

Finisterre UK Limited
Annual Report and Unaudited Financial Statements
Year Ended 31 December 2018

Registration number: 04444480

Finisterre UK Limited

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Finisterre UK Limited

Balance Sheet

31 December 2018

	Note	2018 £	2017 £
Fixed assets			
Intangible assets	<u>4</u>	24,424	46,606
Tangible assets	<u>5</u>	649,620	559,276
		<u>674,044</u>	<u>605,882</u>
Current assets			
Stocks		1,225,887	622,461
Debtors	<u>6</u>	365,592	242,865
Cash at bank and in hand		499,916	654,930
		<u>2,091,395</u>	<u>1,520,256</u>
Creditors: Amounts falling due within one year	<u>7</u>	<u>(1,138,081)</u>	<u>(1,214,440)</u>
Net current assets		<u>953,314</u>	<u>305,816</u>
Total assets less current liabilities		<u>1,627,358</u>	<u>911,698</u>
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(2,780,764)</u>	<u>-</u>
Net (liabilities)/assets		<u>(1,153,406)</u>	<u>911,698</u>
Capital and reserves			
Called up share capital	<u>9</u>	5,057,452	5,057,452
Share premium reserve		179,952	179,952
Profit and loss account		<u>(6,390,810)</u>	<u>(4,325,706)</u>
Total equity		<u>(1,153,406)</u>	<u>911,698</u>

The notes on pages 3 to 8 form an integral part of these financial statements.

Finisterre UK Limited

Balance Sheet

31 December 2018

For the financial year ending 31 December 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 25 September 2019 and signed on its behalf by:

.....

T C Kay

Director

Company Registration Number: 04444480

The notes on pages 3 to 8 form an integral part of these financial statements.

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Finisterre UK Limited

Notes to the Financial Statements

Year Ended 31 December 2018

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Unit 6 Wheal Kitty Workshops

St. Agnes

Cornwall

TR5 0RD

The business address is the same as the registered office address although the entity operates shops across various locations in the UK.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Going concern

The directors have prepared the financial statements on a going concern basis, on the understanding that Fitzroy Apparel Limited (the company's immediate parent) will continue to provide financial support if, and when it is required and, accordingly, the financial statements do not include any adjustments that would result if this support were not forthcoming.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of value added tax, returns, rebates and discounts and after eliminating sales within the company.

The company recognises revenue when:

- The amount of revenue can be reliably measured;
- it is probable that future economic benefits will flow to the entity;
- and specific criteria have been met for each of the company's activities.

Government grants

Grants received for capital expenditure have been deducted from the purchase price of the related asset, with a consequent reduction in the annual charge for depreciation.

Finisterre UK Limited

Notes to the Financial Statements

Year Ended 31 December 2018

Foreign currency transactions and balances

Transactions in foreign currencies are recorded at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the closing rates at the balance sheet date. All exchange differences are included in the profit and loss account.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Leasehold property	20% straight line
Fixtures, fittings & equipment	20-25% straight line
Motor vehicles	25% reducing balance

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Website	3 years

Stocks

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease. Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Finisterre UK Limited

Notes to the Financial Statements

Year Ended 31 December 2018

Financial instruments

Classification

The company holds the following financial instruments:

- Short term trade and other debtors and creditors; and
- Cash and bank balances

All financial instruments are classified as basic.

Recognition and measurement

Such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 80 (2017 - 68).

4 Intangible assets

	Website £	Trademarks, patents and licenses £	Total £
Cost or valuation			
At 1 January 2018	198,735	7,118	205,853
Additions acquired separately	4,434	-	4,434
At 31 December 2018	203,169	7,118	210,287
Amortisation			
At 1 January 2018	152,129	7,118	159,247
Amortisation charge	26,616	-	26,616
At 31 December 2018	178,745	7,118	185,863
Carrying amount			
At 31 December 2018	24,424	-	24,424
At 31 December 2017	46,606	-	46,606

Finisterre UK Limited

Notes to the Financial Statements

Year Ended 31 December 2018

5 Tangible assets

	Leasehold property improvements £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 January 2018	346,248	485,588	-	831,836
Additions	129,828	161,415	8,289	299,532
Disposals	(6,574)	(46,793)	-	(53,367)
At 31 December 2018	469,502	600,210	8,289	1,078,001
Depreciation				
At 1 January 2018	93,592	178,968	-	272,560
Charge for the year	82,783	114,748	1,727	199,258
Eliminated on disposal	-	(43,437)	-	(43,437)
At 31 December 2018	176,375	250,279	1,727	428,381
Carrying amount				
At 31 December 2018	293,127	349,931	6,562	649,620
At 31 December 2017	252,656	306,620	-	559,276

6 Debtors

	2018 £	2017 £
Trade debtors	64,805	55,203
Other debtors	100,262	82,860
Prepayments	200,525	104,802
	365,592	242,865

Finisterre UK Limited

Notes to the Financial Statements

Year Ended 31 December 2018

7 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Loans and borrowings	<u>8</u>	68,333	750,000
Trade creditors		310,340	159,749
Social security and other taxes		251,522	295,693
Other creditors		303,381	-
Accrued expenses		201,522	8,998
Corporation tax		2,983	-
		<u>1,138,081</u>	<u>1,214,440</u>
Due after one year			
Loans and borrowings	<u>8</u>	<u>2,780,764</u>	<u>-</u>

8 Loans and borrowings

	2018 £	2017 £
Current loans and borrowings		
Other borrowings	45,000	750,000
Finance lease liabilities	<u>23,333</u>	<u>-</u>
	<u>68,333</u>	<u>750,000</u>
Non-current loans and borrowings		
Finance lease liabilities	29,166	-
Other borrowings	1,224,557	-
Amount owed to group undertakings	<u>1,527,041</u>	<u>-</u>
	<u>2,780,764</u>	<u>-</u>

Security on finance lease liabilities is provided against the assets to which they relate.

Security on £769,557 (2017: £Nil) of other borrowings is provided by fixed and floating charges over the assets of the company.

Year Ended 31 December 2018

	2018		2017	
	No.	£	No.	£
Ordinary shares of £0.10 each	3,793	379.30	3,793	379.30
Ordinary B shares of £1 each	5,057,073	5,057,073	5,057,073	5,057,073
	<u>5,060,866</u>	<u>5,057,452</u>	<u>5,060,866</u>	<u>5,057,452</u>

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