932</u>
<b>Changes in equity</b>			
Issue of share capital	(200)	-	(200)
Dividends	-	(402,765)	(402,765)
Total comprehensive income	-	199,576	199,576
<b>Balance at 31 December 2017</b>	<u><u>2,800</u></u>	<u><u>1,269,743</u></u>	<u><u>1,272,543</u></u>

The notes form part of these financial statements

**Goldline (UK) Limited**

**Company Statement of Changes in Equity**  
**for the Year Ended 31 December 2017**

	Called up share capital £	Retained earnings £	Total equity £
<b>Balance at 1 January 2016</b>	3,000	1,498,157	1,501,157
<b>Changes in equity</b>			
Dividends	-	(477,990)	(477,990)
Total comprehensive income	-	402,765	402,765
<b>Balance at 31 December 2016</b>	<u>3,000</u>	<u>1,472,932</u>	<u>1,475,932</u>
<b>Changes in equity</b>			
Issue of share capital	(200)	-	(200)
Dividends	-	(402,765)	(402,765)
Total comprehensive income	-	177,325	177,325
<b>Balance at 31 December 2017</b>	<u><u>2,800</u></u>	<u><u>1,247,492</u></u>	<u><u>1,250,292</u></u>

The notes form part of these financial statements

**Goldline (UK) Limited**

**Consolidated Cash Flow Statement**  
**for the Year Ended 31 December 2017**

	Notes	2017 £	2016 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	206,295	999,880
Interest paid		(36,103)	(46,915)
Interest element of hire purchase payments paid		(430)	(1,035)
Tax paid		(96,328)	(161,908)
Net cash from operating activities		<u>73,434</u>	<u>790,022</u>
<b>Cash flows from investing activities</b>			
Purchase of intangible fixed assets		-	(43,900)
Purchase of tangible fixed assets		(82,491)	(34,038)
Sale of tangible fixed assets		61,100	-
Interest received		1	6
Net cash from investing activities		<u>(21,390)</u>	<u>(77,932)</u>
<b>Cash flows from financing activities</b>			
Capital repayments in year		(17,509)	(11,065)
Amount introduced by directors		24,011	20,622
Amount withdrawn by directors		(20,621)	(37,892)
Share buyback		(200)	-
Equity dividends paid		(402,765)	(427,990)
Net cash from financing activities		<u>(417,084)</u>	<u>(456,325)</u>
<b>(Decrease)/increase in cash and cash equivalents</b>		<u>(365,040)</u>	<u>255,765</u>
<b>Cash and cash equivalents at beginning of year</b>	2	(1,518,913)	(1,774,678)
<b>Cash and cash equivalents at end of year</b>	2	<u><u>(1,883,953)</u></u>	<u><u>(1,518,913)</u></u>

The notes form part of these financial statements

**Goldline (UK) Limited**

**Notes to the Consolidated Cash Flow Statement**  
**for the Year Ended 31 December 2017**

**1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	2017	2016
	£	£
Profit before taxation	235,688	495,265
Depreciation charges	75,302	83,848
Loss on disposal of fixed assets	444	207
Gain on revaluation of fixed assets	(25,415)	-
Finance costs	36,533	47,950
Finance income	(1)	(6)
	<u>322,551</u>	<u>627,264</u>
Decrease in stocks	-	30,739
Decrease/(increase) in trade and other debtors	740,452	(210,282)
(Decrease)/increase in trade and other creditors	(856,708)	552,159
	<u>206,295</u>	<u>999,880</u>

**2. CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

**Year ended 31 December 2017**

	31.12.17	1.1.17
	£	£
Cash and cash equivalents	51,423	39,038
Bank overdrafts	(1,935,376)	(1,557,951)
	<u>(1,883,953)</u>	<u>(1,518,913)</u>

**Year ended 31 December 2016**

	31.12.16	1.1.16
	£	£
Cash and cash equivalents	39,038	44,868
Bank overdrafts	(1,557,951)	(1,819,546)
	<u>(1,518,913)</u>	<u>(1,774,678)</u>

## Goldline (UK) Limited

### Notes to the Consolidated Financial Statements for the Year Ended 31 December 2017

#### 1. STATUTORY INFORMATION

Goldline (UK) 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 General 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" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

##### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

##### **Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Software are being amortised evenly over their estimated useful life of three years.

##### **Tangible fixed assets**

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

Property improvements	- over the period of the lease
Plant and machinery	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance

##### **Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Income Statement, 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.

##### **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.

##### **Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

##### **Pension costs and other post-retirement benefits**

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to profit or loss in the period to which they relate.

**Goldline (UK) Limited**

**Notes to the Consolidated Financial Statements - continued**  
**for the Year Ended 31 December 2017**

**3. EMPLOYEES AND DIRECTORS**

	2017	2016
	£	£
Wages and salaries	1,442,991	1,548,674
Social security costs	123,489	142,017
Other pension costs	68,290	106,706
	<u>1,634,770</u>	<u>1,797,397</u>

The average monthly number of employees during the year was as follows:

	2017	2016
Administration	18	21
Sales	<u>11</u>	<u>11</u>
	<u>29</u>	<u>32</u>

The average number of employees by undertakings that were proportionately consolidated during the year was NIL (2016 - NIL).

	2017	2016
	£	£
Directors' remuneration	370,286	528,836
Directors' pension contributions to money purchase schemes	<u>8,352</u>	<u>13,657</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>1</u>	<u>1</u>
------------------------	----------	----------

Information regarding the highest paid director is as follows:

	2017	2016
	£	£
Emoluments etc	125,457	173,816
Pension contributions to money purchase schemes	<u>3,774</u>	<u>7,102</u>

**4. OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	2017	2016
	£	£
Depreciation - owned assets	59,192	72,875
Loss on disposal of fixed assets	444	207
Software amortisation	14,633	10,974
Auditors' remuneration	11,759	11,535
Foreign exchange differences	<u>17,774</u>	<u>(772,056)</u>

**Goldline (UK) Limited**

**Notes to the Consolidated Financial Statements - continued**  
**for the Year Ended 31 December 2017**

**5. INTEREST PAYABLE AND SIMILAR EXPENSES**

	2017	2016
	£	£
Invoice discounting	13,294	17,689
5.25% Preference Share interest	22,809	29,226
Hire purchase interest	430	1,035
	<u>36,533</u>	<u>47,950</u>

**6. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit for the year was as follows:

	2017	2016
	£	£
Current tax:		
UK corporation tax	47,626	93,367
Overprovision	(3,881)	-
Total current tax	<u>43,745</u>	<u>93,367</u>
Deferred tax	<u>(7,433)</u>	<u>(867)</u>
Tax on profit	<u>36,312</u>	<u>92,500</u>

**Tax effects relating to effects of other comprehensive income**

	Gross	2017 Tax	Net
	£	£	£
Purchase of own shares	<u>200</u>	<u>-</u>	<u>200</u>

**7. INDIVIDUAL INCOME STATEMENT**

As permitted by Section 408 of the Companies Act 2006, the Statement of Comprehensive Income of the parent company is not presented as part of these financial statements.

**8. DIVIDENDS**

	2017	2016
	£	£
Ordinary shares of £1 each		
Interim	<u>402,765</u>	<u>427,990</u>

**Goldline (UK) Limited**

**Notes to the Consolidated Financial Statements - continued**  
**for the Year Ended 31 December 2017**

**9. INTANGIBLE FIXED ASSETS**

**Group**

Software  
£

**COST**

At 1 January 2017

and 31 December 2017

43,900

**AMORTISATION**

At 1 January 2017

Amortisation for year

10,974

14,633

At 31 December 2017

25,607

**NET BOOK VALUE**

At 31 December 2017

18,293

At 31 December 2016

32,926

**Company**

Software  
£

**COST**

At 1 January 2017

and 31 December 2017

43,900

**AMORTISATION**

At 1 January 2017

Amortisation for year

10,974

14,633

At 31 December 2017

25,607

**NET BOOK VALUE**

At 31 December 2017

18,293

At 31 December 2016

32,926

**Goldline (UK) Limited**

**Notes to the Consolidated Financial Statements - continued**  
**for the Year Ended 31 December 2017**

**10. TANGIBLE FIXED ASSETS**

**Group**

	Property improvements £	Plant and machinery £	Motor vehicles £	Totals £
<b>COST</b>				
At 1 January 2017	27,346	195,470	213,542	436,358
Additions	31,031	25,460	26,000	82,491
Disposals	-	-	(110,802)	(110,802)
	<u>58,377</u>	<u>220,930</u>	<u>128,740</u>	<u>408,047</u>
At 31 December 2017				
<b>DEPRECIATION</b>				
At 1 January 2017	15,679	126,454	73,317	215,450
Charge for year	2,734	26,522	29,936	59,192
Eliminated on disposal	-	-	(49,258)	(49,258)
	<u>18,413</u>	<u>152,976</u>	<u>53,995</u>	<u>225,384</u>
At 31 December 2017				
<b>NET BOOK VALUE</b>				
At 31 December 2017	<u>39,964</u>	<u>67,954</u>	<u>74,745</u>	<u>182,663</u>
At 31 December 2016	<u>11,667</u>	<u>69,016</u>	<u>140,225</u>	<u>220,908</u>

**Company**

	Property improvements £	Plant and machinery £	Motor vehicles £	Totals £
<b>COST</b>				
At 1 January 2017	27,346	195,470	213,542	436,358
Additions	-	22,711	26,000	48,711
Disposals	-	-	(110,802)	(110,802)
	<u>27,346</u>	<u>218,181</u>	<u>128,740</u>	<u>374,267</u>
At 31 December 2017				
<b>DEPRECIATION</b>				
At 1 January 2017	15,679	126,454	73,317	215,450
Charge for year	2,734	26,522	29,936	59,192
Eliminated on disposal	-	-	(49,258)	(49,258)
	<u>18,413</u>	<u>152,976</u>	<u>53,995</u>	<u>225,384</u>
At 31 December 2017				
<b>NET BOOK VALUE</b>				
At 31 December 2017	<u>8,933</u>	<u>65,205</u>	<u>74,745</u>	<u>148,883</u>
At 31 December 2016	<u>11,667</u>	<u>69,016</u>	<u>140,225</u>	<u>220,908</u>

**Goldline (UK) Limited**

**Notes to the Consolidated Financial Statements - continued**  
**for the Year Ended 31 December 2017**

**11. FIXED ASSET INVESTMENTS**

**Company**

	Shares in group undertakings £
<b>COST</b>	
Additions	94
At 31 December 2017	94
<b>NET BOOK VALUE</b>	
At 31 December 2017	94

**12. DEBTORS**

	<b>Group</b>		<b>Company</b>	
	2017 £	2016 £	2017 £	2016 £
Amounts falling due within one year:				
Trade debtors	4,080,733	4,843,500	4,080,733	4,843,500
Amounts owed by group undertakings	-	-	13,799	-
Other debtors	76,905	44,251	76,905	44,251
Sundry debtors and prepayments	67,767	53,819	67,767	53,819
Directors' current accounts	3,952	3,390	3,952	3,390
VAT	1,912	2,061	1,912	2,061
	<u>4,231,269</u>	<u>4,947,021</u>	<u>4,245,068</u>	<u>4,947,021</u>
Amounts falling due after more than one year:				
Directors' loan accounts	<u>16,670</u>	<u>20,622</u>	<u>16,670</u>	<u>20,622</u>
Aggregate amounts	<u>4,247,939</u>	<u>4,967,643</u>	<u>4,261,738</u>	<u>4,967,643</u>

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

	<b>Group</b>		<b>Company</b>	
	2017 £	2016 £	2017 £	2016 £
Bank loans and overdrafts (see note 15)	1,935,376	1,557,951	1,935,376	1,557,951
Hire purchase contracts (see note 16)	-	11,057	-	11,057
Trade creditors	434,283	1,044,643	434,283	1,044,643
Corporation tax	47,626	100,209	47,626	100,209
Social security and other taxes	72,415	63,488	72,415	63,488
Accruals and deferred income	333,145	456,684	331,292	456,684
	<u>2,822,845</u>	<u>3,234,032</u>	<u>2,820,992</u>	<u>3,234,032</u>

**Goldline (UK) Limited**

**Notes to the Consolidated Financial Statements - continued**  
**for the Year Ended 31 December 2017**

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

	<b>Group</b>		<b>Company</b>	
	2017	2016	2017	2016
	£	£	£	£
Hire purchase contracts (see note 16)	-	6,452	-	6,452
5.25% cumulative redeemable preference shares	395,207	526,943	395,207	526,943
	<u>395,207</u>	<u>533,395</u>	<u>395,207</u>	<u>533,395</u>

**15. LOANS**

An analysis of the maturity of loans is given below:

	<b>Group</b>		<b>Company</b>	
	2017	2016	2017	2016
	£	£	£	£
Amounts falling due within one year or on demand:				
Bank overdrafts	<u>1,935,376</u>	<u>1,557,951</u>	<u>1,935,376</u>	<u>1,557,951</u>

**16. LEASING AGREEMENTS**

Minimum lease payments fall due as follows:

**Group**

	<b>Hire purchase contracts</b>	
	2017	2016
	£	£
Gross obligations repayable:		
Within one year	-	12,095
Between one and five years	-	7,058
	<u>-</u>	<u>19,153</u>
Finance charges repayable:		
Within one year	-	1,038
Between one and five years	-	606
	<u>-</u>	<u>1,644</u>
Net obligations repayable:		
Within one year	-	11,057
Between one and five years	-	6,452
	<u>-</u>	<u>17,509</u>

**Goldline (UK) Limited**

**Notes to the Consolidated Financial Statements - continued**  
**for the Year Ended 31 December 2017**

**16. LEASING AGREEMENTS - continued**

**Company**

	<b>Hire purchase contracts</b>	
	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
Gross obligations repayable:		
Within one year	-	12,095
Between one and five years	-	7,058
	<u>-</u>	<u>19,153</u>
Finance charges repayable:		
Within one year	-	1,038
Between one and five years	-	606
	<u>-</u>	<u>1,644</u>
Net obligations repayable:		
Within one year	-	11,057
Between one and five years	-	6,452
	<u>-</u>	<u>17,509</u>

**Company**

	<b>Non-cancellable operating leases</b>	
	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
Within one year	118,540	93,280
Between one and five years	385,685	373,120
In more than five years	93,280	186,560
	<u>597,505</u>	<u>652,960</u>

**17. PROVISIONS FOR LIABILITIES**

	<b>Group</b>		<b>Company</b>	
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Deferred tax	<u>9,723</u>	<u>17,156</u>	<u>9,723</u>	<u>17,156</u>

**Group**

	<b>Deferred tax</b>
	<b>£</b>
Balance at 1 January 2017	17,156
Credit to Income Statement during year	<u>(7,433)</u>
Balance at 31 December 2017	<u>9,723</u>

**Goldline (UK) Limited**

**Notes to the Consolidated Financial Statements - continued**  
**for the Year Ended 31 December 2017**

**17. PROVISIONS FOR LIABILITIES - continued**

**Company**

	Deferred tax £
Balance at 1 January 2017	17,156
Credit to Statement of Comprehensive Income during year	(7,433)
	<hr/>
Balance at 31 December 2017	9,723
	<hr/> <hr/>

**18. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2017 £	2016 £
2,500	Ordinary	£1	2,500	2,500
300	5.25% cumulative redeemable preference shares	1.00	300	500
			<hr/>	<hr/>
			2,800	3,000
			<hr/> <hr/>	<hr/> <hr/>

**19. RESERVES**

**Group**

	Retained earnings £
At 1 January 2017	1,472,932
Profit for the year	199,376
Dividends	(402,765)
Purchase of own shares	200
	<hr/>
At 31 December 2017	1,269,743
	<hr/> <hr/>

**Company**

	Retained earnings £
At 1 January 2017	1,472,932
Profit for the year	177,125
Dividends	(402,765)
Purchase of own shares	200
	<hr/>
At 31 December 2017	1,247,492
	<hr/> <hr/>

**Goldline (UK) Limited**

**Notes to the Consolidated Financial Statements - continued**  
**for the Year Ended 31 December 2017**

**20. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to a director subsisted during the years ended 31 December 2017 and 31 December 2016:

	2017 £	2016 £
<b>M Bodsworth</b>		
Balance outstanding at start of year	24,012	6,742
Amounts advanced	679	20,000
Amounts repaid	(4,069)	(2,730)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>20,622</u>	<u>24,012</u>

**21. RELATED PARTY DISCLOSURES**

51% of the company is owned by Pinpoint Investments Limited which is incorporated in the British Virgin Islands.

Pinpoint Investments Limited received a dividend of £205,410 (2016: £218,275) from Goldline (UK) Limited during the year.

M Bodsworth a director of Goldline (UK) Limited received a loan of £24,012 from the Company in November 2016 that is repayable over a 71 month period with interest being charged at a rate of 3% per annum. The balance outstanding as at the 31 December 2017 is £20,622 (2016: £24,012).

On 20th December 2013 Goldline (UK) Limited entered into a lease agreement for new office premises at a cost of £93,280 per annum with Newstone Properties Limited, a company with mutual Shareholders as Goldline (UK) Limited. On 17th December 2013 Goldline (UK) Limited signed a guarantee agreement with National Westminster Bank Plc on behalf of Newstone Properties Limited to the value of £900,000. The guarantee is payable to the bank on demand.

During the year Goldline Asia Limited, a wholly owned subsidiary of Goldline UK Limited, made loan repayments to Goldline UK Limited amounting to £30,452. At the 31st December 2017 £13,799 (2016: £44,251) was owed to Goldline (UK) Limited by Goldline Asia Limited

No other transactions between the parties above took place during the year and no balances exist at the year end.

**22. ULTIMATE CONTROLLING PARTY**

Control lies with Mr Robert Brown.