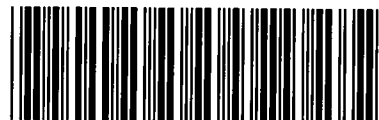


**Strategic Report, Report of the Director and  
Financial Statements for the Year Ended 30th June 2016**  
**for**  
**FOREVER ENTERPRISES LIMITED**

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**FOREVER ENTERPRISES LIMITED**  
**Company Information**  
**FOR THE YEAR ENDED 30TH JUNE 2016**

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**DIRECTOR:** Joseph J Jacob

**REGISTERED OFFICE:** 2nd Floor  
New Penderel House  
283-288 High Holborn  
London  
WC1V 7HP

**REGISTERED NUMBER:** 03728924

**AUDITORS:** Munslows LLP  
Chartered Certified Accountants  
and Statutory Auditors  
2nd Floor  
New Penderel House  
283-288 High Holborn  
London  
WC1V 7HP

**FOREVER ENTERPRISES LIMITED**  
**Strategic Report**  
**FOR THE YEAR ENDED 30TH JUNE 2016**

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The director presents his strategic report for the year ended 30th June 2016.

**REVIEW OF BUSINESS**

The results for the year under review showed an increase in turnover and profit. This was due to the following:-

Improving market conditions and preferential deals with two important manufacturers at the start of 2016 drove profits in the second part of the financial year. In addition, the company managed to secure profitable, high volume export sales with some new brands carried.

As a result, turnover increased from £11.69 million to £13.67 million and pre-tax profit from £1.09 million to £1.24 million.

This trend has continued into the current financial year. Post year-end management accounts show the company continuing to make good progress, though this growth appears to have stalled in 2017 with some challenging trading conditions now in place. In addition base costs have increased in the current financial year, in particular staff costs.

**PRINCIPAL RISKS AND UNCERTAINTIES**

The company's operations expose it to a variety of financial risks that include the effects of foreign exchange risk, credit risk and liquidity risk. The company has in place a risk management programme that seeks to limit the adverse effects on the financial performance of the company by monitoring the levels of financial risks.

**Supply chain**

The company's performance is heavily influenced by the decision making and policies of its key suppliers regarding the supply of spare parts. In practice this has been a strength rather than a weakness because of the strong benefits accruing to all parties to the existing relationships.

**Foreign Exchange Risk**

The company is exposed to foreign exchange risk in the normal course of business, principally in respect of purchases in euros. The company uses forward exchange contracts to assist in the hedge of foreign currency exposure.

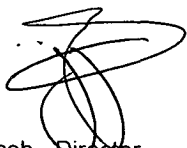
**Credit Risk**

The company has implemented policies that require appropriate credit checks on potential customers before sales are made. The company has a relatively short list of key customers and operates effective credit controls.

**Liquidity Risk**

The company does not carry any debt as there are sufficient available funds to carry on operations for the foreseeable future.

**ON BEHALF OF THE BOARD:**



Joseph J Jacob - Director

23rd March 2017

**FOREVER ENTERPRISES LIMITED**  
**Report of the Director**  
**FOR THE YEAR ENDED 30TH JUNE 2016**

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The director presents his report with the financial statements of the company for the year ended 30th June 2016.

**PRINCIPAL ACTIVITY**

The principal activity of the company is the wholesaling of automotive parts. The majority of sales are to authorised franchised dealers in the UK and overseas.

**DIVIDENDS**

Interim dividends per share were paid as follows:

|              |                     |
|--------------|---------------------|
| 1,000        | - 13th July 2015    |
| 1,000        | - 13th October 2015 |
| 1,000        | - 4th January 2016  |
| 1,530        | - 1st April 2016    |
| <u>4,530</u> |                     |

The director recommends that no final dividend be paid.

The total distribution of dividends for the year ended 30th June 2016 will be £453,000.

**DIRECTOR**

Joseph J Jacob held office during the whole of the period from 1st July 2015 to the date of this report.

**STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

The director is responsible for preparing the Strategic Report, the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

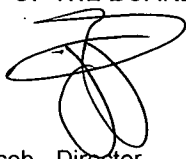
**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he 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 company's auditors are aware of that information.

**AUDITORS**

Under section 487(2) of the Companies Act 2006, Munslovs LLP will be deemed to have been re-appointed as auditors 28 days after these financial statements were sent to the members or 28 days after the latest date prescribed for filing the accounts with the Registrar of Companies, whichever is earlier.

**ON BEHALF OF THE BOARD:**



Joseph J Jacob - Director

23rd March 2017

## **Report of the Independent Auditors to the Members of Forever Enterprises Limited**

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We have audited the financial statements of Forever Enterprises Limited for the year ended 30th June 2016 on pages six to seventeen. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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.

### **Respective responsibilities of director and auditors**

As explained more fully in the Statement of Director's Responsibilities set out on page three, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the director; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic Report and the Report of the Director to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Basis for qualified opinion on financial statements**

With respect to stock having a carrying amount of £1,169,060 the audit evidence available to us was limited because we did not observe the counting of the physical stock as at 30 June 2016, since that date was prior to our appointment as auditor of the company. Owing to the nature of the company's records, we were unable to obtain sufficient appropriate audit evidence regarding the stock quantities by using other audit procedures.

### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30th June 2016 and of its 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.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Strategic Report and the Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements.

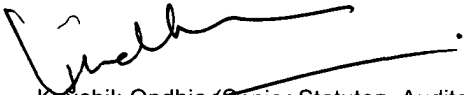
**Report of the Independent Auditors to the Members of  
Forever Enterprises Limited**

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

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; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Kaushik Ondhia (Senior Statutory Auditor)  
for and on behalf of Munslows LLP  
Chartered Certified Accountants  
and Statutory Auditors  
2nd Floor  
New Penderel House  
283-288 High Holborn  
London  
WC1V 7HP

23rd March 2017

FOREVER ENTERPRISES LIMITED

**Income Statement**  
**FOR THE YEAR ENDED 30TH JUNE 2016**

|  |       | 2016           |                   | 2015    |                   |
|--|-------|----------------|-------------------|---------|-------------------|
|  | Notes | £              | £                 | £       | £                 |
| <b>TURNOVER</b>                                      | 2     |                | <b>13,676,245</b> |         | <b>11,689,714</b> |
| Cost of sales  |       |                | <b>11,197,440</b> |         | <b>9,543,948</b>  |
| <b>GROSS PROFIT</b>                                  |       |                | <b>2,478,805</b>  |         | <b>2,145,766</b>  |
| Distribution costs                                   |       | <b>267,198</b> |                   | 194,911 |                   |
| Administrative expenses                              |       | <b>971,427</b> |                   | 856,851 |                   |
|  |       |                | <b>1,238,625</b>  |         | <b>1,051,762</b>  |
| <b>OPERATING PROFIT</b>                              | 4     |                | <b>1,240,180</b>  |         | <b>1,094,004</b>  |
| Interest payable and similar charges                 | 5     |                | <b>276</b>        |         | <b>502</b>        |
| <b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b> |       |                | <b>1,239,904</b>  |         | <b>1,093,502</b>  |
| Tax on profit on ordinary activities                 | 6     |                | <b>245,752</b>    |         | <b>226,003</b>    |
| <b>PROFIT FOR THE FINANCIAL YEAR</b>                 |       |                | <b>994,152</b>    |         | <b>867,499</b>    |

The notes form part of these financial statements

FOREVER ENTERPRISES LIMITED

Other Comprehensive Income  
FOR THE YEAR ENDED 30TH JUNE 2016

|  | Notes | 2016<br>£ | 2015<br>£ |
|--|-------|-----------|-----------|
| PROFIT FOR THE YEAR  |       | 994,152   | 867,499   |
| OTHER COMPREHENSIVE INCOME                                 |       |           |           |
| Cash flow hedges - fair value movement                     |       | (57,925)  | -         |
| Income tax relating to other comprehensive income          |       | 11,585    | -         |
| OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF INCOME TAX |       | (46,340)  | -         |
| TOTAL COMPREHENSIVE INCOME FOR THE YEAR                    |       | 947,812   | 867,499   |

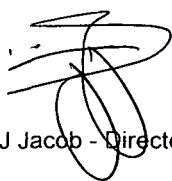
The notes form part of these financial statements



**Balance Sheet**  
**30TH JUNE 2016**

|  |       | 2016             |                         | 2015                    |
|--|-------|------------------|-------------------------|-------------------------|
|  | Notes | £                | £                       | £                       |
| <b>FIXED ASSETS</b>                          |       |                  |                         |                         |
| Tangible assets                              | 8     |                  | 26,646                  | 16,013                  |
| <b>CURRENT ASSETS</b>                        |       |                  |                         |                         |
| Stocks                                       | 9     | 1,169,060        |                         | 1,299,970               |
| Debtors                                      | 10    | 2,374,494        |                         | 1,708,415               |
| Cash at bank and in hand                     |       | 1,488,422        |                         | 1,286,594               |
|  |       | <u>5,031,976</u> |                         | <u>4,294,979</u>        |
| <b>CREDITORS</b>                             |       |                  |                         |                         |
| Amounts falling due within one year          | 11    | 949,765          |                         | 696,947                 |
| <b>NET CURRENT ASSETS</b>                    |       |                  | <u>4,082,211</u>        | <u>3,598,032</u>        |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       |                  | <u><u>4,108,857</u></u> | <u><u>3,614,045</u></u> |
| <b>CAPITAL AND RESERVES</b>                  |       |                  |                         |                         |
| Called up share capital                      | 13    | 500,000          |                         | 500,000                 |
| Cash flow hedge reserve                      | 14    | (46,340)         |                         | -                       |
| Retained earnings                            | 14    | 3,655,197        |                         | 3,114,045               |
| <b>SHAREHOLDERS' FUNDS</b>                   |       |                  | <u><u>4,108,857</u></u> | <u><u>3,614,045</u></u> |

The financial statements were approved by the director on 23rd March 2017 and were signed by:



Joseph J Jacob - Director

The notes form part of these financial statements

FOREVER ENTERPRISES LIMITED

Statement of Changes in Equity  
FOR THE YEAR ENDED 30TH JUNE 2016

|                            | Called up<br>share<br>capital<br>£ | Retained<br>earnings<br>£ | Cash flow<br>hedge<br>reserve<br>£ | Total<br>equity<br>£ |
|----------------------------|------------------------------------|---------------------------|------------------------------------|----------------------|
| Balance at 1st July 2014   | 500,000                            | 2,619,546                 | -                                  | 3,119,546            |
| Changes in equity          |                                    |                           |                                    |                      |
| Dividends                  | -                                  | (373,000)                 | -                                  | (373,000)            |
| Total comprehensive income | -                                  | 867,499                   | -                                  | 867,499              |
| Balance at 30th June 2015  | 500,000                            | 3,114,045                 | -                                  | 3,614,045            |
| Changes in equity          |                                    |                           |                                    |                      |
| Dividends                  | -                                  | (453,000)                 | -                                  | (453,000)            |
| Total comprehensive income | -                                  | 994,152                   | (46,340)                           | 947,812              |
| Balance at 30th June 2016  | 500,000                            | 3,655,197                 | (46,340)                           | 4,108,857            |

The notes form part of these financial statements

FOREVER ENTERPRISES LIMITED

Cash Flow Statement  
FOR THE YEAR ENDED 30TH JUNE 2016

|   | Notes | 2016<br>£               | 2015<br>£               |
|---|-------|-------------------------|-------------------------|
| <b>Cash flows from operating activities</b>             |       |                         |                         |
| Cash generated from operations                          | 1     | 961,318                 | 366,339                 |
| Interest paid   |       | (276)                   | (502)                   |
| Tax paid  |       | (226,003)               | (161,538)               |
| Net cash from operating activities                      |       | <u>735,039</u>          | <u>204,299</u>          |
| <b>Cash flows from investing activities</b>             |       |                         |                         |
| Purchase of tangible fixed assets                       |       | (21,016)                | (5,602)                 |
| Sale of tangible fixed assets                           |       | -                       | 122                     |
| Net cash from investing activities                      |       | <u>(21,016)</u>         | <u>(5,480)</u>          |
| <b>Cash flows from financing activities</b>             |       |                         |                         |
| Amount withdrawn by directors                           |       | (1,270)                 | -                       |
| Equity dividends paid                                   |       | (453,000)               | (373,000)               |
| Net cash from financing activities                      |       | <u>(454,270)</u>        | <u>(373,000)</u>        |
| <b>Increase/(decrease) in cash and cash equivalents</b> |       | <u>259,753</u>          | <u>(174,181)</u>        |
| <b>Cash and cash equivalents at beginning of year</b>   | 2     | <u>1,286,594</u>        | <u>1,460,775</u>        |
| Effect of foreign exchange rate changes                 |       | (57,925)                | -                       |
| <b>Cash and cash equivalents at end of year</b>         | 2     | <u><u>1,488,422</u></u> | <u><u>1,286,594</u></u> |

The notes form part of these financial statements

FOREVER ENTERPRISES LIMITED

Notes to the Cash Flow Statement  
FOR THE YEAR ENDED 30TH JUNE 2016

1. RECONCILIATION OF PROFIT FOR THE FINANCIAL YEAR TO CASH GENERATED FROM OPERATIONS

|                                       | 2016                  | 2015                  |
|---------------------------------------|-----------------------|-----------------------|
|                                       | £                     | £                     |
| Profit for the financial year         | 994,152               | 867,499               |
| Depreciation charges                  | 10,384                | 5,393                 |
| Loss on disposal of fixed assets      | -                     | 139                   |
| Finance costs                         | 276                   | 502                   |
| Taxation                              | 245,752               | 226,003               |
|                                       | <u>1,250,564</u>      | <u>1,099,536</u>      |
| Decrease/(increase) in stocks         | 130,910               | (266,960)             |
| Increase in trade and other debtors   | (654,494)             | (543,115)             |
| Increase in trade and other creditors | 234,338               | 76,878                |
|                                       | <u>961,318</u>        | <u>366,339</u>        |
| <b>Cash generated from operations</b> | <b><u>961,318</u></b> | <b><u>366,339</u></b> |

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 30th June 2016

|                           | 30.6.16          | 1.7.15           |
|---------------------------|------------------|------------------|
|                           | £                | £                |
| Cash and cash equivalents | <u>1,488,422</u> | <u>1,286,594</u> |

Year ended 30th June 2015

|                           | 30.6.15          | 1.7.14           |
|---------------------------|------------------|------------------|
|                           | £                | £                |
| Cash and cash equivalents | <u>1,286,594</u> | <u>1,460,775</u> |

The notes form part of these financial statements

**FOREVER ENTERPRISES LIMITED**  
**Notes to the Financial Statements**  
**FOR THE YEAR ENDED 30TH JUNE 2016**

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**1. 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.

**Significant judgements and estimates**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

No judgements (apart from those involving estimates) have been made in the process of applying the accounting policies set out below.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year include:

**(i) Stock provision**

The company is a wholesaler of automotive parts which are subject to changing consumer demands. As a result it is necessary to consider the net realisable value of stock and the associated provision for impairment. In calculating the stock impairment provision, management considers the nature and condition of the stock as well as the anticipated saleability of goods held.

**Turnover**

Turnover represents the sales value of goods sold, excluding value added tax and is net of sales returns, trade discounts and rebates.

Revenue is recognised to the extent that it is probable that economic benefits will flow to the company and that such benefits can be reliably measured. Revenue is recognised upon when goods are despatched.

**Tangible fixed assets**

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

|                       |                           |
|-----------------------|---------------------------|
| Plant and machinery   | - 25% on reducing balance |
| Fixtures and fittings | - 25% on reducing balance |
| Motor vehicles        | - 25% on reducing balance |
| Computer equipment    | - 25% on reducing balance |

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost is based upon the cost of purchase on a weighted average basis.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying value is reduced to its expected selling price less costs to sell. The impairment loss is recognised immediately in profit or loss.

**Deferred tax**

Deferred tax is provided for 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 tax rates and laws. 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 financial statements. 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.

**Foreign currencies**

The company's functional and presentational currency is Sterling. Monetary 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 recognised in profit or loss except when deferred in other comprehensive income as qualifying cash flow hedges.

FOREVER ENTERPRISES LIMITED

Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30TH JUNE 2016

1. ACCOUNTING POLICIES - continued

**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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

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

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below:

|                        | 2016<br>£         | 2015<br>£         |
|------------------------|-------------------|-------------------|
| United Kingdom         | 11,100,141        | 7,768,192         |
| Rest of European Union | 2,100,873         | 3,495,707         |
| Rest of World          | 475,231           | 425,815           |
|                        | <u>13,676,245</u> | <u>11,689,714</u> |

3. STAFF COSTS

|                     | 2016<br>£      | 2015<br>£      |
|---------------------|----------------|----------------|
| Wages and salaries  | 484,107        | 385,686        |
| Other pension costs | 996            | -              |
|                     | <u>485,103</u> | <u>385,686</u> |

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

|                              | 2016      | 2015      |
|------------------------------|-----------|-----------|
| Management                   | 1         | 1         |
| Administration and warehouse | 11        | 11        |
|                              | <u>12</u> | <u>12</u> |

4. OPERATING PROFIT

The operating profit is stated after charging:

|                                  | 2016<br>£      | 2015<br>£      |
|----------------------------------|----------------|----------------|
| Other operating leases           | 147,942        | 97,938         |
| Depreciation - owned assets      | 10,383         | 5,392          |
| Loss on disposal of fixed assets | -              | 139            |
| Auditors' remuneration           | 11,906         | 8,700          |
|                                  | <u>130,268</u> | <u>105,675</u> |

Director's remuneration

5. INTEREST PAYABLE AND SIMILAR CHARGES

|               | 2016<br>£ | 2015<br>£ |
|---------------|-----------|-----------|
| Bank interest | 276       | 502       |

FOREVER ENTERPRISES LIMITED

Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30TH JUNE 2016

6. TAXATION

**Analysis of the tax charge**

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

|                                      | 2016<br>£             | 2015<br>£             |
|--------------------------------------|-----------------------|-----------------------|
| Current tax:                         |                       |                       |
| UK corporation tax                   | <u>245,752</u>        | <u>226,003</u>        |
| Tax on profit on ordinary activities | <u><u>245,752</u></u> | <u><u>226,003</u></u> |

**Reconciliation of total tax charge included in profit and loss**

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

|  | 2016<br>£             | 2015<br>£             |
|--|-----------------------|-----------------------|
| Profit on ordinary activities before tax   | <u>1,239,904</u>      | <u>1,093,502</u>      |
| Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2015 - 20.750%) | 247,981               | 226,902               |
| Effects of:  |                       |                       |
| Expenses not deductible for tax purposes   | 49                    | 129                   |
| Capital allowances in excess of depreciation   | (2,278)               | (264)                 |
| Marginal relief  | -                     | (764)                 |
| Total tax charge   | <u><u>245,752</u></u> | <u><u>226,003</u></u> |

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

|  | Gross<br>£      | 2016<br>Tax<br>£ | Net<br>£        |
|--|-----------------|------------------|-----------------|
| Cash flow hedges - fair value movement | (57,925)        | 11,585           | (46,340)        |
|  | <u>(57,925)</u> | <u>11,585</u>    | <u>(46,340)</u> |

Deferred tax relating to timing differences is provided only in so far as a liability or asset is expected to crystallise in the foreseeable future.

Deferred tax has been provided at the rate of 20%.

7. DIVIDENDS

|                            | 2016<br>£             | 2015<br>£             |
|----------------------------|-----------------------|-----------------------|
| Ordinary shares of £1 each |                       |                       |
| Interim                    | <u><u>453,000</u></u> | <u><u>373,000</u></u> |

FOREVER ENTERPRISES LIMITED

Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30TH JUNE 2016

8. TANGIBLE FIXED ASSETS

|                        | Plant and<br>machinery<br>£ | Fixtures<br>and<br>fittings<br>£ | Motor<br>vehicles<br>£ | Computer<br>equipment<br>£ | Totals<br>£ |
|------------------------|-----------------------------|----------------------------------|------------------------|----------------------------|-------------|
| <b>COST</b>            |                             |                                  |                        |                            |             |
| At 1st July 2015       | 18,752                      | 45,208                           | 21,162                 | 20,222                     | 105,344     |
| Additions              | 361                         | -                                | 19,590                 | 1,065                      | 21,016      |
| Disposals              | (12,902)                    | (23,885)                         | -                      | (7,163)                    | (43,950)    |
| At 30th June 2016      | 6,211                       | 21,323                           | 40,752                 | 14,124                     | 82,410      |
| <b>DEPRECIATION</b>    |                             |                                  |                        |                            |             |
| At 1st July 2015       | 15,771                      | 38,185                           | 19,964                 | 15,411                     | 89,331      |
| Charge for year        | 934                         | 2,326                            | 5,197                  | 1,926                      | 10,383      |
| Eliminated on disposal | (12,902)                    | (23,885)                         | -                      | (7,163)                    | (43,950)    |
| At 30th June 2016      | 3,803                       | 16,626                           | 25,161                 | 10,174                     | 55,764      |
| <b>NET BOOK VALUE</b>  |                             |                                  |                        |                            |             |
| At 30th June 2016      | 2,408                       | 4,697                            | 15,591                 | 3,950                      | 26,646      |
| At 30th June 2015      | 2,981                       | 7,023                            | 1,198                  | 4,811                      | 16,013      |

9. STOCKS

|                  | 2016<br>£ | 2015<br>£ |
|------------------|-----------|-----------|
| Goods for resale | 1,169,060 | 1,299,970 |

10. DEBTORS

|   | 2016<br>£ | 2015<br>£ |
|---|-----------|-----------|
| Amounts falling due within one year:          |           |           |
| Trade debtors                                 | 2,035,382 | 1,656,020 |
| Other debtors                                 | 283,263   | 263       |
| Prepayments and accrued income                | 44,264    | 52,132    |
|   | 2,362,909 | 1,708,415 |
| Amounts falling due after more than one year: |           |           |
| Deferred tax                                  | 11,585    | -         |
| Aggregate amounts                             | 2,374,494 | 1,708,415 |

The deferred tax asset is attributable to the expected future tax relief on unrealised exchange losses arising from cash flow hedging activities. It is anticipated that this will be realised in the short term.



FOREVER ENTERPRISES LIMITED

Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30TH JUNE 2016

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|                                 | 2016<br>£      | 2015<br>£      |
|---------------------------------|----------------|----------------|
| Trade creditors                 | 457,064        | 303,803        |
| Tax                             | 245,752        | 226,003        |
| Social security and other taxes | 73,386         | 53,920         |
| Derivative contracts            | 57,925         | -              |
| Directors' current accounts     | -              | 1,270          |
| Accruals and deferred income    | 115,638        | 111,951        |
|                                 | <u>949,765</u> | <u>696,947</u> |

12. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

|                            | 2016<br>£      | 2015<br>£      |
|----------------------------|----------------|----------------|
| Within one year            | 147,000        | 102,000        |
| Between one and five years | 98,000         | 408,000        |
| In more than five years    | -              | 25,500         |
|                            | <u>245,000</u> | <u>535,500</u> |

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

| Number: | Class:   | Nominal value: | 2016<br>£      | 2015<br>£      |
|---------|----------|----------------|----------------|----------------|
| 500,000 | Ordinary | £1             | <u>500,000</u> | <u>500,000</u> |

14. RESERVES

|                     | Retained earnings<br>£ | Cash flow hedge reserve<br>£ | Totals<br>£      |
|---------------------|------------------------|------------------------------|------------------|
| At 1st July 2015    | 3,114,045              | -                            | 3,114,045        |
| Profit for the year | 994,152                |                              | 994,152          |
| Dividends           | (453,000)              |                              | (453,000)        |
| Fair value movement | -                      | (57,925)                     | (57,925)         |
| Taxation            | -                      | 11,585                       | 11,585           |
| At 30th June 2016   | <u>3,655,197</u>       | <u>(46,340)</u>              | <u>3,608,857</u> |

The cash flow hedge reserve represents gains and losses arising on revaluation of derivatives, being forward foreign currency contracts.

15. RELATED PARTY DISCLOSURES

**Impala Fabrics Limited**

A company in which Mr Joseph J Jacob is a director

During the year, the company supplied goods to the value of £33,769.

|   | 2016<br>£       | 2015<br>£ |
|---|-----------------|-----------|
| Amount due from related party at the balance sheet date | 30,523          | -         |
| Provisions for doubtful debt at the balance sheet date  | <u>(30,523)</u> | <u>-</u>  |

**FOREVER ENTERPRISES LIMITED**

**Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30TH JUNE 2016**

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**15. RELATED PARTY DISCLOSURES - continued**

**Michael Jacob**

*A major shareholder*

Consultancy services to a value of £36,000 (2015: £50,014).

**16. ULTIMATE CONTROLLING PARTY**

In the opinion of the director, there is no ultimate controlling party.

**17. FIRST YEAR ADOPTION**

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.