

Company registration number: 08260771

Farla Limited

Unaudited filleted financial statements

31 October 2021

Farla Limited

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Farla Limited

Directors and other information

Directors	Mr T A G Henderson
Secretary	Mrs E C Henderson
Company number	08260771
Registered office	First Floor, Shropshire House 179 Tottenham Court Road London W1T 7NZ
Accountants	Couch Bright King & Co Shropshire House 179 Tottenham Court Road London W1T 7NZ

Bankers

C Hoare & Co
37 Fleet Street
London
EC4P 4DQ

Farla Limited

Chartered accountants report to the board of directors on the preparation of the unaudited statutory financial statements of Farla Limited

Year ended 31 October 2021

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Farla Limited for the year ended 31 October 2021 which comprise the statement of financial position, statement of changes in equity and related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the board of directors of Farla Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Farla Limited and state those matters that we have agreed to state to the board of directors of Farla Limited as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Farla Limited and its board of directors as a body for our work or for this report.

It is your duty to ensure that Farla Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Farla Limited. You consider that Farla Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Farla Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Couch Bright King & Co

Chartered Accountant

Shropshire House

179 Tottenham Court Road

London

W1T 7NZ

8 March 2022

Farla Limited

Statement of financial position

31 October 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	7	3,097,554	4,663
Investments	8	13,159,923	22,736,817
		<u>16,257,477</u>	<u>22,741,480</u>
Current assets			
Debtors	9	28,296	-
Cash at bank and in hand		1,460,843	591,258
		<u>1,489,139</u>	<u>591,258</u>
Creditors: amounts falling due within one year	10	(5,790,298)	(4,729,782)
Net current liabilities		<u>(4,301,159)</u>	<u>(4,138,524)</u>
Total assets less current liabilities		<u>11,956,318</u>	<u>18,602,956</u>
Creditors: amounts falling due after more than one year	11	(4,000,000)	(7,000,000)
Provisions for liabilities		-	(1,344,611)
Net assets		<u>7,956,318</u>	<u>10,258,345</u>
Capital and reserves			
Called up share capital		102,000	102,000
Fair value reserve		-	8,579,569
Profit and loss account		7,854,318	1,576,776
Shareholders funds		<u>7,956,318</u>	<u>10,258,345</u>

For the year ending 31 October 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors responsibilities:

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

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

These financial statements were approved by the board of directors and authorised for issue on 08 March 2022 , and are signed on behalf of the board by:

Mr T A G Henderson

Director

Company registration number: 08260771

Farla Limited

Statement of changes in equity

Year ended 31 October 2021

	Called up share capital £	Fair value reserve £	Profit and loss account £	Total £
At 1 November 2019	102,000	9,909,570	122,766	10,134,336
(Loss)/profit for the year			124,009	124,009
Other comprehensive income for the year:				
Reclassification from fair value reserve to profit and loss account		(1,330,001)	1,330,001	-
Total comprehensive income for the year	-	(1,330,001)	1,454,010	124,009
At 31 October 2020 and 1 November 2020	102,000	8,579,569	1,576,776	10,258,345
(Loss)/profit for the year			(2,302,027)	(2,302,027)
Other comprehensive income for the year:				
Reclassification from fair value reserve to profit and loss account		(8,579,569)	8,579,569	-
Total comprehensive income for the year	-	(8,579,569)	6,277,542	(2,302,027)
At 31 October 2021	102,000	-	7,854,318	7,956,318

Farla Limited

Notes to the financial statements

Year ended 31 October 2021

1. General information

The company is a private company limited by shares, registered in England & Wales. The address of the registered office is First Floor, Shropshire House, 179 Tottenham Court Road, London, W1T 7NZ.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities measured at fair value through profit or loss. The financial statements are prepared in sterling, which is the functional currency of the entity .

Judgements and key sources of estimation uncertainty

The carrying value of the unlisted investments are held at cost .

Turnover

Turnover is measured at the fair value of the consideration receivable for investments sold during the year.

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in capital and reserves. In this case, tax is recognised in other comprehensive income or directly in capital and reserves, respectively. Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are initially recorded at cost, and is subsequently stated at cost less any accumulated depreciation and any accumulated impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates .

Fixed asset investments

Fixed asset of investments consist of listed and unlisted investments. Unlisted investments for which there is no ready market are valued at cost less impairment and listed investments are measured at fair value with changes in fair value recognised in the profit and loss.

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. When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event; it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense. Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised in finance costs in profit or loss in the period it arises.

Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Debt instruments are subsequently measured at amortised cost.

4. Turnover

The whole of the turnover is attributable to the principal activity of the company wholly undertaken in the United Kingdom.

5. Employee numbers

The average number of persons employed by the company during the year amounted to Nil (2020: Nil).

6. Directors remuneration

During the period there were no employees other than the Director. No salaries were paid to the Director during the period.

7. Tangible assets

	Freehold property £	Fixtures, fittings and equipment £	Total £
Cost			
At 1 November 2020	-	24,246	24,246
Additions	3,096,000	1,200	3,097,200
At 31 October 2021	3,096,000	25,446	3,121,446
Depreciation			
At 1 November 2020	-	19,583	19,583
Charge for the year	-	4,309	4,309
At 31 October 2021	-	23,892	23,892
Carrying amount			
At 31 October 2021	3,096,000	1,554	3,097,554
At 31 October 2020	-	4,663	4,663

8. Investments

	Other investments other than loans £	Total £
Cost		
At 1 November 2020	22,736,816	22,736,816
Additions	11,923,777	11,923,777
Disposals	(21,497,364)	(21,497,364)
Fair value adjustment	(3,306)	(3,306)
At 31 October 2021	13,159,923	13,159,923
Impairment		
At 1 November 2020 and 31 October 2021	-	-
Carrying amount		
At 31 October 2021	13,159,923	13,159,923
At 31 October 2020	22,736,816	22,736,816

Listed investments represent £10,087,968 (2020: £20,185,985) of the carrying amount as at 31st October 2021.

9. Debtors

	2021 £	2020 £
Other debtors	28,296	-

10. Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	5,120	-
Corporation tax	902,560	-
Other creditors	4,882,618	4,729,782
	<u>5,790,298</u>	<u>4,729,782</u>

Included in other creditors are loans from the Director and immediate family members extended to Farla Limited on an unsecured basis with no interest payable and as there is no fixed date for repayment these loans have been treated as repayable on demand.

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

	2021	2020
	£	£
Other creditors	4,000,000	7,000,000
	<u>4,000,000</u>	<u>7,000,000</u>

Others Creditors at 31st October 2021 above consist of £4,000,000 bank borrowing at a fixed rate of 3.59% per annum secured on investments and is repayable in 6 years from September 2020

12. Deferred tax

The deferred tax included in the statement of financial position is as follows:

	2021	2020
	£	£
Included in provisions (note)	-	1,344,611
	<u>-</u>	<u>1,344,611</u>

The deferred tax account consists of the tax effect of timing differences in respect of:

	2021	2020
	£	£
Fair value adjustment of financial assets	-	1,344,611
	<u>-</u>	<u>1,344,611</u>

Deferred taxation previously provided on the unrealised gains on investments held at fair value was released on realisation of the underlying investments.

13. Financial instruments

The carrying amount for each category of financial instrument is as follows:

	2021	2020
	£	£
Financial assets measured at fair value through profit or loss		
Listed investments	10,087,968	20,185,985
Unlisted investments	3,071,955	2,550,632
	<u>13,159,923</u>	<u>22,736,617</u>
	<u> </u>	<u> </u>

14. Contingent assets and liabilities

At 31st October 2021 there were no contingent liabilities.

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.