

REGISTERED NUMBER: 08734871 (England and Wales)

**Report of the Director and
Unaudited Financial Statements for the Year Ended 31 December 2017
for
Starting Investments Limited**

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for the Year Ended 31 December 2017**

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Starting Investments Limited
Company Information
for the Year Ended 31 December 2017

DIRECTORS:	E Mayoral Olive J Mayoral Olive
SECRETARY:	Intertrust (UK) Limited
REGISTERED OFFICE:	35 Great St Helen's Ground Floor London EC3A 6AP
REGISTERED NUMBER:	08734871 (England and Wales)

**Report of the Directors
for the Year Ended 31 December 2017**

The Directors presents their report with the financial statements of the Company for the year ended 31 December 2017.

The financial statements have been prepared in accordance with Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council.

No strategic report has been prepared as the Directors have opted to apply the exemption available to small companies as per Section 414B of Companies Act 2006.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of selling and organising exhibitions of prominent artwork and antiques.

REVIEW OF BUSINESS

The Company was incorporated on 16 October 2013 and was established to serve as a UK base for the sale of art pieces and antiques, considering the fact that London is an international hub for art and culture.

DIRECTORS

The following directors held office during the period from 1 January 2017 or appointment date to the date of this report;
Eduard Mayoral Olive
Jordi Mayoral Olive (Appointed on 17 October 2017)

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Report of the Directors 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 of the profit or loss of the company for that period. In preparing these financial statements, the director is required to:

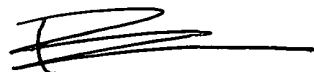
- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The director is responsible for the maintenance and integrity of the corporate and financial information included on the company's website.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:



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E Mayoral Olive - Director

Date: 28/6/2018

**Income Statement
for the Year Ended 31 December 2017**

	Notes	Year Ended 31.12.17		Year Ended 31.12.16	
		£	£	£	£
TURNOVER			2,323,991		4,968,133
Cost of sales			<u>(1,928,076)</u>		<u>(3,395,825)</u>
GROSS PROFIT			395,915		1,572,308
Distribution costs		(46,116)		(161,737)	
Administrative expenses		<u>(472,539)</u>		<u>(627,219)</u>	
			<u>(518,655)</u>		<u>(788,956)</u>
			(122,740)		783,352
Other operating income			<u>92,290</u>		<u>224,834</u>
OPERATING (LOSS)/PROFIT	4		(30,450)		1,008,186
Interest receivable and similar income		-		6	
Interest payable and similar charges		<u>(1,576)</u>		<u>-</u>	
			<u>(1,576)</u>		<u>6</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			(32,026)		1,008,192
Tax on profit on ordinary activities	5		<u>(26,173)</u>		<u>(183,911)</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR			<u><u>(58,199)</u></u>		<u><u>824,281</u></u>

The notes form part of these financial statements

Starting Investments Limited (Registered number: 08734871)

**Other Comprehensive Income
for the Year Ended 31 December 2017**

	Notes	Year Ended 31.12.17 £	Year Ended 31.12.16 £
(LOSS)/PROFIT FOR THE YEAR		(58,199)	824,281
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE YEAR		<u>(58,199)</u>	<u>824,281</u>

The notes form part of these financial statements

Statement of Financial Position
31 December 2017

	Notes	2017 £	2016 £
CURRENT ASSETS			
Stocks	6	8,124,864	7,897,744
Debtors	7	98,000	79,569
Cash at bank		<u>333,418</u>	<u>320,477</u>
		8,556,282	8,299,535
CREDITORS			
Amounts falling due within one year	8	<u>(554,077)</u>	<u>(237,386)</u>
NET CURRENT ASSETS		<u>8,002,205</u>	<u>8,060,404</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>8,002,205</u>	<u>8,060,404</u>
CAPITAL AND RESERVES			
Called up share capital	9	5,757,953	5,757,953
Retained earnings	10	<u>2,244,252</u>	<u>2,302,451</u>
SHAREHOLDERS' FUNDS		<u>8,002,205</u>	<u>8,060,404</u>

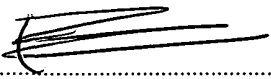
The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements were approved by the directors on 28/6/2018 and were signed by:


E Mayoral Olive - Director

Starting Investments Limited (Registered number: 08734871)

**Statement of Changes in Equity
for the Year Ended 31 December 2017**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 November 2015	5,340,546	1,478,170	6,818,716
Changes in equity			
Issue of share capital	417,407	-	417,407
Total comprehensive income	-	824,281	824,281
Balance at 31 December 2016	<u>5,757,953</u>	<u>2,302,451</u>	<u>8,060,404</u>
Changes in equity			
Issue of share capital	-	-	417,407
Total comprehensive income	-	(58,199)	(58,199)
Balance at 31 December 2017	<u>5,757,953</u>	<u>2,244,252</u>	<u>8,002,205</u>

The notes form part of these financial statements

1. **LEGAL STATUS**

Starting Investments Limited was formally incorporated with Companies House on 16 October 2013 and its Company number is 08734871 with its registered address being 35 Great St Helen's, London, United Kingdom, EC3A 6AP.

Information regarding the principal activities of the Company is included in the Directors' Report.

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.

Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 11 Financial Instruments paragraphs 11.39 to 11.48A;
- the requirement of Section 33 Related Party Disclosures paragraph 33.7.

Turnover

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

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

The collection

Additions to the Collection acquired since 16 October 2013 are capitalised and recognised in the balance sheet, at the cost or value of the acquisition. Such items are not depreciated or revalued as a matter of routine as the assets are deemed to have indeterminable lives. Expenditure to conserve the works is included under administrative expenses.

Where works of art are included at valuation, external valuations are used where available.

Financial instruments

The Company accounts for financial instruments as basic, in accordance with the recognition criteria in Section 11 of FRS 102.

Basic financial assets, including trade and other debtors, cash and bank balances, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction. In this case, the transaction is measured at the present value of the future receipts discounted at a market rate of interest for a similar instrument. Basic financial instruments are subsequently measured at amortised cost using the effective interest method.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

2. ACCOUNTING POLICIES - continued

Financial instruments - continued

Basic financial liabilities, including trade and other creditors, bank loans and loans from fellow group companies, are initially recognised at transaction price, unless the arrangement constituted a financing transaction. In this case, the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest for a similar instrument. Basic financial liabilities are subsequently measured at amortised cost, using the effective interest rate method.

Financial assets and liabilities that are classified as payable or receivable within one year on initial recognition are measured at the undiscounted amounts of the cash or other consideration expected to be paid or received, net of impairment.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits with financial institutions which are subject to an insignificant risk of change in value, and bank overdrafts. Bank overdrafts are presented as current borrowings on the balance sheet.

3. STAFF COSTS

	Year Ended 31.12.17	Year Ended 31.12.16
	£	£
Wages and salaries	(18,257)	(33,210)
Social security costs	<u>(1,365)</u>	<u>(4,496)</u>
	<u>(19,622)</u>	<u>(37,706)</u>

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

Year Ended 31.12.17	Year Ended 31.12.16
<u>2</u>	<u>2</u>

4. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	Year Ended 31.12.17	Year Ended 31.12.16
	£	£
Taxation advisory services	(6,000)	(5,400)
Foreign exchange differences	<u>(4,667)</u>	<u>146,551</u>
Director's remuneration	<u>27,234</u>	<u>15,926</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

5. **TAXATION**

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	Year Ended 31.12.17 £	Year Ended 31.12.16 £
Current tax:		
UK corporation tax of 20%	<u>(26,173)</u>	<u>(183,911)</u>
Tax on profit on ordinary activities	<u>(26,173)</u>	<u>(183,911)</u>

6. **STOCKS**

Stocks of £8,124,864 (2016: £7,897,744) comprise finished goods and goods for resale. These goods were purchased in different currencies and translated into GBP at the rate ruling at the time of transaction.

7. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2017 £	2016 £
Trade debtors	98,000	-
Amounts owed by group undertakings	-	39,067
VAT	-	40,502
	<u>98,000</u>	<u>79,569</u>

8. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2017 £	2016 £
Bank loans and overdrafts (see note 10)	-	(1,592)
Salaries and Employer NIC payable	-	(2,256)
Trade creditors	(123,410)	(31,064)
Tax	-	(177,914)
Other creditors- Artwork	-	(19,160)
VAT	(24,551)	-
Accrued expenses	(12,000)	(5,400)
Amounts owed from group undertakings	<u>(394,116)</u>	<u>-</u>
	<u>(554,077)</u>	<u>(237,386)</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	2016	2015
Number:	Class:		£	£
2,992,500	Ordinary Shares	0.833 8	2,495,148	2,495,148
201,609	Ordinary Shares	1	201,608	201,608
150,000	Ordinary shares	1	150,000	150,000
730,000	Ordinary shares	0.7899	576,627	576,627
116,909	Ordinary shares	0.6127	91,905	91,905
929,500	Ordinary shares	0.7249	673,795	673,795
100,000	Ordinary shares	0.7935	79,353	79,353
600,000	Ordinary shares	0.7249	438,060	438,060
561,773	Ordinary shares	0.6370	445,937	445,937
255,000	Ordinary shares	0.7377	188,113	188,113
529,000	Ordinary shares	0.7890	417,407	417,407
			<u>5,757,953</u>	<u>5,757,953</u>

10. RESERVES

	Retained earnings £
At 1 January 2017	2,302,451
Loss for the year	<u>(58,199)</u>
At 31 December 2017	<u>2,244,252</u>

11. ULTIMATE PARENT COMPANY

The Ultimate Parent Company for Starting Investments Limited is Starting Investments S.L, a company incorporated in Spain.