

True to Nature Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 May 2021

True to Nature Limited

Contents

Balance Sheet	<u>1</u> to <u>2</u>
Notes to the Unaudited Financial Statements	<u>3</u> to <u>10</u>

True to Nature Limited
(Registration number: 09550855)
Balance Sheet as at 31 May 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	<u>4</u>	68,244	34,934
Investments	<u>5</u>	8	8
		<u>68,252</u>	<u>34,942</u>
Current assets			
Debtors	<u>6</u>	1,793,340	554,776
Cash at bank and in hand		<u>1,699,142</u>	<u>928,297</u>
		3,492,482	1,483,073
Creditors: Amounts falling due within one year	<u>7</u>	<u>(1,961,893)</u>	<u>(744,604)</u>
Net current assets		<u>1,530,589</u>	<u>738,469</u>
Total assets less current liabilities		1,598,841	773,411
Provisions for liabilities		<u>(16,423)</u>	<u>-</u>
Net assets		<u><u>1,582,418</u></u>	<u><u>773,411</u></u>
Capital and reserves			
Called up share capital		169	169
Share premium reserve		1,523,932	1,523,932
Profit and loss account		<u>58,317</u>	<u>(750,690)</u>
Total equity		<u><u>1,582,418</u></u>	<u><u>773,411</u></u>

For the financial year ending 31 May 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 accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

True to Nature Limited

(Registration number: 09550855)
Balance Sheet as at 31 May 2021

Approved and authorised by the Board on 23 February 2022 and signed on its behalf by:

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Mr S A Batty
Director

True to Nature Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 May 2021

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

16 The Furlong
Henleaze
Bristol
BS6 7TF
UK

These financial statements were authorised for issue by the Board on 23 February 2022.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Group accounts not prepared

The Company has chosen not to prepare consolidated accounts as by it is exempt under section 383 of the Companies Act by being a parent of a small group. .

Going concern

In light of the ongoing effects of the Coronavirus "COVID-19" pandemic in early 2020, subsequent national lockdowns and travel restrictions, the directors have reviewed and stress tested projections and budgets for the next twelve months. Following this review, the directors are satisfied of the Company's ability to act as a going concern.

The directors have reviewed the supply chains, key customers and the capital resources available and consider that the company has adequate resources in place to continue trading for the next twelve months.

True to Nature Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 May 2021

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

the amount of revenue can be reliably measured;

all of the significant risks and rewards of ownership have been transferred to the customer;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Government grants

Government grants have been recognised on an accruals basis.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the Balance Sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

True to Nature Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 May 2021

Asset class	Depreciation method and rate
Office Equipment	25% Straight Line

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment. Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade creditors are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

True to Nature Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 May 2021

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year was 30 (2020 - 10).

True to Nature Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 May 2021

4 Tangible assets

	Office equipment £	Total £
Cost or valuation		
At 1 June 2020	58,397	58,397
Additions	48,507	48,507
	<hr/>	<hr/>
At 31 May 2021	106,904	106,904
	<hr/>	<hr/>
Depreciation		
At 1 June 2020	23,463	23,463
Charge for the year	15,197	15,197
	<hr/>	<hr/>
At 31 May 2021	38,660	38,660
	<hr/>	<hr/>
Carrying amount		
At 31 May 2021	68,244	68,244
	<hr/>	<hr/>
At 31 May 2020	34,934	34,934
	<hr/>	<hr/>

True to Nature Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 May 2021

5 Investments

	2021 £	2020 £
Investments in subsidiaries	8	8
Subsidiaries		£
Cost or valuation		
At 1 June 2020		8
Additions		2
Disposals		(2)
At 31 May 2021		8
Provision		
Carrying amount		
At 31 May 2021		8
At 31 May 2020		8

Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2021	2020
Subsidiary undertakings				
True to Nature Zoo Brother Limited	16 The Furlong, Bristol, United Kingdom, BS6 7TF England	Ordinary Shares	100%	100%
True to Nature Dreamflight Limited	16 The Furlong, Bristol, United Kingdom, BS6 7TF England	Ordinary Shares	100%	100%
True to Nature Garden Tales Limited	16 The Furlong, Bristol, United Kingdom, BS6 7TF England	Ordinary Shares	100%	100%
True to Nature Shark Bites Limited	16 The Furlong, Bristol, United Kingdom, BS6 7TF England	Ordinary Shares	0%	100%

True to Nature Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 May 2021

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
True to Nature Predators Limited	16 The Furlong, Bristol, United Kingdom, BS6 7TF England	Ordinary Shares	100%	0%

6 Debtors

	2021 £	2020 £
Trade debtors	704,750	384,131
Amounts due from related parties	619,187	-
Prepayments	8,216	5,131
Other debtors	461,187	165,514
	<u>1,793,340</u>	<u>554,776</u>

7 Creditors

	Note	2021 £	2020 £
Due within one year			
Loans and borrowings	8	-	35
Trade creditors		267,656	114,818
Social security and other taxes		373,391	152,019
Other creditors	9	8,962	4,943
Accruals		1,055,914	185,039
Corporation tax liability		30,081	-
Deferred income		225,889	287,750
		<u>1,961,893</u>	<u>744,604</u>

8 Loans and borrowings

	2021 £	2020 £
Current loans and borrowings		
Bank overdrafts	-	35

9 Financial commitments, guarantees and contingencies

Amounts disclosed in the balance sheet

Included in the balance sheet are pensions of £6,915 (2020 - £4,943).

True to Nature Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 May 2021

10 Related party transactions

Summary of transactions with all subsidiaries

The company has taken advantage of the exemption available under The Small Companies and Groups Regulations 2008, Schedule 1 paragraph 66(4) from disclosing details of any transactions entered into between two or more members of a group where they are wholly owned members of this group.

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.