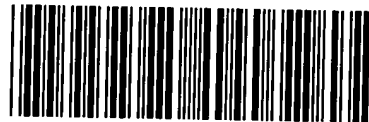


Company registration no. 07307343 (England and Wales)

**HTH (Group) Limited**

**Annual Report and Financial Statements  
For the year ended 31 October 2021**

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COMPANIES HOUSE

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**For the year ended 31 October 2021**

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## **Company Information**

**For the year ended 31 October 2021**

### **Directors**

Mr A Hudson  
Mr A Larvin  
Mr P K Wright

### **Auditors**

Saffery Champness LLP  
71 Queen Victoria Street  
London  
EC4V 4BE

### **Registered Office**

AFH House  
Buntsford Drive  
Stoke Heath  
Bromsgrove  
Worcestershire  
B60 4JE

## **Directors' Report**

**For the year ended 31 October 2021**

The Directors submit their report for HTH (Group) Limited for the year ended 31 October 2021.

### **DIRECTORS**

The Directors who served the company during the year were as follows:

Mr A Hudson  
Mr A Larvin  
Mr P K Wright

### **RESULTS AND DIVIDENDS**

The Company has not traded in the last financial year, therefore made neither profit nor loss (year ended October 2020: £nil). During the year, no dividends were paid (year ended October 2020: £nil).

### **STRATEGIC REPORT**

As permitted by section 414B of the Companies Act 2006, the Company is entitled to the small companies' exemption in relation the strategic report for the financial period.

### **ECONOMIC ENVIRONMENT**

As at the time of the signing of the financial statements the global Covid-19 pandemic continues to impact on global stock markets, short term business confidence and UK companies' ability to continue normal trading conditions. We expect our recurring revenue to be impacted by global stock markets movements as the global pandemic continues to unfold, however, many client assets are held in non-equity instruments and the impact of the markets on revenue is considerably diluted. The Directors are actively monitoring the position on a regular basis and reviewing cash flow forecasts. Following this crisis we expect there to be increased demand for financial planning services.

### **ENVIRONMENTAL AND SAFETY CONSIDERATIONS**

Any accidents at the workplace are recorded, fully investigated and corrective action instigated at the earliest opportunity. Active communication and training campaigns are implemented, and information is shared with the group.

### **FINANCIAL RISK FACTORS**

The Company's activities expose it to a variety of financial risks: market risk, including interest rate risk and cash flow risk, credit risk and liquidity risk. The Company's overall risk management programme seeks to minimise potential adverse effects on the Company's financial performance.

### **CREDIT RISK**

Credit risk is managed on a Group basis. Credit risk arises from cash and cash equivalents and deposits with banks and financial institutions, as well as commercial transactions. Individual risk limits are set based on internal or external ratings in accordance with limits set by the Board. The utilisation of credit limits is regularly monitored. The Company receives the majority of its income directly from blue chip financial institutions in accordance with instructions placed by its clients thereby minimising the risk of incurring bad debts.

### **CAPITAL RISK MANAGEMENT**

The Company's objectives when managing capital are to safeguard its ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an appropriate capital structure to reduce the cost of capital.

## **Directors' Report**

**For the year ended 31 October 2021**

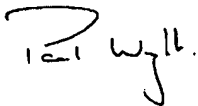
### **STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

Each of the persons who are directors at the time when this Directors' report is approved had confirmed that:

- So far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- That director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

### **AUDITORS**

A resolution proposing that Saffery Champness LLP be reappointed as auditors of the Group and its Subsidiaries will be put to the members at the Annual General Meeting.



.....  
**Mr P K Wright**

Director

29 March 2022

## **Statement of Directors' responsibilities in respect of the financial statements**

**For the year ended 31 October 2021**

The directors are responsible for preparing the Directors' 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 company and of the profit or loss of the company for that year.

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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## **Independent Auditor's Report to the members of HTH (Group) Limited**

**For the year ended 31 October 2021**

### **Opinion**

We have audited the financial statements of HTH (Group) Limited for the year ended 31 October 2021 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and notes to the financial statements, including 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 101, 'Reduced Disclosure Framework'.

In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 October 2021 and its results for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including FRS 101; 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**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

### **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.

## **Independent Auditor's Report to the members of HTH (Group) Limited**

**For the year ended 31 October 2021**

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

### **Opinions 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has 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 company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to take advantage of the small companies' exemption from the requirement to prepare a Strategic Report.

### **Responsibilities of directors**

As explained more fully in the Directors' Responsibilities Statement set out on page 4, 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 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 company or to cease operations, or have no realistic alternative but to do so.



## **Independent Auditor's Report to the members of HTH (Group) Limited**

**For the year ended 31 October 2021**

### **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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud are detailed below.

#### **Identifying and assessing risks related to irregularities:**

We assessed the susceptibility of the company's financial statements to material misstatement and how fraud might occur, including through discussions with the directors, discussions within our audit team planning meeting, updating our record of internal controls and ensuring these controls operated as intended. We evaluated possible incentives and opportunities for fraudulent manipulation of the financial statements. We identified laws and regulations that are of significance in the context of the company by discussions with directors and updating our understanding of the sector in which the company operates.

Laws and regulations of direct significance in the context of the company include The Companies Act 2006, and UK Tax legislation.

#### **Audit response to risks identified:**

We considered the extent of compliance with these laws and regulations as part of our audit procedures on the related financial statement items including a review of financial statement disclosures. We reviewed the company's records of breaches of laws and regulations, minutes of meetings and correspondence with relevant authorities to identify potential material misstatements arising. We discussed the company's policies and procedures for compliance with laws and regulations with members of management responsible for compliance.

During the planning meeting with the audit team, the engagement partner drew attention to the key areas which might involve non-compliance with laws and regulations or fraud. We enquired of management whether they were aware of any instances of non-compliance with laws and regulations or knowledge of any actual, suspected or alleged fraud. We addressed the risk of fraud through management override of controls by testing the appropriateness of journal entries and identifying any significant transactions that were unusual or outside the normal course of business. We assessed whether judgements made in making accounting estimates gave rise to a possible indication of management bias. At the completion stage of the audit, the engagement partner's review included ensuring that the team had approached their work with appropriate professional scepticism and thus the capacity to identify non-compliance with laws and regulations and fraud.

## **Independent Auditor's Report to the members of HTH (Group) Limited**

**For the year ended 31 October 2021**

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

### **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 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



.....  
Jamie Cassell (Senior Statutory Auditor)  
for and on behalf of Saffery Champness LLP

Chartered Accountants  
Statutory Auditors

71 Queen Victoria Street  
London  
EC4V 4BE

Date 29 March 2022

## **Statement of Comprehensive Income**

**For the year ended 31 October 2021**

	<b>Notes</b>	<b>Year ended 31 October 2021</b>	<b>Year ended 31 October 2020</b>
		<b>£</b>	<b>£</b>
<b>Revenue</b>		-	-
<b>Cost of sales</b>		-	-
<b>Gross profit</b>		-	-
<b>Administration expenses</b>		-	-
<b>Operating profit</b>	<b>3</b>	-	-
<b>Finance income</b>		-	-
<b>Profit before taxation</b>		-	-
<b>Taxation</b>		-	-
<b>Profit for the year</b>		-	-

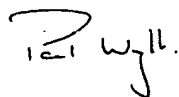
All results derive from continuing operations.

## **Statement of Financial Position**

**For the year ended 31 October 2021**

	Notes	31 October 2021 £	31 October 2020 £
<b>ASSETS</b>			
<b>Non-current assets</b>			
Investments	7	<u>87,001</u>	<u>87,001</u>
		<u>87,001</u>	<u>87,001</u>
<b>Current assets</b>			
Trade and other receivables	8	<u>238,681</u>	<u>238,681</u>
		<u>238,681</u>	<u>238,681</u>
<b>Total assets</b>		<u><b>325,682</b></u>	<u><b>325,682</b></u>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	9	<u>245,143</u>	<u>245,143</u>
<b>Total liabilities</b>		<u><b>245,143</b></u>	<u><b>245,143</b></u>
<b>Net assets</b>		<u><b>80,539</b></u>	<u><b>80,539</b></u>
<b>EQUITY</b>			
Share capital	10	<u>37,152</u>	<u>37,152</u>
Capital redemption reserve		<u>49,848</u>	<u>49,848</u>
Retained earnings		<u>(6,461)</u>	<u>(6,461)</u>
<b>Total equity</b>		<u><b>80,539</b></u>	<u><b>80,539</b></u>

The financial statements were approved by the Board of Directors and authorised for issue on 29 March 2022 and signed on their behalf by:



.....  
**Mr P K Wright**

Director

## **Statement of Changes in Equity**

**For the year ended 31 October 2021**

	<b>Share capital £</b>	<b>Share Premium £</b>	<b>Retained earnings £</b>	<b>Total equity £</b>
<b>31 October 2019</b>	<b>37,152</b>	<b>49,848</b>	<b>(6,461)</b>	<b>80,539</b>
Profit for the year	-	-	-	-
Other comprehensive income	-	-	-	-
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>31 October 2020</b>	<b>37,152</b>	<b>49,848</b>	<b>(6,461)</b>	<b>80,539</b>
Profit for the year	-	-	-	-
Other comprehensive income	-	-	-	-
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>31 October 2021</b>	<b>37,152</b>	<b>49,848</b>	<b>(6,461)</b>	<b>80,539</b>

## **Notes to the Financial Statements**

**For the year ended 31 October 2021**

### **1. Corporate information**

HTH (Group) Limited is a private company incorporated in England and Wales, Limited by Shares. The registered address of the Company is AFH House, Buntsford Drive, Stoke Heath, Bromsgrove, B60 4JE. The principal operations of the Company are that of a holding company.

### **2. Accounting policies**

#### **2.1. Basis of preparation**

##### ***Statement of compliance***

These financial statements have been prepared in accordance with Financial Reporting Standard 101 "Reduced Disclosure Framework" ("FRS 101") and in accordance with the applicable provisions of the Companies Act 2006. Except for certain disclosure exemptions detailed below, the recognition, measurement and disclosure requirements of International Financial Reporting Standards have been applied to these financial statements and, where necessary, amendments have been made in order to comply with the Companies Act 2006 and The Large and Medium-sized Companies and Groups Regulations 2008/410 ('Regulations').

The Company has taken advantage of the following exemptions in preparing these financial statements, as permitted by FRS101 paragraph 8.

- (i) The requirement of IFRS 7 'Financial Instruments Disclosures' relating to the disclosure of financial instruments and the nature and extent of risks arising from such instruments;
- (ii) The requirement of IFRS 13 'Fair Value Measurement' paragraph 91 to 99 relating to the fair value measurement disclosure of financial assets and financial liabilities that are measure at fair value;
- (iii) The requirements of IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' paragraph 30 and 31 relating to the disclosure of standards, amendments and interpretations in issue but not yet effective;
- (iv) The requirement of IAS 1 'Presentation of Financial Statements' paragraphs 134 to 136 relating to the disclosure of capital management policies and objectives;
- (v) The requirements of IAS 7 'Statement of Cash Flows' and IAS 1 'Presentation of Financial Statements' paragraph 10(d); 111 relating to the presentation of a Cash Flow Statement;
- (vi) The requirements of IAS 24 'Related Party Disclosures' relating to the disclosure of key management personnel compensation and relating to the disclosure of related party transactions entered into between the company and other wholly-owned subsidiaries of the group.

For the disclosure exemptions listed in points (i) to (vi), the equivalent disclosures are included in the consolidated financial statements of the group, AFH Financial Group Plc into which the Company is consolidated.

##### ***Basis of measurement***

The financial statements have been prepared on the historical cost convention.

## **Notes to the Financial Statements**

**For the year ended 31 October 2021**

### ***2.1. Basis of preparation (continued)***

#### ***Going concern***

As at the time of the signing of the financial statements, the global Covid-19 pandemic still holds, impacting global stock markets. As the pandemic moves to endemic status, with reducing government restrictions in England, we have seen business and consumer confidence recovering which is driving trading conditions to recover in the UK. Globally governments remain cautious around the risk of Covid-19 and the risk of spiralling inflation and central bank responses, as well as the potential for further Government intervention to cope with further waves of Covid-19 continues to drive market uncertainty. As a Company we have adapted during a difficult period and maintained revenue growth. Most client assets are held in diversified portfolios and the impact of the markets on recurring revenue has been considerably diluted.

More recently the current Ukrainian crisis has had short term impact on the markets locally and abroad. Although this crisis is in its infancy, the fall in markets have not been as dramatic as those previously seen in the last few years with other crises.

The directors have considered the Company's anticipated business activities, its cash flows and capital position for a period of 12 months from the date of these accounts. They believe that even in the event of falling markets and without further growth the group can continue to trade profitably and maintains sufficient facilities to cover its short and long-term liabilities. This assessment has been stress tested for lower than anticipated revenues. Therefore, the directors are satisfied that the Company has adequate resources to for the foreseeable future and for this reason continue to adopt the Going Concern basis in preparing the financial information.

#### ***Functional and presentational currency***

The Company's functional currency is Sterling, as this is the currency of the primary economic environment of that which the Company operates. The financial statements are presented in Sterling.

#### ***Use of estimates and judgements***

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

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 and in any future periods affected.

Information about significant areas of estimation uncertainties and critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are described in Note 2.7.

### **2.2. Revenue**

Revenue is recognised in line with the requirements of IFRS 15 as contractual performance obligations are satisfied. Revenue is measured at the fair value of the consideration received adjusted for clawbacks, allowance for impairment, discounts, rebates, and other sales taxes or duty.

## **Notes to the Financial Statements**

**For the year ended 31 October 2021**

### **2.3. Income tax**

Current income tax assets and/or liabilities comprise obligations to, or claims from, fiscal authorities relating to the current or prior reporting periods, that are unpaid/due at the reporting date. Current tax is payable on taxable profits, which may differ from profit or loss in the financial statements. Calculation of current tax is based on the tax rates and tax laws that have been enacted or substantively enacted at the reporting period.

Deferred taxes are calculated using the liability method on temporary differences between the carrying amounts of assets and liabilities and their tax bases.

A deferred tax asset is recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which the deductible temporary differences can be utilised, unless the deferred tax asset arises from the initial recognition of an asset or liability in a transaction that is not a business combination and at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss). However, for deductible temporary differences associated with investments in subsidiaries a deferred tax asset is recognised when the temporary difference will reverse in the foreseeable future and taxable profits will be available against which the temporary differences can be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

### **2.4. Financial instruments**

#### ***Financial assets carried at amortised cost***

Financial assets are recognised on the statement of financial position when, and only when, the Company becomes a party to the contractual provisions of the instrument.

Financial assets are initially recognised at fair value plus directly attributable transaction costs.

Financial assets carried at amortised cost are classified as loans and receivables and comprise trade and other receivables and cash and cash equivalents. Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

After initial recognition, loans and receivables are measured at amortised cost using the effective interest method. Discounting is omitted where the effect of discounting is immaterial.

If there is objective evidence that there is an impairment loss on loans and receivables, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate (i.e. the effective interest rate computed at initial recognition). The carrying amount of the asset is reduced either directly or through use of an allowance account.

A financial asset is derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and all substantial risks and reward are transferred.

#### ***Financial liabilities carried at amortised cost***

These financial liabilities include trade and other payables and interest bearing loans and borrowings.

Financial liabilities are initially recognised at fair value adjusted for any directly attributable transaction costs.

After initial recognition, financial liabilities are measured at amortised cost using the effective interest method, with interest-related charges recognised as an expense in finance costs. Discounting is omitted where the effect of discounting is immaterial.

A financial liability is derecognised only when the contractual obligation is extinguished, that is, when the obligation is discharged, cancelled or expires.



## **Notes to the Financial Statements**

**For the year ended 31 October 2021**

### **2.5. Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and demand deposits, together with other short term, highly liquid investments that are readily convertible into known amounts of cash and are subject to an insignificant risk of changes in value.

### **2.6. Equity and reserves**

Share capital represents the nominal value of shares that have been issued.

Retained earnings include all current and prior period retained profits.

### **2.7. Significant management judgements in applying accounting policies and estimation uncertainty**

When preparing the financial statements, management makes a number of judgements, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

#### **Significant management judgement**

The following are significant management judgements in applying the accounting policies of the Company that have the most effect on the financial statements.

#### *Impairment of investments and non-financial assets*

In assessing impairment, management estimates the recoverable amount of each asset or cash-generating units based on expected future cash flows and where applicable, using an interest rate to discount them.

Estimation uncertainty relates to the assumptions about future operating results and the determination of a suitable discount rate.

## Notes to the Financial Statements

For the year ended 31 October 2021

### 2.8. Changes in accounting policies

#### Adoption of new and revised standards

During the financial year, the Company has adopted the following new IFRSs (including amendments thereto) and IFRIC interpretations, that became effective for the first time.

Standard	Effective date, annual period beginning on or after
Interest Rate Benchmark Reform – Phase 2 (Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16)	1 January 2021
Covid 19-Related Rent Concessions Beyond 30 June 2021 (Amendment to IFRS 16 Leases)	1 April 2021

Their adoption has not had any material impact on the disclosures or amounts reported in the financial statements.

#### Standards issued but not yet effective:

At the date of authorisation of these financial statements, the following standards and interpretations relevant to the company and which have not been applied in these financial statements, were in issue but were not yet effective. In some cases, these standards and guidance have not been endorsed for use in the European Union.

Standard	Effective date, annual period beginning on or after
Reference to the Conceptual Framework (Amendments to IFRS 3 <i>Business Combinations</i> )	1 January 2022
Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16)	1 January 2022
Onerous Contracts – Cost of Fulfilling a Contract (Amendments to IAS 37 <i>Provisions, Contingent Liabilities and Contingent Assets</i> )	1 January 2022
Annual improvements 2018-2020 cycle	1 January 2022
IFRS 17 - <i>Insurance Contracts</i>	1 January 2023
Amendments to IFRS 17 - <i>Insurance Contracts</i> ; and Extension of the Temporary Exemption from Applying IFRS 9 (Amendments to IFRS 4 <i>Insurance Contracts</i> )	1 January 2023
Disclosure of Accounting Policies (Amendments to IAS 1 <i>Presentation of Financial Statements</i> and IFRS Practice Statement 2 <i>Making Materiality Judgements</i> )	1 January 2023
Definition of Accounting Estimates (Amendments to IAS 8 <i>Accounting Policies, Changes in Accounting Estimates and Errors</i> )	1 January 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to IAS 12 <i>Income Taxes</i> )	1 January 2023
Classification of Liabilities as Current or Non-Current: <i>amendments to IAS 1</i>	1 January 2024

The directors are evaluating the impact that these standards will have on the financial statements of the company.

## **Notes to the Financial Statements**

**For the year ended 31 October 2021**

### **3. Operating profit**

The remuneration of the auditors has been borne by the immediate parent entity, AFH Financial Group Limited (previously AFH Financial Group PLC), for the current and prior periods.

### **4. Directors' remuneration**

During the year ended 31 October 2021 and the period ended 31 October 2020, the remuneration of the Directors was borne by the immediate parent company, AFH Financial Group Limited.

### **5. Dividends paid and proposed**

During the year there no dividends were paid to the company's immediate parent (year ended 31 October 2020: £nil).

### **6. Employee numbers**

During the year ended 31 October 2021 and year ended 31 October 2020 the company had no employees.

### **7. Investments**

	<b>31 October 2021 £</b>	<b>31 October 2020 £</b>
Shares in subsidiary undertakings	<b>87,001</b>	<b>87,001</b>

Details of the Company's subsidiaries are set out below:

<b>Company</b>	<b>Class of shares</b>	<b>Country of incorporation</b>	<b>Percentage shareholding</b>
<b>Direct</b>			
Thomas Heald Limited	Ordinary	United Kingdom	100%
Thomas Heald Solutions Limited	Ordinary	United Kingdom	100%

All the subsidiaries have an accounting period end of 31 October 2021.

All the subsidiaries are registered to AFH House, Buntsford Drive, Bromsgrove, B60 4JE.

## **Notes to the Financial Statements**

For the year ended 31 October 2021

### **8. Trade and other receivables**

	31 October 2020 £	31 October 2020 £
Amounts owed by group undertakings	238,681	238,681
	<u>238,681</u>	<u>238,681</u>

Trade receivables include a £nil provision for bad debts (2020: £nil).

### **9. Trade and other payables**

	31 October 2021 £	31 October 2020 £
Amounts due to group undertakings	244,123	244,123
Other payables	1,020	1,020
	<u>245,143</u>	<u>245,143</u>

### **10. Share capital**

	31 October 2021	31 October 2020
Allotted, called up and fully paid Ordinary shares of £1 each	<u>37,152</u>	<u>37,152</u>

### **11. Contingent liabilities**

At 31 October 2021, the Company had no contingent liabilities (31 October 2020: none).

## **Notes to the Financial Statements**

**For the year ended 31 October 2021**

### **12. Ultimate controlling party**

On 17 June 2021, AFH Financial Group Limited (previously AFH Financial Group Plc), was acquired by Cortina Bidco Limited, a company indirectly controlled by funds managed by Flexpoint Ford, LLC, a private equity investment firm incorporated in the United States of America.

The Company's ultimate parent undertaking is now Cortina TopCo Limited, which is incorporated in the Cayman Islands.

Copies of the consolidated financial statements of AFH Financial Group Limited, the smallest group of undertakings that consolidates the Company as at 31 October 2021 are filed with Companies House.