

co. Ltd

Company registration number: 08850932

**JMCD Investments Limited**

**Unaudited filleted financial statements**

**31 October 2017**



## **JMCD Investments Limited**

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**JMCD Investments Limited**

**Directors and other information**

**Director** J C McDonnell

**Company number** 08850932

**Registered office** Beechfield  
The Terrace  
Boston Spa  
Wetherby  
LS23 6AH

**Accountants** DBA  
Chartered Accountants  
Canalside Buildings  
Graingers Way  
Roundhouse Business Park  
Leeds  
LS12 1AH

**JMCD Investments Limited**

**Statement of financial position  
31 October 2017**

	Notes	2017 £	£	2016 £	£
<b>Fixed assets</b>					
Investments	5	17,016,341		16,247,018	
			17,016,341		16,247,018
<b>Current assets</b>					
Debtors	6	2,203,116		2,093,584	
Cash at bank and in hand		889,460		953,446	
		3,092,576		3,047,030	
<b>Creditors: amounts falling due within one year</b>	7	(15,689,470)		(16,019,034)	
<b>Net current liabilities</b>			(12,596,894)		(12,972,004)
<b>Total assets less current liabilities</b>			4,419,447		3,275,014
<b>Provisions for liabilities</b>	8		(471,970)		(403,734)
<b>Net assets</b>			3,947,477		2,871,280
<b>Capital and reserves</b>					
Called up share capital			1		1
Fair value reserve			2,012,081		1,721,180
Profit and loss account			1,935,395		1,150,099
<b>Shareholders funds</b>			3,947,477		2,871,280

For the year ending 31 October 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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 FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

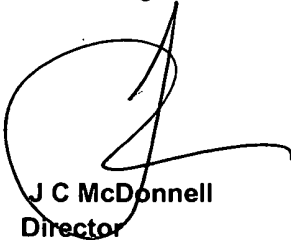
In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

**The notes on pages 5 to 10 form part of these financial statements.**

**JMCD Investments Limited**

**Statement of financial position (continued)**  
**31 October 2017**

These financial statements were approved by the board of directors and authorised for issue on 25 July 2018, and are signed on behalf of the board by:



**J C McDonnell**  
**Director**

Company registration number: 08850932

**The notes on pages 5 to 10 form part of these financial statements.**

**JMCD Investments Limited**

**Statement of changes in equity  
Year ended 31 October 2017**

	<b>Called up share capital £</b>	<b>Fair value reserve £</b>	<b>Profit and loss account £</b>	<b>Total £</b>
<b>At 1 November 2015</b>	<b>1</b>	<b>699,289</b>	<b>649,149</b>	<b>1,348,439</b>
Profit for the year			<b>1,522,841</b>	<b>1,522,841</b>
Other comprehensive income for the year:				
Reclassification from profit and loss account to fair value reserve		<b>1,021,891</b>	<b>(1,021,891)</b>	<b>-</b>
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>1,021,891</b>	<b>500,950</b>	<b>1,522,841</b>
<b>At 31 October 2016 and 1 November 2016</b>	<b>1</b>	<b>1,721,180</b>	<b>1,150,099</b>	<b>2,871,280</b>
Profit for the year			<b>1,076,197</b>	<b>1,076,197</b>
Other comprehensive income for the year:				
Reclassification from profit and loss account to fair value reserve		<b>290,901</b>	<b>(290,901)</b>	<b>-</b>
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>290,901</b>	<b>785,296</b>	<b>1,076,197</b>
<b>At 31 October 2017</b>	<b>1</b>	<b>2,012,081</b>	<b>1,935,395</b>	<b>3,947,477</b>

## **JMCD Investments Limited**

### **Notes to the financial statements Year ended 31 October 2017**

#### **1. General information**

The company is a private company limited by shares, registered in England. The address of the registered office is Beechfield, The Terrace, Boston Spa, Wetherby, LS23 6AH.

#### **2. Statement of compliance**

These financial statements have been prepared in compliance with the provisions of FRS102, Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The financial statements have not been prepared in accordance with the Association of Investment Companies' Statement of Recommended Practice (the "SORP") on the grounds that the shareholders have access to full and detailed information about the financial performance of the investments and the financial statements, as prepared, provide adequate information to any other users. The main departures from the recommendations in the SORP are that the company's Income Statement is not presented with supplementary revenue and capital columns.

#### **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 and investments measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

##### **Transition to FRS 102**

The entity transitioned from previous UK GAAP to FRS 102 as at 1 November 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 10.

##### **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.

##### **Foreign currencies**

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to profit or loss.

##### **Fixed asset investments**

Fixed asset investments are initially recorded at cost, and subsequently stated at fair value with changes in fair value being recognised in profit or loss.

## **JMCD Investments Limited**

### **Notes to the financial statements (continued)** **Year ended 31 October 2017**

#### **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.

Where investments in non-convertible preference shares and non-puttable ordinary shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in profit or loss. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.



**JMCD Investments Limited**

**Notes to the financial statements (continued)**  
**Year ended 31 October 2017**

**4. Staff costs**

The average number of persons employed by the company during the year amounted to 1 (2016: 1).

**5. Investments**

	<b>Listed investments</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost or valuation</b>		
At 1 November 2016	16,247,018	16,247,018
Additions	10,703,953	10,703,953
Disposals	(10,293,767)	(10,293,767)
Fair value adjustment	359,137	359,137
<b>At 31 October 2017</b>	<b>17,016,341</b>	<b>17,016,341</b>
<b>Impairment</b>		
At 1 November 2016 and 31 October 2017	-	-
<b>Carrying amount</b>		
At 31 October 2017	17,016,341	17,016,341
At 31 October 2016	16,247,018	16,247,018

**6. Debtors**

	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
Other debtors	2,203,116	2,093,584

**7. Creditors: amounts falling due within one year**

	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
Corporation tax	103,765	69,915
Other creditors	15,585,705	15,949,119
	15,689,470	16,019,034

**JMCD Investments Limited**

**Notes to the financial statements (continued)**  
**Year ended 31 October 2017**

**8. Provisions**

	<b>Deferred tax (note 9)</b>	<b>Total</b>
	£	£
At 1 November 2016	<b>403,734</b>	<b>403,734</b>
Additions	<b>68,236</b>	<b>68,236</b>
<b>At 31 October 2017</b>	<b><u>471,970</u></b>	<b><u>471,970</u></b>

**9. Deferred tax**

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

	<b>2017</b>	<b>2016</b>
	£	£
Included in provisions (note 8)	<b><u>471,970</u></b>	<b><u>403,734</u></b>

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

	<b>2017</b>	<b>2016</b>
	£	£
Fair value adjustment of financial assets	<b><u>471,970</u></b>	<b><u>403,734</u></b>

**JMCD Investments Limited**

**Notes to the financial statements (continued)**  
**Year ended 31 October 2017**

**10. Transition to FRS 102**

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 November 2015.

**Reconciliation of equity**

	<b>At 1 November 2015</b>			<b>At 31 October 2016</b>		
	Previously stated £	Effect of transition £	FRS 102 (restated) £	Previously stated £	Effect of transition £	FRS 102 (restated) £
Fixed assets	13,317,093	863,320	14,180,413	14,122,104	2,124,914	16,247,018
Current assets	737,546	-	737,546	3,047,030	-	3,047,030
Creditors amounts falling due within 1 year	(13,405,489)	-	(13,405,489)	(16,019,034)	-	(16,019,034)
Net current liabilities	(12,667,943)	-	(12,667,943)	(12,972,004)	-	(12,972,004)
Total assets less current liabilities	649,150	863,320	1,512,470	1,150,100	2,124,914	3,275,014
Provisions for liabilities	-	(164,031)	(164,031)	-	(403,734)	(403,734)
Net assets	<u>649,150</u>	<u>699,289</u>	<u>1,348,439</u>	<u>1,150,100</u>	<u>1,721,180</u>	<u>2,871,280</u>
Equity	<u>649,150</u>	<u>699,289</u>	<u>1,348,439</u>	<u>1,150,100</u>	<u>1,721,180</u>	<u>2,871,280</u>

**JMCD Investments Limited**

**Notes to the financial statements (continued)**  
**Year ended 31 October 2017**

**Reconciliation of profit or loss for the year**

	<b>At 31 October 2016</b>		
	Previously stated	Effect of transition	FRS 102 (restated)
	£	£	£
Administrative expenses	(103,228)	-	(103,228)
Operating loss	(103,228)	-	(103,228)
Income from other fixed asset investments	601,922	1,261,594	1,863,516
Other interest receivable and similar income	75,033	-	75,033
Tax on profit	(72,777)	(239,703)	(312,480)
Profit after taxation	500,950	1,021,891	1,522,841
Profit for the financial year	500,950	1,021,891	1,522,841

Prior to the adoption of FRS 102, the company did not revalue its investments to fair value and no deferred taxation was provided on unrealised investment gains. FRS 102 requires surpluses on the revaluation of investments to their fair value to be recognised in the profit and loss account/statement of comprehensive income and deferred taxation to be provided on any gain. Consequently the 2016 statement of comprehensive income includes a fair value adjustment to investments of £1,261,594 and a deferred tax charge of £239,703. The net unrealised profit for each year has then been transferred from profit and loss reserves to a fair value reserve.