

RIALTO HOMES LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2017

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RIALTO HOMES LIMITED

COMPANY INFORMATION

DIRECTORS

C. M. Barham
R. M. Allen
A. J. Barham
J. Nordigian
P. D. Barham

COMPANY SECRETARY

R. M. Allen

REGISTERED NUMBER

02698931

REGISTERED OFFICE

Bayley Hall
Queens Road
Hertford
Hertfordshire
SG14 1EN

INDEPENDENT AUDITORS

Wilder Coe Ltd
Chartered Accountants & Statutory Auditors
1st Floor, Sackville House
143-149 Fenchurch Street
London
EC3M 6BL

RIALTO HOMES LIMITED

CONTENTS

	Page
Balance Sheet	1
Notes to the Financial Statements	2 - 7

RIALTO HOMES LIMITED
REGISTERED NUMBER: 02698931

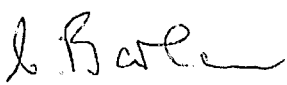
BALANCE SHEET
AS AT 31 OCTOBER 2017

	Note	2017 £	2016 £
CURRENT ASSETS			
Stocks	6	918,307	2,334,398
Debtors: amounts falling due after more than one year	7	3,000,000	-
Debtors	7	230,933	268,604
Cash at bank and in hand	8	2,636,429	4,840,308
		<u>6,785,669</u>	<u>7,443,310</u>
Creditors: amounts falling due within one year	9	(1,046,232)	(2,098,835)
NET CURRENT ASSETS		5,739,437	5,344,475
NET ASSETS		<u>5,739,437</u>	<u>5,344,475</u>
CAPITAL AND RESERVES			
Called up, allotted and fully paid share capital		6,000	6,000
Share premium account		4,995,000	4,995,000
Profit and loss account		738,437	343,475
EQUITY SHAREHOLDER'S FUNDS		<u>5,739,437</u>	<u>5,344,475</u>

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The company has opted not to file the Directors' Report and Profit and Loss Account in accordance with the provisions applicable to companies subject to the small companies regime, under section 444 of the Companies Act 2006.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on
12TH APRIL 2018



C. M. Barham
 Director

RIALTO HOMES LIMITED

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

1. GENERAL INFORMATION

Rialto Homes Limited (Company number: 02698931), having its registered office at Bayley Hall, Queens Road, Hertford, Hertfordshire, SG14 1EN, is a private limited company incorporated in England and Wales.

2. ACCOUNTING POLICIES

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Cash flow

The company has taken advantage of the exemptions in Financial Reporting Standard section 1A.7 from the requirement to produce a Statement of Cashflows on the grounds that it is a small company.

2.3 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

Sale of goods

Turnover from the sale of goods is recognised when all of the following conditions are satisfied:

- the company has transferred the significant risks and rewards of ownership to the buyer;
- the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of turnover can be measured reliably;
- it is probable that the company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

2.4 Stocks

Land and development work in progress is valued at the lower of cost and net realisable value. Cost includes the cost of raw materials and directly attributable labour and overhead costs.

2.5 Debtors

Short term debtors are measured at transaction price, less any impairment.

2.6 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

RIALTO HOMES LIMITED

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

2. ACCOUNTING POLICIES (CONTINUED)

2.7 Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, and loans to related parties.

Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate, which is an approximation of the amount that the company would receive for the asset if it were to be sold at the Balance Sheet date.

2.8 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.9 Finance costs

Finance costs are charged to the Statement of Income and Retained Earnings over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.10 Pensions

Defined contribution pension plan

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Income and Retained Earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the company in independently administered funds.

2.11 Interest income

Interest income is recognised in the Statement of Income and Retained Earnings using the effective interest method.

RIALTO HOMES LIMITED

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

2. ACCOUNTING POLICIES (CONTINUED)

2.12 Taxation

The tax expense for the year comprises current and deferred tax.

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

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date.

RIALTO HOMES LIMITED

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

3. TURNOVER

The whole of the turnover is attributable to the principal activity being that of property development.

All turnover arose within the United Kingdom.

4. OPERATING PROFIT

The operating profit is stated after charging:

	2017 £	2016 £
Auditors' remuneration	10,600	13,306

5. EMPLOYEES

Staff costs were as follows:

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

	2017 No.	2016 No.
Directors	5	5
Administration	6	6
	11	11

6. STOCKS

	2017 £	2016 £
Work in progress	918,307	2,334,398

RIALTO HOMES LIMITED

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

7. DEBTORS

	2017 £	2016 £
DUE AFTER MORE THAN ONE YEAR		
Other debtors	3,000,000	-
	<u>3,000,000</u>	<u>-</u>
	2017 £	2016 £
DUE WITHIN ONE YEAR		
Other debtors	95,797	246,133
Prepayments and accrued income	135,136	22,471
	<u>230,933</u>	<u>268,604</u>

8. CASH AND CASH EQUIVALENTS

	2017 £	2016 £
Cash at bank and in hand	2,636,429	4,840,308
	<u>2,636,429</u>	<u>4,840,308</u>

9. CREDITORS: Amounts falling due within one year

	2017 £	2016 £
Trade creditors	3,788	6,564
Corporation tax	96,883	83,719
Other taxation and social security	2,753	3,685
Other creditors	934,123	1,830,367
Accruals and deferred income	8,685	174,500
	<u>1,046,232</u>	<u>2,098,835</u>

The loan from C. M. Barham included within other creditors of £491,391 (2016: £600,424) is secured against the property developments to which it relates.

RIALTO HOMES LIMITED

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

10. DEFERRED TAXATION

	2016 £
At beginning of year	24,261
Charged to profit or loss	(24,261)
	<u><u> </u></u>

11. PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund.

The pension costs charge represents contributions payable by the company to the fund and amounted to £5,351 (2016: £2,361).

There were no balances outstanding at the Balance Sheet date.

12. RELATED PARTY TRANSACTIONS

Included within other creditors due within one year are amounts due to key management personnel of the company of £491,391 (2016: £600,424).

Included within other creditors are amounts due to related parties of £430,796 (2016: £1,217,919).

Included within other debtors are loan amounts due from related parties of £3,053,915 (2016: £226,888).

13. AUDIT REPORT

The company was subject to an audit for the year ended 31 October 2017. The audit report issued by Robert Bradman BA CA, as senior statutory auditor of Wilder Coe Ltd, was issued with an unqualified opinion.