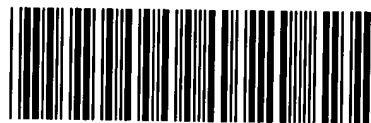


CHARLFORD LTD

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

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CHARLFORD LTD

COMPANY INFORMATION

Directors	B Ackerman N Ackerman
Registered number	04830490
Registered office	113 Brent Street London NW4 2DX
Independent auditors	Wilder Coe Ltd Chartered Accountants and Statutory Auditors 1st Floor Sackville House 143-149 Fenchurch Street London EC3M 6BL

CHARLFORD LTD

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CHARLFORD LTD
REGISTERED NUMBER: 04830490

BALANCE SHEET
AS AT 31 DECEMBER 2018

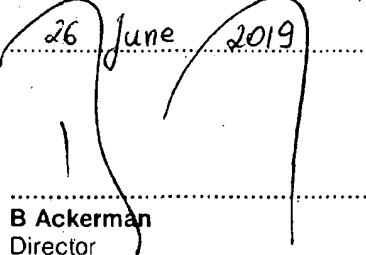
	Note	2018 £	2017 £
Fixed assets			
Investment properties	4	78,063,234	1,060,000
Investments	5	1	1
		<u>78,063,235</u>	<u>1,060,001</u>
Current assets			
Debtors	6	5,404,198	5,333,815
Cash at bank and in hand		1,741,812	955
		<u>7,146,010</u>	<u>5,334,770</u>
Creditors: amounts falling due within one year	7	(29,906,414)	(4,816,979)
Net current (liabilities)/assets		<u>(22,760,404)</u>	<u>517,791</u>
Total assets less current liabilities		<u>55,302,831</u>	<u>1,577,792</u>
Creditors: amounts falling due after more than one year		(47,191,405)	-
Provision for liabilities	9	(5,349,295)	(29,767)
Net assets		<u><u>2,762,131</u></u>	<u><u>1,548,025</u></u>
Capital and reserves			
Allotted, called up and fully paid share capital		4	4
Share premium account		4,263	4,263
Profit and loss account		2,757,864	1,543,758
Total equity		<u><u>2,762,131</u></u>	<u><u>1,548,025</u></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 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

26 June 2019



B Ackerman
 Director

The notes on pages 2 to 8 form part of these financial statements.

CHARLFORD LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

1. General information

Charlford Ltd (Company number: 04830490) is a private company limited by shares, incorporated in England and Wales. The registered office is 113 Brent Street, London, NW4 2DX. The trading address is the same as the registered office.

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 financial statements are prepared in GBP sterling, which is the functional currency of the Company. Monetary amounts in these financial statements are rounded to the nearest £ (GBP).

The Company has taken advantage of the exemption in Financial Reporting Standard 102, section 1A.7 from the requirement to produce a Statement of Cash Flows on the grounds that it is a small company.

The following principal accounting policies have been applied:

2.2 Turnover

Turnover comprises rental and other property related income exclusive of Value Added Tax.

Turnover in respect of rental income, lease premiums, insurance and other recharges of property related expenditure 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 Value Added Tax.

2.3 Investment properties

Investment properties are carried at fair value determined annually by the directors on the basis of open market values for its current use. No depreciation is provided in relation to investment properties. Changes to fair value are recognised in the Statement of Income and Retained Earnings.

CHARLFORD LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

2. Accounting policies (continued)

2.4 Financial instruments

Financial instruments are recognised in the Company's Balance Sheet when the Company becomes party to the contractual provisions of the instrument.

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

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest rate method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting date.

Financial assets are impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans and loans from fellow group companies, are initially recognised at transaction price.

Short-term creditors are measured at cost/ transaction price and not amortised.

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

CHARLFORD LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

2. Accounting policies (continued)

2.5 Current and deferred taxation

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

The current corporation tax charge is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date.

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 is determined using tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date.

3. Employees

The average monthly number of employees, including directors, during the year was 2 (2017 - 2).

CHARLFORD LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

4. Investment properties

	Freehold property £	Long leasehold property £	Total £
Fair value			
At 1 January 2018	1,060,000	-	1,060,000
Additions	68,903,942	1,864,389	70,768,331
Capital expenditure	723,234	-	723,234
Revaluations	5,486,058	25,611	5,511,669
At 31 December 2018	<u>76,173,234</u>	<u>1,890,000</u>	<u>78,063,234</u>

In February 2018 the Company purchased a portfolio from a number of group companies. As is customary for intra-group sales, the purchase price was fair value minus provision for deferred tax. This was on the basis that the transaction took place at "no gain no loss" for tax purposes. The Company has inherited the group vendors's original tax base cost, and any taxable gain on future disposal will be increased as a result.

In accordance with the group's accounting policy, the Investment Properties were subsequently revalued upwards to their fair value, and a separate provision for deferred tax has been recorded, as shown in Note 9. The combined effect in the Statement of Income and Retained Earnings of this revaluation and the deferred tax charge is £Nil.

The fair value of investment property has been determined with reference to independent red book valuations and to valuations performed by one of the Company directors who is a chartered surveyor.

CHARLFORD LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

5. Fixed asset investments

	Shares in group undertakings £
Cost	
At 1 January 2018 and 31 December 2018	<u><u>1</u></u>

6. Debtors

	2018 £	2017 £
Amounts falling due within one year		
Trade debtors	90,649	49,955
Amounts owed by group undertakings	4,836,013	5,009,085
Other debtors	396,725	196,954
Prepayments and accrued income	80,811	77,821
	<u><u>5,404,198</u></u>	<u><u>5,333,815</u></u>

7. Creditors: Amounts falling due within one year

	2018 £	2017 £
Loans (secured - see note 8)	525,830	-
Trade creditors	56,904	3,786
Amounts owed to group undertakings	27,806,152	4,618,565
Other creditors	435,346	70,108
Accruals and deferred income	1,082,182	124,520
	<u><u>29,906,414</u></u>	<u><u>4,816,979</u></u>

CHARLFORD LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

8. Creditors: Amounts falling due after more than one year

	2018 £	2017 £
Loans (secured - see below)	47,191,405	-

The loan is secured by way of a fixed charge over the properties to which it relates.

The aggregate amount of liabilities repayable wholly or in part more than five years after the balance sheet date is:

	2018 £	2017 £
Repayable by instalments	810,747	-
Repayable other than by instalments	44,044,461	-
	44,855,208	-

9. Deferred taxation

	2018 £	2017 £
At beginning of year	29,767	1,894
Charged to profit or loss	5,319,528	27,873
At end of year	5,349,295	29,767

The provision for deferred taxation is made up as follows:

	2018 £	2017 £
Revaluation of investment property	5,349,295	29,767

10. Parent company

The immediate parent undertaking is Bana One L3 Limited, a company registered in England and Wales.

The ultimate parent undertaking is Bana One Limited, a company registered in England and Wales.

Bana One Limited prepares group financial statements and copies can be obtained from 113 Brent Street, London, NW4 2DX.

CHARLFORD LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

11. Auditors' information

The company was subject to an audit for the year ended 31 December 2018. The audit report issued by Mark Saunders BA FCA, as senior statutory auditor of Wilder Coe Ltd, was issued with an unqualified opinion.