

HARVEST AD LIMITED

UNAUDITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 31 AUGUST 2019

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HARVEST AD LIMITED
REGISTERED NUMBER: 08795002

BALANCE SHEET
AS AT 31 AUGUST 2019

	Note	2019 £	2018 £
Fixed assets			
Investments	5	13,125	13,125
		<u>13,125</u>	<u>13,125</u>
Current assets			
Debtors: amounts falling due after more than one year	6	286,875	315,165
Debtors: amounts falling due within one year	6	62,315	435,069
Cash at bank and in hand	7	513,454	54,201
		<u>862,644</u>	<u>804,435</u>
Creditors: amounts falling due within one year	8	(429)	(1,493)
Net current assets		<u>862,215</u>	<u>802,942</u>
Total assets less current liabilities		<u>875,340</u>	<u>816,067</u>
Creditors: amounts falling due after more than one year	9	(871,713)	(813,358)
Net assets		<u><u>3,627</u></u>	<u><u>2,709</u></u>
Capital and reserves			
Called up share capital	10	1	1
Profit and loss account		3,626	2,708
		<u><u>3,627</u></u>	<u><u>2,709</u></u>

HARVEST AD LIMITED
REGISTERED NUMBER: 08795002

BALANCE SHEET (CONTINUED)
AS AT 31 AUGUST 2019

The directors consider that the company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 31 March 2020.



E S Gigov
Director

The notes on pages 3 to 6 form part of these financial statements.

HARVEST AD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

1. General information

The principal activity of the company during the period was that of a holding company.

The company is registered in England and Wales (08795002) and is limited by shares.

The company's registered address is:

1 Benjamin Street, London, EC1M 5QL

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the company's accounting policies.

The following principal accounting policies have been applied:

2.2 Going concern

Accounting standards require the Directors to consider the appropriateness of the going concern basis when preparing the financial statements. The Directors' consider that the going concern basis is appropriate as the company has adequate resources to continue in operational existence for the foreseeable future.

2.3 Interest income

Interest income is recognised in the profit and loss account using the effective interest method.

2.4 Interest payable

Finance costs are charged to the profit and loss account over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.5 Taxation

Tax is recognised in the profit and loss account, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the company operates and generates income.

2.6 Valuation of investments

Unlisted Investments are measured at cost less accumulated impairment.

HARVEST AD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

2. Accounting policies (continued)

2.7 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.8 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

2.9 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

3. Other operating income

	2019 £	2018 £
Other operating income	5,206	251

4. Employees

The Company has no employees other than the directors, who did not receive any remuneration (2018 - £NIL).

5. Fixed asset investments

	Unlisted investments £
Cost or valuation	
At 1 September 2018	13,125
At 31 August 2019	13,125

HARVEST AD LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2019

6. Debtors

	2019 £	2018 £
Due after more than one year		
Other debtors	<u>286,875</u>	<u>315,165</u>
Due within one year		
Other debtors	<u>62,315</u>	<u>435,068</u>

Other debtors due after more than one year include a loan and capitalised interest of £286,875, due for repayment 30 June 2022, incurring interest at 10% per annum.

7. Cash and cash equivalents

	2019 £	2018 £
Cash at bank and in hand	<u>513,454</u>	<u>54,201</u>

8. Creditors: Amounts falling due within one year

	2019 £	2018 £
Trade creditors	125	-
Corporation tax	304	243
Other creditors	-	1,250
	<u>429</u>	<u>1,493</u>

HARVEST AD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

9. Creditors: Amounts falling due after more than one year

	2019 £	2018 £
Other creditors	<u>871,713</u>	<u>813,358</u>

The other creditors over one year relates to secured loan stock. It carries an annual interest rate of 10%. It is due for repayment 30 June 2022.

This loan is secured by a fixed and floating charge over all of the property, assets and rights of the company.

10. Share capital

	2019 £	2018 £
Allotted, called up and fully paid		
1 (2018 - 1) Ordinary share of £1	<u>1</u>	<u>1</u>

11. Related party transactions

During the prior period the company entered into a loan agreement with Mount House School (Holdings) Limited, a company that Harvest AD holds shares in, for £286,875. This loan is due for repayment in 2022 and incurs interest at 10%. £34,025 of interest was charged using an effective interest rate (2018 - £28,290) in the current period. Monitoring fees of £5,206 were charged during the period (2018 - £5,051), none of which were outstanding at the year end.

Harvest AD Limited owes £750,000 (2018 - £750,000) of loan stock to venture capital trusts administered and managed by Albion Capital Group LLP, who are also shareholders. This loan incurs interest at 10%. An amount of £58,354 has been charged using an effective interest rate in the current period (2018 - £63,358).