

Company Registration No. 5739246 (England and Wales)

**GROUP FIRST GLOBAL LIMITED**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2019**

# GROUP FIRST GLOBAL LIMITED

## COMPANY INFORMATION

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**Directors** Mr T S Whittaker  
Mr J Slater

**Company number** 5739246

**Registered office** Group First House  
12a Mead Way  
Burnley  
BB12 7NG

**Auditor** Lopian Gross Barnett & Co  
1st Floor, Cloister House  
Riverside  
New Bailey Street  
Manchester  
M3 5FS

**Business address** Group First House  
12a Mead Way  
Burnley  
BB12 7NG

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# GROUP FIRST GLOBAL LIMITED

## CONTENTS

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	Page
Strategic report	1
Directors' report	2 - 3
Independent auditor's report	4 - 6
Profit and loss account	7
Group statement of comprehensive income	8
Group balance sheet	9
Company balance sheet	10
Group statement of changes in equity	11
Company statement of changes in equity	12
Group statement of cash flows	13
Company statement of cash flows	14
Notes to the financial statements	15 - 34

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# GROUP FIRST GLOBAL LIMITED

## STRATEGIC REPORT

**FOR THE YEAR ENDED 30 JUNE 2019**

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The directors present the strategic report for the year ended 30 June 2019.

### **Fair review of the business**

Group First Global Limited and its directors believe the year ended 30 June 2019 has been a challenging but successful year.

A head office contribution from the business divisions within and outside of the group has funded the head office costs whilst maintaining profitable divisions.

The shared service office centres has maintained high occupancy throughout the year. The portfolio of 60 residential properties have been let out with short periods of void primarily due to constant monitoring of market rate rent and reinvestment where capital appraisal suggests is needed. The equestrian centre was rented out throughout the year and no issues noted.

Throughout the financial year, Group First Global Limited and its directors supported five of its subsidiary companies, Store First Limited, Harley Scott Commercial Limited (formerly Store First Midlands Limited), Store First St Helens Limited, Store First Blackburn Limited and SFM Services Limited, defending petitions issued by the Secretary of State to wind those companies up. On 30 April 2019 the court made an order to wind-up four companies by consent between those four companies and the Secretary of State. The companies wound-up in court were Store First Limited, Store First Blackburn Limited, Store First St Helens Limited and SFM Services Limited. The petition to wind up Store First Midlands was dismissed, also by consent by the parties.

The off-airport carparking division was restructured as explained in the accounting policies and continued to trade profitably throughout the year. Since the year end Smith and Williamson LLP have been appointed as administrators to Park First Freeholds Limited, Help Me Park Gatwick Limited, Park First Glasgow Rentals Limited and Park First Gatwick Rentals Limited due to the liabilities brought about from the restructuring exercise. The administrators' proposals explain that the administrators are pursuing the first statutory objective of these administrations, namely to rescue the four companies as going concerns. The administrators aim to achieve this by developing and putting forward company voluntary arrangements ("CVAs") for the companies. If the administrators are unable to successfully conclude the CVAs, there are a range of other options available to them.

COVID-19 has had a big impact on the globe. In particular it has had a negative impact on the airline industry and this has had a knock on effect on the Park First entities offering their off-airport carparking services and the ability to generate income for the life-time lease investors.

On behalf of the board

Mr T S Whittaker

**Director**

1 July 2020

# GROUP FIRST GLOBAL LIMITED

## DIRECTORS' REPORT

**FOR THE YEAR ENDED 30 JUNE 2019**

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The directors present their annual report and financial statements for the year ended 30 June 2019.

### Principal activities

The principal activity of the company continued to be that of holding company alongside management and rental of investment property.

The principal activity of the group was that of holding investment property. The group also funds, develops and manages property.

### Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr T S Whittaker  
Mr J Slater

### Results and dividends

The results for the year are set out on page 7.

No ordinary dividends were paid. The directors do not recommend payment of a further dividend.

### Future developments

The group has put in place further infrastructure to grow the business during future years.

The current focus for the directors is that of maintaining the group's portfolio of sites.

### Auditor

Lopian Gross Barnett & Co were appointed as auditor to the company and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting.

### Statement of directors' responsibilities

The directors are responsible for preparing the Annual Report 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 group and company, 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 group's and company's transactions and disclose with reasonable accuracy at any time the financial position of the group and company 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 group and company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## **GROUP FIRST GLOBAL LIMITED**

### **DIRECTORS' REPORT (CONTINUED)**

***FOR THE YEAR ENDED 30 JUNE 2019***

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#### **Statement of disclosure to auditor**

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the auditor of the company is unaware. Additionally, the directors individually have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the auditor of the company is aware of that information.

On behalf of the board

Mr T S Whittaker

**Director**

1 July 2020

# GROUP FIRST GLOBAL LIMITED

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF GROUP FIRST GLOBAL LIMITED

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#### Opinion

We have audited the financial statements of Group First Global Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 30 June 2019 which comprise the group profit and loss account, the group statement of comprehensive income, the group balance sheet, the company balance sheet, the group statement of changes in equity, the company statement of changes in equity, the group statement of cash flows, the company statement of cash flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent company's affairs as at 30 June 2019 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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the company 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 or the parent company'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 included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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 we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

# **GROUP FIRST GLOBAL LIMITED**

## **INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

### **TO THE MEMBERS OF GROUP FIRST GLOBAL LIMITED**

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#### **Opinions on other matters prescribed by the Companies Act 2006**

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

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

#### **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 strategic report and the directors' report.

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 directors' responsibilities statement, 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 is 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.

#### **Auditor's 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 an auditor's report 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: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.



## **GROUP FIRST GLOBAL LIMITED**

### **INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF GROUP FIRST GLOBAL LIMITED**

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#### **Use of our report**

This report is made solely to the parent 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 parent company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the parent company and the parent company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Jonathan Brodie ACA (Senior Statutory Auditor)**  
**for and on behalf of Lopian Gross Barnett & Co**

1 July 2020

**Chartered Accountants**  
**Statutory Auditor**

1st Floor, Cloister House  
Riverside  
New Bailey Street  
Manchester  
M3 5FS

## GROUP FIRST GLOBAL LIMITED

### GROUP PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2019

	Notes	2019 £	2018 £
<b>Turnover</b>	<b>3</b>	42,773,491	15,461,007
Cost of sales		(8,367,148)	(12,870,833)
<b>Gross profit</b>		<u>34,406,343</u>	<u>2,590,174</u>
Administrative expenses		(22,332,704)	(13,801,104)
Other operating income		1,201,010	1,696,575
<b>Operating profit/(loss)</b>	<b>4</b>	<u>13,274,649</u>	<u>(9,514,355)</u>
Interest payable and similar expenses	<b>7</b>	(518,732)	(17,579)
Other gains and losses	<b>8</b>	386,033	265,122
Fair value gains and losses on investment properties	<b>14</b>	263,924	12,650,508
<b>Profit before taxation</b>		<u>13,405,874</u>	<u>3,383,696</u>
Tax on profit	<b>9</b>	(2,010,943)	(2,058,402)
<b>Profit for the financial year</b>		<u><u>11,394,931</u></u>	<u><u>1,325,294</u></u>

Profit for the financial year is all attributable to the owner of the parent company.

## **GROUP FIRST GLOBAL LIMITED**

### **GROUP STATEMENT OF COMPREHENSIVE INCOME**

***FOR THE YEAR ENDED 30 JUNE 2019***

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	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
<b>Profit for the year</b>	11,394,931	1,325,294
<b>Other comprehensive income</b>	-	-
<b>Total comprehensive income for the year</b>	<u>11,394,931</u>	<u>1,325,294</u>

Total comprehensive income for the year is all attributable to the owners of the parent company.

# GROUP FIRST GLOBAL LIMITED

## GROUP BALANCE SHEET

AS AT 30 JUNE 2019

	Notes	2019 £	£	2018 £	£
<b>Fixed assets</b>					
Goodwill	12	22,788,719		27,289,694	
Other intangible assets	12	92,698		97,182	
Total intangible assets		22,881,417		27,386,876	
Tangible assets	13	8,436,385		9,401,960	
Investment properties	14	42,602,292		45,459,663	
		73,920,094		82,248,499	
<b>Current assets</b>					
Stocks	18	-	11,314,465		
Debtors	19	21,853,566	22,620,137		
Investments	20	-	3,874,056		
Cash at bank and in hand		39,531,282	465,963		
		61,384,848	38,274,621		
<b>Creditors: amounts falling due within one year</b>	21	(44,475,500)	(31,215,405)		
<b>Net current assets</b>		16,909,348		7,059,216	
<b>Total assets less current liabilities</b>		90,829,442		89,307,715	
<b>Creditors: amounts falling due after more than one year</b>	22	(9,409,911)	(9,409,911)		
<b>Provisions for liabilities</b>	24	(101,337,175)	(111,210,379)		
<b>Net liabilities</b>		(19,917,644)	(31,312,575)		
<b>Capital and reserves</b>					
Called up share capital	27	1	1		
Profit and loss reserves		(19,917,645)	(31,312,576)		
<b>Total equity</b>		(19,917,644)	(31,312,575)		

The financial statements were approved by the board of directors and authorised for issue on 1 July 2020 and are signed on its behalf by:

Mr T S Whittaker  
Director

# GROUP FIRST GLOBAL LIMITED

## COMPANY BALANCE SHEET

AS AT 30 JUNE 2019

		2019		2018	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Intangible assets	12		79,425		69,220
Tangible assets	13		1,901,536		2,233,510
Investment properties	14		3,730,821		3,458,602
Investments	15		1,631,974		1,631,974
			<u>7,343,756</u>		<u>7,393,306</u>
<b>Current assets</b>					
Debtors	19	33,293,579		34,197,291	
Investments	20	-		3,874,056	
Cash at bank and in hand		2,393,012		216,767	
		<u>35,686,591</u>		<u>38,288,114</u>	
<b>Creditors: amounts falling due within one year</b>	21	(6,566,427)		(6,377,789)	
<b>Net current assets</b>			<u>29,120,164</u>		<u>31,910,325</u>
<b>Total assets less current liabilities</b>			<u>36,463,920</u>		<u>39,303,631</u>
<b>Capital and reserves</b>					
Called up share capital	27		1		1
Profit and loss reserves			<u>36,463,919</u>		<u>39,303,630</u>
<b>Total equity</b>			<u>36,463,920</u>		<u>39,303,631</u>

As permitted by s408 Companies Act 2006, the company has not presented its own profit and loss account and related notes. The company's loss for the year was £2,839,710 (2018 - £1,092,769 loss).

The financial statements were approved by the board of directors and authorised for issue on 1 July 2020 and are signed on its behalf by:

Mr T S Whittaker  
Director

Company Registration No. 05739246

# GROUP FIRST GLOBAL LIMITED

## GROUP STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2019

		Share capital	Profit and loss reserves	Total
	Notes	£	£	£
<b>Balance at 1 July 2017</b>		1	(32,387,870)	(32,387,869)
<b>Year ended 30 June 2018:</b>				
Profit and total comprehensive income for the year		-	1,325,294	1,325,294
Dividends	10	-	(250,000)	(250,000)
<b>Balance at 30 June 2018</b>		1	(31,312,576)	(31,312,575)
<b>Year ended 30 June 2019:</b>				
Profit and total comprehensive income for the year		-	11,394,931	11,394,931
<b>Balance at 30 June 2019</b>		1	(19,917,645)	(19,917,644)

# GROUP FIRST GLOBAL LIMITED

## COMPANY STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2019

		Share capital	Profit and loss reserves	Total
	Notes	£	£	£
<b>Balance at 1 July 2017</b>		1	40,646,399	40,646,400
<b>Year ended 30 June 2018:</b>				
Loss and total comprehensive income for the year		-	(1,092,769)	(1,092,769)
Dividends	10	-	(250,000)	(250,000)
<b>Balance at 30 June 2018</b>		1	39,303,630	39,303,631
<b>Year ended 30 June 2019:</b>				
Loss and total comprehensive income for the year		-	(2,839,711)	(2,839,711)
<b>Balance at 30 June 2019</b>		1	36,463,919	36,463,920

# GROUP FIRST GLOBAL LIMITED

## GROUP STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2019

	Notes	2019 £	£	2018 £	£
<b>Cash flows from operating activities</b>					
Cash generated from operations	30	32,354,458		228,260	
Interest paid		(518,732)		(17,579)	
Income taxes (paid)/refunded		(600)		75,811	
<b>Net cash inflow from operating activities</b>		<b>31,835,126</b>		<b>286,492</b>	
<b>Investing activities</b>					
Purchase of intangible assets		(13,955)		(18,582)	
Proceeds on disposal of intangibles		(50,584)		71,721	
Purchase of tangible fixed assets		(2,068,462)		(1,102,412)	
Proceeds on disposal of tangible fixed assets		837,850		1,222,945	
Purchase of investment property		(593,831)		(1,181,521)	
Transfer of investment property		5,000,000		-	
Introduction of investment property		-		(10,760,624)	
Gain on disposal of storage entities		786,098		-	
Other investing movements		-		132,057	
Proceeds from other investments and loans		3,283,118		856,917	
<b>Net cash generated from/(used in) investing activities</b>		<b>7,180,234</b>		<b>(10,779,499)</b>	
<b>Financing activities</b>					
Drawdown of borrowings		39,348		11,700	
Repayment of bank loans		-		7,549,611	
Dividends paid to equity shareholders		-		(250,000)	
<b>Net cash generated from financing activities</b>		<b>39,348</b>		<b>7,311,311</b>	
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>39,054,708</b>		<b>(3,181,696)</b>	
Cash and cash equivalents at beginning of year		453,384		3,635,080	
<b>Cash and cash equivalents at end of year</b>		<b>39,508,092</b>		<b>453,384</b>	
<b>Relating to:</b>					
Cash at bank and in hand		39,531,282		465,963	
Bank overdrafts included in creditors payable within one year		(23,190)		(12,579)	



# GROUP FIRST GLOBAL LIMITED

## COMPANY STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2019

		2019	2018
	Notes	£	£
<b>Cash flows from operating activities</b>			
Cash absorbed by operations	31	(1,192,165)	(3,526,798)
Interest paid		(17,620)	(10,770)
Income taxes paid		(200)	-
<b>Net cash outflow from operating activities</b>		(1,209,985)	(3,537,568)
<b>Investing activities</b>			
Purchase of intangible assets		(10,205)	(15,094)
Purchase of tangible fixed assets		(182,922)	(815,207)
Proceeds on disposal of tangible fixed assets		8,458	1,049,507
Purchase of investment property		(272,219)	(979,645)
Other investing movements		-	134,889
Proceeds from other investments and loans		3,283,118	857,417
Interest received		560,000	560,000
<b>Net cash generated from investing activities</b>		3,386,230	791,867
<b>Financing activities</b>			
Dividends paid to equity shareholders		-	(250,000)
<b>Net cash used in financing activities</b>		-	(250,000)
<b>Net increase/(decrease) in cash and cash equivalents</b>		2,176,245	(2,995,701)
Cash and cash equivalents at beginning of year		216,767	3,212,468
<b>Cash and cash equivalents at end of year</b>		2,393,012	216,767

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2019

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### 1 Accounting policies

#### Company information

Group First Global Limited ("the company") is a private limited company domiciled and incorporated in England and Wales. The registered office is Group First House, 12a Mead Way, Burnley, BB12 7NG

The group consists of Group First Global Limited and all of its subsidiaries.

#### 1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

#### 1.2 Basis of consolidation

In the parent company financial statements, the cost of a business combination is the fair value at the acquisition date of the assets given, equity instruments issued and liabilities incurred or assumed, plus costs directly attributable to the business combination. The excess of the cost of a business combination over the fair value of the identifiable assets, liabilities and contingent liabilities acquired is recognised as goodwill. Investments in subsidiaries, joint ventures and associates are accounted for at cost less impairment.

The consolidated financial statements incorporate those of Group First Global Limited and all of its subsidiaries (ie entities that the group controls through its power to govern the financial and operating policies so as to obtain economic benefits).

All intra-group transactions, balances and unrealised gains on transactions between group companies are eliminated on consolidation. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

#### 1.3 Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

Group First Global Limited and its directors believe the group is a going concern based on its ability to pay its liabilities as they fall due.

The material uncertainty relating to going concern disclosed within the subsidiary entities that are in administration, is not believed to impact the going concern status of the group as a whole.

#### 1.4 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

### 1 Accounting policies

(Continued)

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

#### 1.5 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of a business over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is 10 years.

For the purposes of impairment testing, goodwill is allocated to the cash-generating units expected to benefit from the acquisition. Cash-generating units to which goodwill has been allocated are tested for impairment at least annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash-generating unit is less than the carrying amount of the unit, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata on the basis of the carrying amount of each asset in the unit.

Goodwill is amortised on a straight line basis over ten years.

#### 1.6 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Patents & licences	Over 8 years straight line basis
Web Domain	Over 10 years straight line basis

No amortisation was charged to the web domain as the net residual value exceeds its cost.

#### 1.7 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% on buildings and improvements
Leasehold improvements	15% Straight line
Plant and equipment	At varying rates on cost
Fixtures and fittings	20% on cost and varying rates on cost
Computers	At varying rates on cost
Motor vehicles	25% on reducing balances

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

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### 1 Accounting policies

(Continued)

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the profit and loss account.

#### 1.8 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

#### 1.9 Fixed asset investments

Equity investments are measured at fair value through profit or loss, except for those equity investments that are not publicly traded and whose fair value cannot otherwise be measured reliably, which are recognised at cost less impairment until a reliable measure of fair value becomes available.

In the parent company financial statements, investments in subsidiaries are initially measured at cost and subsequently measured at cost less any accumulated impairment losses.

A subsidiary is an entity controlled by the group. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

#### 1.10 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises all costs incurred in bringing the stocks to their present location and condition.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss.

Reversals of impairment losses are also recognised in profit or loss.

#### 1.11 Cash at bank and in hand

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.12 Financial instruments

The group has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the group's balance sheet when the group becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset and 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 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.

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

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### 1 Accounting policies

(Continued)

#### **Classification of financial liabilities**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the group after deducting all of its liabilities.

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

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

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### **1.13 Taxation**

The tax expense represents the sum of the tax currently payable and deferred tax.

##### **Current tax**

The tax currently payable 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 group's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

##### **Deferred tax**

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset if, and only if, there is a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

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### 1 Accounting policies

(Continued)

#### 1.14 Provisions

Provisions are recognised when the group has a legal or constructive present obligation as a result of a past event, it is probable that the group will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

##### FCA provision

Within the group, entities that operate off-airport parking at London Gatwick Airport and Glasgow International Airport have been in discussions with the FCA about the off-airport parking property investment schemes.

Given the FCA's interest in the matter and the long-term commitment by the entities and directors, the entities have voluntarily agreed with the FCA to restructure the investments so that they are not at risk of operating collective investment schemes.

As a result of those discussions with the FCA, these entities have agreed to stop operating and promoting the original schemes, now offering the choice of:

- getting their initial investment back (for original investors)
- moving into a new Lifetime Leaseback scheme (for original and new investors)

It was concluded that it is appropriate for a provision to be put in place to cover the cost of these transactions.

#### 1.15 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

#### 1.16 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed.

### 2 Judgements and key sources of estimation uncertainty

In the application of the group's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

### 3 Turnover and other revenue

	2019 £	2018 £
<b>Turnover analysed by class of business</b>		
Sale of car parking spaces	32,600,000	5,656,747
Rental income	8,115,031	7,820,509
Other	2,058,460	1,983,751
	<u>42,773,491</u>	<u>15,461,007</u>
	2019 £	2018 £
<b>Turnover analysed by geographical market</b>		
UK	<u>42,773,491</u>	<u>15,461,007</u>

### 4 Operating profit/(loss)

	2019 £	2018 £
Operating profit/(loss) for the year is stated after charging/(crediting):		
Exchange losses	3,482	18,929
Depreciation of owned tangible fixed assets	898,320	761,502
Loss/(profit) on disposal of tangible fixed assets	12,993	(343,863)
Amortisation of intangible assets	2,887,440	3,033,348
Impairment of intangible assets	1,631,974	-
Loss on disposal of intangible assets	50,584	-
Operating lease charges	<u>1,060,536</u>	<u>794,434</u>

Exchange differences recognised in profit or loss during the year, except for those arising on financial instruments measured at fair value through profit or loss, amounted to £3,482 (2018 - £18,929).

### 5 Auditor's remuneration

	2019 £	2018 £
Fees payable to the company's auditor and associates:		
<b>For audit services</b>		
Audit of the financial statements of the group and company	<u>87,500</u>	<u>148,611</u>

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

### 6 Employees

The average monthly number of persons (including directors) employed by the group and company during the year was:

Group 2019 Number	2018 Number	Company 2019 Number	2018 Number
43	-	43	-

Their aggregate remuneration comprised:

	Group 2019 £	2018 £	Company 2019 £	2018 £
Wages and salaries	1,886,911	1,489,269	1,339,336	1,008,293
Social security costs	4,734	16,877	-	-
Pension costs	8,187	-	8,187	-
	<u>1,899,832</u>	<u>1,506,146</u>	<u>1,347,523</u>	<u>1,008,293</u>

Group First Global Limited employees were in prior year that of recharges from a shared service company, within the current year the employment contracts are between the employee and Group First Global Limited.

### 7 Interest payable and similar expenses

	2019 £	2018 £
<b>Interest on financial liabilities measured at amortised cost:</b>		
Interest on bank overdrafts and loans	518,732	10,794
Other interest on financial liabilities	-	6,785
	<u>518,732</u>	<u>17,579</u>



## GROUP FIRST GLOBAL LIMITED

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

#### 8 Other gains and losses

	2019 £	2018 £
<b>Fair value gains/(losses) on financial instruments</b>		
Change in fair value of investments	(400,065)	265,122
<b>Other gains/(losses)</b>		
Gain on elimination of storage entities	786,098	-
	<u>386,033</u>	<u>265,122</u>

On 30 April 2019 the High Court made an order to wind-up four storage companies in the group, Store First Ltd, SFM Services Ltd, Store First St Helens Ltd and Store First Blackburn Ltd.

Following this the Official Receiver was appointed as liquidator and took responsibility for dealing with the assets and liabilities of the four companies. This appointment of the Official Receiver gave rise to the storage entities being disposed from the group as the parent company, Group First Global Ltd, no longer has control over these entities. The disposal was conducted at nil consideration and the resulting gain on disposal of £786,098 is made up as follows:

- Store First Ltd - Net assets of £12,411,061,
- SFM Services Ltd - Net liabilities of £9,118,454,
- Store First St Helens Ltd - Net liabilities of £2,228,806, and
- Store First Blackburn Ltd - Net liabilities of £277,703.

The resulting profit on disposal of £786,098 is reported in the Group Profit and Loss Account.

#### 9 Taxation

	2019 £	2018 £
<b>Current tax</b>		
UK corporation tax on profits for the current period	907,349	-
Adjustments in respect of prior periods	-	(191,832)
Total current tax	<u>907,349</u>	<u>(191,832)</u>
<b>Deferred tax</b>		
Origination and reversal of timing differences	<u>1,103,594</u>	<u>2,250,234</u>
Total tax charge	<u>2,010,943</u>	<u>2,058,402</u>

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

### 9 Taxation

(Continued)

The actual charge for the year can be reconciled to the expected charge for the year based on the profit or loss and the standard rate of tax as follows:

	2019 £	2018 £
Profit before taxation	13,405,874	3,383,696
Expected tax charge based on the standard rate of corporation tax in the UK of 19.00% (2018: 19.00%)	2,547,116	642,902
Adjustments in respect of prior years	-	(191,832)
Group relief	(1,857,349)	(642,902)
Other movements	217,582	-
Deferred tax	1,103,594	2,250,234
Taxation charge	2,010,943	2,058,402

The tax charge relates to movements in deferred tax in the year.

There are no corporation tax charges across the group due to the utilisation of group relief.

### 10 Dividends

	2019 £	2018 £
Interim paid	-	250,000

### 11 Impairments

Impairment tests have been carried out where appropriate and the following impairment losses have been recognised in profit or loss:

	Notes	2019 £	2018 £
In respect of:			
Goodwill	12	1,631,974	-
Recognised in:			
Administrative expenses		1,631,974	-

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

### 11 Impairments

(Continued)

The impairment losses in respect of financial assets are recognised in other gains and losses in the profit and loss account.

Impairment of £1,631,974 on goodwill relates to impairing the goodwill arising on acquisition Cophall Parking Gatwick. Significant changes in legal and financial conditions have occurred since acquisition which are considered to have an adverse effect on the entity.

### 12 Intangible fixed assets

Group	Goodwill	Software	Patents & licences	Development costs	Web Domain	Total
	£	£	£	£	£	£
<b>Cost</b>						
At 1 July 2018	30,321,882	30,118	10,575	3,488	69,220	30,435,283
Additions - separately acquired	-	-	-	3,750	10,205	13,955
At 30 June 2019	30,321,882	30,118	10,575	7,238	79,425	30,449,238
<b>Amortisation and impairment</b>						
At 1 July 2018	3,032,188	15,059	-	1,160	-	3,048,407
Amortisation charged for the year	2,869,001	15,059	1,322	2,058	-	2,887,440
Impairment losses	1,631,974	-	-	-	-	1,631,974
At 30 June 2019	7,533,163	30,118	1,322	3,218	-	7,567,821
<b>Carrying amount</b>						
At 30 June 2019	22,788,719	-	9,253	4,020	79,425	22,881,417
At 30 June 2018	27,289,694	15,059	10,575	2,328	69,220	27,386,876

Goodwill arose in the prior year as a result of the introduction of Harley Scott Holdings into the group as a subsidiary.

### Company

Web Domain

£

### Cost

At 1 July 2018

69,220

Additions - separately acquired

10,205

At 30 June 2019

79,425

### Amortisation and impairment

At 1 July 2018 and 30 June 2019

-

## GROUP FIRST GLOBAL LIMITED

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

*FOR THE YEAR ENDED 30 JUNE 2019*

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<b>12</b>	<b>Intangible fixed assets</b>	<b>(Continued)</b>
	<b>Carrying amount</b>	
	At 30 June 2019	79,425
		<u><u>          </u></u>
	At 30 June 2018	69,220
		<u><u>          </u></u>

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2019

### 13 Tangible fixed assets

Group	Freehold land and buildings	Leasehold improvements	Plant and equipment	Fixtures and fittings	Computers	Motor vehicles	Total
	£	£	£	£	£	£	£
<b>Cost</b>							
At 1 July 2018	1,330,854	6,265,607	97,058	526,315	43,951	3,354,842	11,618,627
Additions	1,794,983	56,060	25,413	49,945	1,008	141,053	2,068,462
Disposals	-	-	(16,220)	-	-	(35,500)	(51,720)
Effect of disposal of Simonsstone Business Park	(2,106,266)	-	(8,000)	-	-	-	(2,114,266)
At 30 June 2019	1,019,571	6,321,667	98,251	576,260	44,959	3,460,395	11,521,103
<b>Depreciation and impairment</b>							
At 1 July 2018	109,488	426,528	77,856	341,387	23,754	1,237,654	2,216,667
Depreciation charged in the year	103,471	270,332	11,374	105,250	9,376	398,517	898,320
Eliminated in respect of disposals	-	-	(6,001)	-	-	(24,268)	(30,269)
At 30 June 2019	212,959	696,860	83,229	446,637	33,130	1,611,903	3,084,718
<b>Carrying amount</b>							
At 30 June 2019	806,612	5,624,807	15,022	129,623	11,829	1,848,492	8,436,385
At 30 June 2018	1,221,366	5,839,079	19,202	184,928	20,197	2,117,188	9,401,960

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

Company	Fixtures and fittings £	Motor vehicles £	Total £
<b>Cost</b>			
At 1 July 2018	504,369	3,308,182	3,812,551
Additions	43,922	139,000	182,922
Disposals	-	(35,500)	(35,500)
At 30 June 2019	548,291	3,411,682	3,959,973
<b>Depreciation and impairment</b>			
At 1 July 2018	341,387	1,237,654	1,579,041
Depreciation charged in the year	105,250	398,414	503,664
Eliminated in respect of disposals	-	(24,268)	(24,268)
At 30 June 2019	446,637	1,611,800	2,058,437
<b>Carrying amount</b>			
At 30 June 2019	101,654	1,799,882	1,901,536
At 30 June 2018	162,982	2,070,528	2,233,510

### 14 Investment property

	Group 2019 £	Company 2019 £
<b>Fair value</b>		
At 1 July 2018	45,459,663	3,458,602
Additions through external acquisition	593,831	272,219
Elimination of storage investment property due to liquidation	(3,715,126)	-
Net gains or losses through fair value adjustments	263,924	-
At 30 June 2019	42,602,292	3,730,821

Investment property comprises airport car parking sites, self-storage units and other residential properties. The fair value of the investment property has been arrived at on the basis of a valuation carried out by the directors. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

### 15 Fixed asset investments

	Notes	Group 2019 £	2018 £	Company 2019 £	2018 £
Investments in subsidiaries	16	-	-	1,631,974	1,631,974

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

### 16 Subsidiaries

Details of the company's subsidiaries at 30 June 2019 are as follows:

Name of undertaking	Registered office	Class of shares held	% Held Direct
B1 Workspace Ltd	UK	Ordinary	100.00
Business First Ltd	UK	Ordinary	100.00
Cophall Parking Gatwick Ltd	UK	Ordinary	100.00
Equestrian First Ltd	UK	Ordinary	100.00
Ground Rental Ltd	UK	Ordinary	100.00
Group First International Sbn Bhd	Malaysia	Ordinary	100.00
Harley Scott Holdings Ltd	UK	Ordinary	100.00
Help Me Park Gatwick Ltd	UK	Ordinary	100.00
Help-Me-Park.com Ltd	UK	Ordinary	100.00
London Luton Airport Parking Ltd	UK	Ordinary	100.00
Park First Freeholds Ltd	UK	Ordinary	100.00
Park First Gatwick Rentals Ltd	UK	Ordinary	100.00
Park First Glasgow Ltd	UK	Ordinary	100.00
Park First Glasgow Rentals Ltd	UK	Ordinary	100.00
Park First Ltd	UK	Ordinary	100.00
Park First Management Ltd	UK	Ordinary	100.00
Park First Singapore Branch	Singapore	Ordinary	100.00
Park First Skyport Ltd	UK	Ordinary	100.00
Residential First Ltd	UK	Ordinary	100.00
Select Escapes Ltd	UK	Ordinary	100.00
Simonstone Parking Ltd	UK	Ordinary	100.00
Store First Midlands Ltd	UK	Ordinary	100.00

The registered office for all the UK subsidiaries is Group First House, Mead Way, Padiham, Lancs, BB12 7NG.

### 17 Financial instruments

	Group 2019 £	2018 £	Company 2019 £	2018 £
<b>Carrying amount of financial assets</b>				
Debt instruments measured at amortised cost	20,865,096	18,903,655	32,997,626	34,140,423
Instruments measured at fair value through profit or loss	-	3,874,056	-	3,874,056
	<u>20,865,096</u>	<u>22,777,711</u>	<u>32,997,626</u>	<u>38,014,479</u>
<b>Carrying amount of financial liabilities</b>				
Measured at amortised cost	46,054,098	40,226,839	6,566,427	6,377,789
	<u>46,054,098</u>	<u>40,226,839</u>	<u>6,566,427</u>	<u>6,377,789</u>

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

### 18 Stocks

	Group 2019 £	2018 £	Company 2019 £	2018 £
Raw materials and consumables	-	39,970	-	-
Finished goods and goods for resale	-	11,274,495	-	-
	-	11,314,465	-	-

### 19 Debtors

	Group 2019 £	2018 £	Company 2019 £	2018 £
<b>Amounts falling due within one year:</b>				
Trade debtors	1,754,791	5,441,855	190,296	-
Unpaid share capital	3	-	-	-
Corporation tax recoverable	28,049	27,250	200	-
Amounts owed by group undertakings	1,057,518	-	26,118,078	25,515,291
Other debtors	18,609,719	13,551,355	6,929,760	8,653,847
Prepayments and accrued income	190,626	3,430,012	55,245	28,153
	21,640,706	22,450,472	33,293,579	34,197,291
<b>Amounts falling due after more than one year:</b>				
Deferred tax asset (note 25)	212,860	169,665	-	-
	21,853,566	22,620,137	33,293,579	34,197,291

The outstanding balance due from group undertakings relate to amounts due from Store First entities, which are no longer in the group.

### 20 Current asset investments

	Group 2019 £	2018 £	Company 2019 £	2018 £
Unlisted investments	-	3,874,056	-	3,874,056



# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

### 21 Creditors: amounts falling due within one year

		Group 2019 £	2018 £	Company 2019 £	2018 £
	Notes				
Bank loans and overdrafts	23	23,190	12,579	-	-
Other borrowings	23	51,688	11,700	-	-
Trade creditors		9,386,360	9,946,360	694,740	1,346,698
Amounts owed to group undertakings		1,655,696	-	3,773,392	1,770,317
Corporation tax payable		907,548	-	-	-
Other taxation and social security		6,923,765	398,477	-	-
Other creditors		23,747,406	19,545,773	1,914,793	3,033,772
Accruals and deferred income		1,779,847	1,300,516	183,502	227,002
		<u>44,475,500</u>	<u>31,215,405</u>	<u>6,566,427</u>	<u>6,377,789</u>

The outstanding balance due to group undertakings relate to amounts due to Store First entities, which are no longer in the group.

### 22 Creditors: amounts falling due after more than one year

		Group 2019 £	2018 £	Company 2019 £	2018 £
	Notes				
Bank loans and overdrafts	23	7,549,611	7,549,611	-	-
Other creditors		1,860,300	1,860,300	-	-
		<u>9,409,911</u>	<u>9,409,911</u>	<u>-</u>	<u>-</u>

### 23 Loans and overdrafts

		Group 2019 £	2018 £	Company 2019 £	2018 £
Bank loans		7,549,611	7,549,611	-	-
Bank overdrafts		23,190	12,579	-	-
Loans from group undertakings		51,688	11,700	-	-
		<u>7,624,489</u>	<u>7,573,890</u>	<u>-</u>	<u>-</u>
Payable within one year		74,878	24,279	-	-
Payable after one year		7,549,611	7,549,611	-	-

The bank loans are secured, through fixed and floating charges, over properties and assets within the group.

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

### 24 Provisions for liabilities

		Group 2019	2018	Company 2019	2018
	Notes	£	£	£	£
Buybacks and lifetime leaseback		97,497,762	108,517,755	-	-
Deferred tax liabilities	25	3,839,413	2,692,624	-	-
		<u>101,337,175</u>	<u>111,210,379</u>	<u>-</u>	<u>-</u>

Movements on provisions apart from deferred tax liabilities:

Group	£
At 1 July 2018	106,876,402
Provisions utilised in the year	(9,378,640)
	<u>97,497,762</u>
At 30 June 2019	<u>97,497,762</u>

The provision of £97,497,762 relate to Lifetime Leaseback and Buybacks referred to in note 1.14.

These provisions have been provided for in full and discounted to the present value where necessary.

As a result of the disposal of the Store First entities, arising due to the Official Receiver being appointed as liquidators, Store First Ltd's liability to its car parking investors for the Buybacks and Lifetime Leasebacks is no longer a liability to the Group.

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

### 25 Deferred taxation

The following are the major deferred tax liabilities and assets recognised by the group and company:

	Liabilities 2019	Liabilities 2018	Assets 2019	Assets 2018
Group	£	£	£	£
Investment property	3,839,413	2,692,624	212,860	169,665

### 26 Retirement benefit schemes

	2019	2018
Defined contribution schemes	£	£
Charge to profit or loss in respect of defined contribution schemes	8,187	-

A defined contribution pension scheme is operated for all qualifying employees. The assets of the scheme are held separately from those of the group in an independently administered fund.

### 27 Share capital

	Group and company	
	2019	2018
Ordinary share capital Issued and fully paid	£	£
1 Ordinary shares of £1 each	1	1

### 28 Related party transactions

The following amounts were outstanding at the reporting end date:

Amounts due to related parties	2019	2018
Group	£	£
Amounts due to connected companies	2,949,817	5,250,317

The following amounts were outstanding at the reporting end date:

Amounts due from related parties	2019	2018
Group	Balance	Balance
	£	£
Amounts due from connected companies	8,481,520	10,456,433

## GROUP FIRST GLOBAL LIMITED

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

#### 29 Directors' transactions

Included within other debtors for the year ended 30 June 2019 is an amount of £1,084,303 (2018: £893,429) due from T Whittaker, a director of the company.

During the year there were advancements of £816,406 and repayments of £625,532.

The loan is repayable on demand with nil interest charged.

#### 30 Cash generated from group operations

	2019 £	2018 £
Profit for the year after tax	11,394,931	1,325,294
<b>Adjustments for:</b>		
Taxation charged	2,010,943	2,058,402
Finance costs	518,732	17,579
Loss/(gain) on disposal of tangible fixed assets	13,630	(343,863)
Loss on disposal of intangible assets	50,584	-
Fair value gain on investment properties	(263,924)	(12,650,508)
Amortisation and impairment of intangible assets	4,519,414	3,033,348
Depreciation and impairment of tangible fixed assets	898,320	761,502
Amounts written off investments	(386,033)	(265,122)
(Decrease)/increase in provisions	(11,019,993)	11,174,661
<b>Movements in working capital:</b>		
Decrease/(increase) in stocks	11,314,465	(145,615)
Decrease in debtors	1,001,441	749,001
Increase/(decrease) in creditors	12,301,948	(5,486,818)
<b>Cash generated from operations</b>	<b>32,354,458</b>	<b>227,861</b>

# GROUP FIRST GLOBAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

### 31 Cash absorbed by operations - company

	2019 £	2018 £
Loss for the year after tax	(2,839,711)	(1,092,769)
<b>Adjustments for:</b>		
Finance costs	17,620	10,770
Investment income	(560,000)	(560,000)
Loss/(gain) on disposal of tangible fixed assets	2,774	(343,863)
Fair value (gain)/loss on investment properties	-	552,055
Depreciation and impairment of tangible fixed assets	503,664	513,802
Amounts written off investments	400,065	(265,122)
<b>Movements in working capital:</b>		
Decrease/(increase) in debtors	1,094,785	(4,945,464)
Increase in creditors	188,638	2,603,793
<b>Cash absorbed by operations</b>	<b>(1,192,165)</b>	<b>(3,526,798)</b>

### 32 Analysis of changes in net funds/(debt) - group

	1 July 2018 £	Cash flows £	30 June 2019 £
Cash at bank and in hand	465,963	39,065,319	39,531,282
Bank overdrafts	(12,579)	(10,611)	(23,190)
	<u>453,384</u>	<u>39,054,708</u>	<u>39,508,092</u>
Borrowings excluding overdrafts	(7,561,311)	(39,988)	(7,601,299)
	<u>(7,107,927)</u>	<u>39,014,720</u>	<u>31,906,793</u>

### 33 Analysis of changes in net funds - company

	1 July 2018 £	Cash flows £	30 June 2019 £
Cash at bank and in hand	216,767	2,176,245	2,393,012

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.