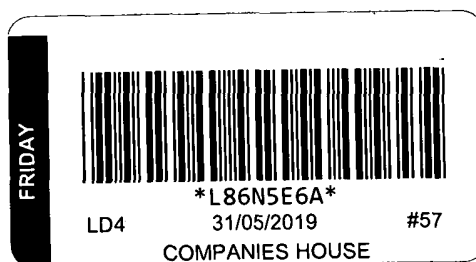


GOLDENS INTERNATIONAL LIMITED
GROUP STRATEGIC REPORT,
REPORT OF THE DIRECTOR AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2018



GOLDENS INTERNATIONAL LIMITED

**CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2018**

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GOLDENS INTERNATIONAL LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 AUGUST 2018**

Director: A A Karattu Thody

Registered office: Second Floor
325 Washwood Heath Road
Birmingham
B8 2XJ

Registered number: 06346491 (England and Wales)

Auditors: M. Parmar & Co.
Registered Auditors
First Floor
244 Edgware Road
London
W2 1DS

GOLDENS INTERNATIONAL LIMITED

GROUP STRATEGIC REPORT FOR THE YEAR ENDED 31 AUGUST 2018

The director presents his strategic report of the company and the group for the year ended 31 August 2018.

Review of business

The company continues to pursue a strategy of providing a diversified range of products and leveraging economies of scale, which has again led an increase in turnover whilst maintaining profitability, as expected.

Turnover has increased by 2% during the year ended 31 August 2018 to £29,145,270 (2017: £28,631,751) and despite increased competition the company managed to maintain a consistent gross profit margin of 17%.

The company has net assets of £1,555,216 (2017: £1,477,804) and is in a good position to take advantage of any opportunity that may arise in the future.

The company will continue to pursue its strategy of actively looking for new branches which fit into the business model and improving the range of products.

Principal risks and uncertainties

The director considers the following to be the principal risks and uncertainties which could affect the company's business:

External

- Maintaining high company profile in the United Kingdom.
- Adverse exchange rate fluctuations post-Brexit.
- Effects of increases in National Minimum Wage.
- Changes in health and safety regulations.
- Increase in import duties and tariffs.
- Changes in local demographic.
- Increased competition.
- Maintaining same profile, delivery of service and products across ever expanding network of stores.

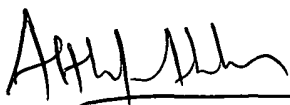
Internal

- Adequate staff training to ensure excellence in customer service.
- Utilisation of IT systems to manage stores.
- Tight management controls to monitor the performance of the business.
- High volume of renovation to be undertaken throughout the year.

Key performance indicators

The director considers the key performance indicators of the business to be the number of stores, variety of products, turnover and gross profit margin.

On behalf of the board:



A A Karattu Thody - Director

31 May 2019

GOLDENS INTERNATIONAL LIMITED

REPORT OF THE DIRECTOR FOR THE YEAR ENDED 31 AUGUST 2018

The director presents his report with the financial statements of the company and the group for the year ended 31 August 2018.

Principal activity

The principal activity of the group in the year under review was that of owning and operating a chain of retail supermarkets.

Dividends

No dividends will be distributed for the year ended 31 August 2018.

Events since the end of the year

Information relating to events since the end of the year is given in the notes to the financial statements.

Director

A A Karattu Thody held office during the whole of the period from 1 September 2017 to the date of this report.

Director's responsibilities statement

The director is responsible for preparing the Group 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 the group and of the profit or loss of the group 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group 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 group'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 group's auditors are aware of that information.

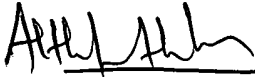
GOLDENS INTERNATIONAL LIMITED

**REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 AUGUST 2018**

Auditors

The auditors, M. Parmar & Co., will be proposed for re-appointment at the forthcoming Annual General Meeting.

On behalf of the board:



A A Karattu Thody - Director

31 May 2019

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF GOLDENS INTERNATIONAL LIMITED

Opinion

We have audited the financial statements of Goldens International Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 August 2018 which comprise the Consolidated Income Statement, Consolidated Other Comprehensive Income, Consolidated Balance Sheet, Company Balance Sheet, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated Cash Flow Statement and Notes to the Consolidated Cash Flow Statement, 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 Financial Reporting Standard 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 of the parent company affairs as at 31 August 2018 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group 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 director's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the director has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group'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 director is responsible for the other information. The other information comprises the information in the Group Strategic Report and the Report of the Director, but does not include the financial statements and our Report of the Auditors 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.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Group 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; and
- the Group Strategic Report and the Report of the Director have been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF GOLDENS INTERNATIONAL LIMITED

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 Group Strategic Report or the Report of the Director.

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 director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of director

As explained more fully in the Director's Responsibilities Statement 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, and for such internal control as the director determines 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 director is 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 director either intends to liquidate the group or the parent company or to cease operations, or has no realistic alternative but to do so.

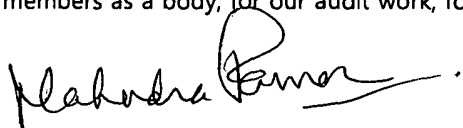
Auditors' responsibilities for the audit of the financial statements

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 a Report of the Auditors 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 www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

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.



Mahendra Parmar (Senior Statutory Auditor)
for and on behalf of M. Parmar & Co.
Registered Auditors
First Floor
244 Edgware Road
London
W2 1DS

31 May 2019

GOLDENS INTERNATIONAL LIMITED

**CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2018**

		2018	2017
	Notes	£	£
Turnover		29,146,233	28,632,878
Cost of sales		(24,033,227)	(23,761,212)
Gross profit		5,113,006	4,871,666
Administrative expenses		(4,951,076)	(4,702,795)
Operating profit	4	161,930	168,871
Interest payable and similar expenses	5	(10,765)	(10,560)
Profit before taxation		151,165	158,311
Tax on profit	6	(73,753)	162
Profit for the financial year		77,412	158,473
Profit attributable to: Owners of the parent		77,412	158,473

The notes form part of these financial statements

GOLDENS INTERNATIONAL LIMITED

**CONSOLIDATED OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 AUGUST 2018**

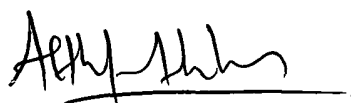
	Notes	2018 £	2017 £
Profit for the year		77,412	158,473
Other comprehensive income		-	-
Total comprehensive income for the year		<u>77,412</u>	<u>158,473</u>
Total comprehensive income attributable to: Owners of the parent		<u>77,412</u>	<u>158,473</u>

The notes form part of these financial statements

CONSOLIDATED BALANCE SHEET
31 AUGUST 2018

	Notes	£	2018 £	£	2017 £
Fixed assets					
Intangible assets	8		1,204,836		1,311,900
Tangible assets	9		2,098,864		2,221,737
Investments	10		-		-
			<u>3,303,700</u>		<u>3,533,637</u>
Current assets					
Stocks	11	1,873,656		1,768,531	
Debtors	12	222,148		214,985	
Cash at bank and in hand		57,754		31,515	
		<u>2,153,558</u>		<u>2,015,031</u>	
Creditors					
Amounts falling due within one year	13	3,646,598		3,813,310	
		<u></u>		<u></u>	
Net current liabilities			(1,493,040)		(1,798,279)
Total assets less current liabilities			<u>1,810,660</u>		<u>1,735,358</u>
Creditors					
Amounts falling due after more than one year	14		(144,618)		(184,839)
Provisions for liabilities	18		(110,826)		(72,715)
			<u></u>		<u></u>
Net assets			<u>1,555,216</u>		<u>1,477,804</u>
Capital and reserves					
Called up share capital	19		1,000		1,000
Retained earnings	20		1,554,216		1,476,804
			<u>1,555,216</u>		<u>1,477,804</u>
Shareholders' funds			<u>1,555,216</u>		<u>1,477,804</u>

The financial statements were approved by the director on 31 May 2019 and were signed by:



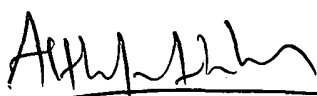
A A Karattu Thody - Director

The notes form part of these financial statements

COMPANY BALANCE SHEET
31 AUGUST 2018

	Notes	£	2018 £	£	2017 £
Fixed assets					
Intangible assets	8		1,204,836		1,311,900
Tangible assets	9		2,034,839		2,160,297
Investments	10		6,101		6,101
			<u>3,245,776</u>		<u>3,478,298</u>
Current assets					
Debtors	12	1,653,420		1,526,864	
Cash at bank and in hand		33,045		9,053	
		<u>1,686,465</u>		<u>1,535,917</u>	
Creditors					
Amounts falling due within one year	13	2,416,072		3,051,938	
		<u>2,416,072</u>		<u>3,051,938</u>	
Net current liabilities			(729,607)		(1,516,021)
Total assets less current liabilities			<u>2,516,169</u>		<u>1,962,277</u>
Creditors					
Amounts falling due after more than one year	14		(144,618)		(184,839)
Provisions for liabilities	18		(98,999)		(57,687)
			<u>(98,999)</u>		<u>(57,687)</u>
Net assets			<u>2,272,552</u>		<u>1,719,751</u>
Capital and reserves					
Called up share capital	19		1,000		1,000
Retained earnings	20		2,271,552		1,718,751
			<u>2,272,552</u>		<u>1,719,751</u>
Shareholders' funds			<u>2,272,552</u>		<u>1,719,751</u>
Company's profit for the financial year			<u>552,801</u>		<u>408,589</u>

The financial statements were approved by the director on 31 May 2019 and were signed by:



A A Karattu Thody - Director

The notes form part of these financial statements

GOLDENS INTERNATIONAL LIMITED

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 AUGUST 2018**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 September 2016	1,000	1,318,331	1,319,331
Changes in equity			
Total comprehensive income	-	158,473	158,473
Balance at 31 August 2017	<u>1,000</u>	<u>1,476,804</u>	<u>1,477,804</u>
Changes in equity			
Total comprehensive income	-	77,412	77,412
Balance at 31 August 2018	<u>1,000</u>	<u>1,554,216</u>	<u>1,555,216</u>

The notes form part of these financial statements

GOLDENS INTERNATIONAL LIMITED

**COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 AUGUST 2018**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 September 2016	1,000	1,310,162	1,311,162
Changes in equity			
Total comprehensive income	-	408,589	408,589
Balance at 31 August 2017	<u>1,000</u>	<u>1,718,751</u>	<u>1,719,751</u>
Changes in equity			
Total comprehensive income	-	552,801	552,801
Balance at 31 August 2018	<u>1,000</u>	<u>2,271,552</u>	<u>2,272,552</u>

The notes form part of these financial statements

GOLDENS INTERNATIONAL LIMITED

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2018**

		2018	2017
	Notes	£	£
Cash flows from operating activities			
Cash generated from operations	1	252,890	127,286
Interest paid		(1,647)	(1,442)
Interest element of hire purchase payments paid		(9,118)	(9,118)
Tax paid		(23,211)	(45,517)
Net cash from operating activities		<u>218,914</u>	<u>71,209</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(183,530)</u>	<u>(318,321)</u>
Net cash from investing activities		<u>(183,530)</u>	<u>(318,321)</u>
Cash flows from financing activities			
Capital repayments in year		(40,221)	126,305
Amount introduced by directors		-	56,700
Net cash from financing activities		<u>(40,221)</u>	<u>183,005</u>
Decrease in cash and cash equivalents		<u>(4,837)</u>	<u>(64,107)</u>
Cash and cash equivalents at beginning of year	2	30,602	94,709
Cash and cash equivalents at end of year	2	<u>25,765</u>	<u>30,602</u>

The notes form part of these financial statements

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2018**

1. Reconciliation of profit before taxation to cash generated from operations

	2018	2017
	£	£
Profit before taxation	151,165	158,311
Depreciation charges	413,467	390,128
Finance costs	10,765	10,560
	<u>575,397</u>	<u>558,999</u>
Increase in stocks	(105,125)	(261,815)
(Increase)/decrease in trade and other debtors	(7,163)	11,850
Decrease in trade and other creditors	(210,219)	(181,748)
	<u>(322,107)</u>	<u>(430,713)</u>
Cash generated from operations	<u><u>252,890</u></u>	<u><u>127,286</u></u>

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 31 August 2018

	31/8/18	1/9/17
	£	£
Cash and cash equivalents	57,754	31,515
Bank overdrafts	(31,989)	(913)
	<u>25,765</u>	<u>30,602</u>

Year ended 31 August 2017

	31/8/17	1/9/16
	£	£
Cash and cash equivalents	31,515	99,358
Bank overdrafts	(913)	(4,649)
	<u>30,602</u>	<u>94,709</u>

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2018

1. **Statutory information**

Goldens International Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the General Information page.

2. **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.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2008, is being amortised evenly over its estimated useful life of twenty years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Short leasehold	- Over the term of the lease
Long leasehold	- Over the term of the lease
Plant and machinery	- 20% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 20% on reducing balance
Equipment	- 20% 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.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

2. Accounting policies - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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

Judgments in applying accounting policies and estimation uncertainty

In the application of the company's accounting policies, management have been required to make judgments, estimates and assumptions. These estimates relate to the carrying value of assets and liabilities that are based on underlying assumptions and other factors, which are considered to be relevant. Actual results may differ from these estimates. These estimates and assumptions are reviewed on an on-going basis.

There are no key sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements.

Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Functional and presentational currency

The company's functional and presentational currency is Pound Sterling.

3. Employees and directors

	2018	2017
	£	£
Wages and salaries	1,907,670	1,565,030
Social security costs	60,318	51,796
Other pension costs	6,105	-
	<u>1,974,093</u>	<u>1,616,826</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

3. Employees and directors - continued

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

	2018	2017
Shop staff	194	179
Accounts	4	5
Administration	21	23
	<u>219</u>	<u>207</u>

The average number of employees by undertakings that were proportionately consolidated during the year was 219 (2017 - 207).

	2018	2017
	£	£
Director's remuneration	<u>56,871</u>	<u>48,612</u>

Applications for employment by disabled persons are always fully and fairly considered, bearing in mind the aptitudes of the applicant concerned. In the event of team members becoming disabled every effort is made to ensure that their employment with the company continues and that appropriate training is arranged. It is the policy of the company that the training, career development and promotion of disabled persons should, as far as possible, be identical with that of their employees.

4. Operating profit

The operating profit is stated after charging:

	2018	2017
	£	£
Hire of plant and machinery	40,850	50,989
Depreciation - owned assets	231,028	234,739
Depreciation - assets on hire purchase contracts	75,375	48,326
Goodwill amortisation	107,064	107,063
Auditors' remuneration	<u>12,000</u>	<u>12,000</u>

5. Interest payable and similar expenses

	2018	2017
	£	£
Interest on overdue tax paid	1,647	1,442
Hire purchase	<u>9,118</u>	<u>9,118</u>
	<u>10,765</u>	<u>10,560</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

6. Taxation**Analysis of the tax charge/(credit)**

The tax charge/(credit) on the profit for the year was as follows:

	2018	2017
	£	£
Current tax:		
UK corporation tax	32,246	22,590
Deferred tax	41,507	(22,752)
Tax on profit	<u>73,753</u>	<u>(162)</u>

7. Individual income statement

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements.

8. Intangible fixed assets**Group**

Goodwill
£

Cost

At 1 September 2017
and 31 August 2018

2,141,267

Amortisation

At 1 September 2017
Amortisation for year

829,367
107,064

At 31 August 2018

936,431

Net book value

At 31 August 2018

1,204,836

At 31 August 2017

1,311,900

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

8. Intangible fixed assets - continued

Company

Goodwill
£

Cost

At 1 September 2017
and 31 August 2018

2,141,267

Amortisation

At 1 September 2017
Amortisation for year

829,367
107,064

At 31 August 2018

936,431

Net book value

At 31 August 2018

1,204,836

At 31 August 2017

1,311,900

9. Tangible fixed assets

Group

Short
leasehold
£Long
leasehold
£Plant and
machinery
£

Cost

At 1 September 2017

287,877

892,738

436,637

At 31 August 2018

287,877

892,738

436,637

Depreciation

At 1 September 2017
Charge for year

110,615
14,801

33,478
17,854

234,411
40,445

At 31 August 2018

125,416

51,332

274,856

Net book value

At 31 August 2018

162,461

841,406

161,781

At 31 August 2017

177,262

859,260

202,226

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

9. Tangible fixed assets - continued

Group

	Fixtures and fittings £	Motor vehicles £	Equipment £	Totals £
Cost				
At 1 September 2017	1,842,382	403,059	3,529	3,866,222
Additions	183,530	-	-	183,530
At 31 August 2018	2,025,912	403,059	3,529	4,049,752
Depreciation				
At 1 September 2017	1,148,697	115,562	1,722	1,644,485
Charge for year	175,443	57,499	361	306,403
At 31 August 2018	1,324,140	173,061	2,083	1,950,888
Net book value				
At 31 August 2018	701,772	229,998	1,446	2,098,864
At 31 August 2017	693,685	287,497	1,807	2,221,737

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
Cost			
At 1 September 2017 and 31 August 2018	143,133	297,647	440,780
Depreciation			
At 1 September 2017	17,563	46,341	63,904
Charge for year	25,114	50,261	75,375
At 31 August 2018	42,677	96,602	139,279
Net book value			
At 31 August 2018	100,456	201,045	301,501
At 31 August 2017	125,570	251,306	376,876

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

9. Tangible fixed assets - continued

Company

	Short leasehold £	Long leasehold £	Plant and machinery £
Cost			
At 1 September 2017	287,877	892,738	436,637
At 31 August 2018	287,877	892,738	436,637
Depreciation			
At 1 September 2017	110,615	33,478	234,411
Charge for year	14,801	17,854	40,445
At 31 August 2018	125,416	51,332	274,856
Net book value			
At 31 August 2018	162,461	841,406	161,781
At 31 August 2017	177,262	859,260	202,226
	Fixtures and fittings £	Motor vehicles £	Totals £
Cost			
At 1 September 2017	1,738,601	396,579	3,752,432
Additions	164,940	-	164,940
At 31 August 2018	1,903,541	396,579	3,917,372
Depreciation			
At 1 September 2017	1,101,621	112,010	1,592,135
Charge for year	160,384	56,914	290,398
At 31 August 2018	1,262,005	168,924	1,882,533
Net book value			
At 31 August 2018	641,536	227,655	2,034,839
At 31 August 2017	636,980	284,569	2,160,297

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

9. Tangible fixed assets - continued

Company

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
Cost			
At 1 September 2017 and 31 August 2018	143,133	297,647	440,780
Depreciation			
At 1 September 2017	17,563	46,341	63,904
Charge for year	25,114	50,261	75,375
At 31 August 2018	42,677	96,602	139,279
Net book value			
At 31 August 2018	100,456	201,045	301,501
At 31 August 2017	125,570	251,306	376,876

10. Fixed asset investments

Company

	Shares in group undertakings £
Cost	
At 1 September 2017 and 31 August 2018	6,101
Net book value	
At 31 August 2018	6,101
At 31 August 2017	6,101

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

10. Fixed asset investments - continued

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

Subsidiaries

Goldens (Birmingham) Limited

Registered office: Second Floor, 325 Washwood Heath Road, Birmingham, England, B8 2XJ

Nature of business: Supermarket

	%		
Class of shares:	holding		
Ordinary	100.00		
		2018	2017
		£	£
Aggregate capital and reserves		113,919	97,802
Profit for the year		36,117	13,167
		<u> </u>	<u> </u>

Goldens (Derby) Limited

Registered office: Second Floor, 325 Washwood Heath Road, Birmingham, England, B8 2XJ

Nature of business: Supermarket

	%		
Class of shares:	holding		
Ordinary	100.00		
		2018	2017
		£	£
Aggregate capital and reserves		49,709	88,260
Profit for the year		1,449	3,558
		<u> </u>	<u> </u>

Goldens (Nottingham) Limited

Registered office: Second Floor, 325 Washwood Heath Road, Birmingham, England, B8 2XJ

Nature of business: Supermarket

	%		
Class of shares:	holding		
Ordinary	100.00		
		2018	2017
		£	£
Aggregate capital and reserves		56,007	147,563
Profit for the year		8,444	3,718
		<u> </u>	<u> </u>

Goldens (London) Limited

Registered office: Second Floor, 325 Washwood Heath Road, Birmingham, England, B8 2XJ

Nature of business: Supermarket

	%		
Class of shares:	holding		
Ordinary	100.00		
		2018	2017
		£	£
Aggregate capital and reserves		(733,147)	(575,825)
Loss for the year		(157,322)	(136,119)
		<u> </u>	<u> </u>

GOLDENS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

10. Fixed asset investments - continued

Goldens (Leicester) Ltd

Registered office: Second Floor, 325 Washwood Heath Road, Birmingham, England, B8 2XJ

Nature of business: Supermarket

	% holding	2018	2017
Class of shares:		£	£
Ordinary	100.00		
Aggregate capital and reserves		55,253	129,877
Profit for the year		<u>5,376</u>	<u>5,119</u>

Goldens (Tinsley) Ltd

Registered office: Second Floor, 325 Washwood Heath Road, Birmingham, England, B8 2XJ

Nature of business: Dormant

	% holding	2018	2017
Class of shares:		£	£
Ordinary	100.00		
Aggregate capital and reserves		<u>1,000</u>	<u>1,000</u>

Goldens (Washwood Heath) Ltd

Registered office: Second Floor, 325 Washwood Heath Road, Birmingham, England, B8 2XJ

Nature of business: Supermarket

	% holding	2018	2017
Class of shares:		£	£
Ordinary	100.00		
Aggregate capital and reserves		(287,461)	(134,357)
Loss for the year		<u>(153,104)</u>	<u>(149,392)</u>

Goldens (Rotherham) Ltd

Registered office: Second Floor, 325 Washwood Heath Road, Birmingham, England, B8 2XJ

Nature of business: Supermarket

	% holding	2018	2017
Class of shares:		£	£
Ordinary	100.00		
Aggregate capital and reserves		13,485	9,833
Profit for the year		<u>13,652</u>	<u>9,832</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

11. Stocks

	Group	
	2018	2017
	£	£
Stocks	<u>1,873,656</u>	<u>1,768,531</u>

12. Debtors

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Amounts falling due within one year:				
Amounts owed by group undertakings	-	-	1,479,045	1,352,489
Lease deposit	26,500	26,500	26,500	26,500
VAT	19,656	6,370	-	-
Prepayments	28,117	34,240	-	-
	<u>74,273</u>	<u>67,110</u>	<u>1,505,545</u>	<u>1,378,989</u>
Amounts falling due after more than one year:				
Rental deposit	<u>147,875</u>	<u>147,875</u>	<u>147,875</u>	<u>147,875</u>
Aggregate amounts	<u>222,148</u>	<u>214,985</u>	<u>1,653,420</u>	<u>1,526,864</u>

13. Creditors: amounts falling due within one year

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Bank loans and overdrafts (see note 15)	31,989	913	-	-
Other loans (see note 15)	1,945,914	1,784,650	1,945,913	1,784,649
Hire purchase contracts (see note 16)	87,170	87,170	87,170	87,170
Trade creditors	1,278,841	1,688,807	-	-
Amounts owed to group undertakings	-	-	335,985	1,163,503
Tax	71,450	62,415	27,584	16,616
Social security and other taxes	133,174	99,655	9,560	-
Directors' current accounts	56,700	56,700	-	-
Accrued expenses	41,360	33,000	9,860	-
	<u>3,646,598</u>	<u>3,813,310</u>	<u>2,416,072</u>	<u>3,051,938</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

14. Creditors: amounts falling due after more than one year

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Hire purchase contracts (see note 16)	<u>144,618</u>	<u>184,839</u>	<u>144,618</u>	<u>184,839</u>

15. Loans

An analysis of the maturity of loans is given below:

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Amounts falling due within one year or on demand:				
Bank overdrafts	31,989	913	-	-
Other loans	<u>1,945,914</u>	<u>1,784,650</u>	<u>1,945,913</u>	<u>1,784,649</u>
	<u>1,977,903</u>	<u>1,785,563</u>	<u>1,945,913</u>	<u>1,784,649</u>

16. Leasing agreements

Minimum lease payments fall due as follows:

Group

	Hire purchase contracts	
	2018	2017
	£	£
Gross obligations repayable:		
Within one year	99,319	99,319
Between one and five years	<u>163,192</u>	<u>212,530</u>
	<u>262,511</u>	<u>311,849</u>
Finance charges repayable:		
Within one year	12,149	12,149
Between one and five years	<u>18,574</u>	<u>27,691</u>
	<u>30,723</u>	<u>39,840</u>
Net obligations repayable:		
Within one year	87,170	87,170
Between one and five years	<u>144,618</u>	<u>184,839</u>
	<u>231,788</u>	<u>272,009</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

16. Leasing agreements - continued

Company

	Hire purchase contracts	
	2018	2017
	£	£
Gross obligations repayable:		
Within one year	99,319	99,319
Between one and five years	163,192	212,530
	<u>262,511</u>	<u>311,849</u>
Finance charges repayable:		
Within one year	12,149	12,149
Between one and five years	18,574	27,691
	<u>30,723</u>	<u>39,840</u>
Net obligations repayable:		
Within one year	87,170	87,170
Between one and five years	144,618	184,839
	<u>231,788</u>	<u>272,009</u>

17. Financial instruments

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

Debt instruments (other than those wholly repayable or receivable within one year) including loans and other debtors and creditors, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received.

18. Provisions for liabilities

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Deferred tax				
Accelerated capital allowances	<u>110,826</u>	<u>72,715</u>	<u>98,999</u>	<u>57,687</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

18. Provisions for liabilities - continued

Group**Deferred tax****£**

Balance at 1 September 2017

72,715

Provided during year

38,111

Balance at 31 August 2018

110,826

Company**Deferred tax****£**

Balance at 1 September 2017

57,687

Provided during year

41,312

Balance at 31 August 2018

98,999

19. Called up share capital

Allotted, issued and fully paid:**Number:****Class:****Nominal
value:****2018****2017****£****£**

1,000

Ordinary

£1

1,000

1,000

20. Reserves

Group**Retained
earnings****£**

At 1 September 2017

1,476,804

Profit for the year

77,412

At 31 August 2018

1,554,216

Company**Retained
earnings****£**

At 1 September 2017

1,718,751

Profit for the year

552,801

At 31 August 2018

2,271,552

21. Related party disclosures

During the year, a total of key management personnel compensation of £56,871 was paid.

22. Post balance sheet events

After the yearend the group has rationalised its operations:

- On 25 September 2018, the loss-making subsidiary, Goldens (London) Ltd, was disposed for a sum of £275,000.
- On 5 November 2018, Goldens (Washwood Heath) Ltd, was put into administration.

23. Ultimate controlling party

The controlling party is A A Karattu Thody.

The ultimate controlling party is A Nazar who owns 85% of the issued share capital of the parent company.