

RITMEESTER CIGARS UK LIMITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 31 DECEMBER 2019

RITMEESTER CIGARS UK LIMITED

COMPANY INFORMATION

Directors	A Swain M Pala
Registered number	05992529
Registered office	Units B & C 3 Wakefield Road Richmond TW10 6SD
Independent auditors	James Cowper Kreston Chartered Accountants Reading Bridge House George Street Reading Berkshire RG1 8LS

RITMEESTER CIGARS UK LIMITED

CONTENTS

	Page
Balance Sheet	1
Notes to the Financial Statements	2 - 7

RITMEESTER CIGARS UK LIMITED
REGISTERED NUMBER: 05992529

BALANCE SHEET
AS AT 31 DECEMBER 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	4	6,559	11,315
		<u>6,559</u>	<u>11,315</u>
Current assets			
Stocks		1,975,321	725,067
Debtors: amounts falling due within one year	5	2,599,662	2,204,960
Cash at bank and in hand	6	823,872	769,909
		<u>5,398,855</u>	<u>3,699,936</u>
Creditors: amounts falling due within one year	7	(3,852,805)	(1,449,789)
		<u>1,546,050</u>	<u>2,250,147</u>
Net current assets			
		<u>1,552,609</u>	<u>2,261,462</u>
Total assets less current liabilities			
Creditors: amounts falling due after more than one year	8	(1,600,000)	(2,447,504)
		<u>(47,391)</u>	<u>(186,042)</u>
Net liabilities			
Capital and reserves			
Called up share capital	9	1,100,000	1,100,000
Profit and loss account		(1,147,391)	(1,286,042)
		<u>(47,391)</u>	<u>(186,042)</u>

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 by:

.....
A Swain
Director

Date: 17 December 2020

The notes on pages 2 to 7 form part of these financial statements.

RITMEESTER CIGARS UK LIMITED

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

1. General information

Ritmeester Cigars UK Limited is a private Company limited by share capital and Incorporated in England and Wales. The address of the principal place of business is Unit B & C, 3 Wakefield Road, Richmond, TW10 6SD.

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 following principal accounting policies have been applied:

2.2 Going concern

The Directors have considered the impact of the global Covid-19 pandemic on the ability of the company to continue trading for the foreseeable future. This has included considering the impact of the pandemic to the date of signing the financial statements and updating financial projections in respect of income and the company's resources for a period of no less than 12 months from the date of signing the Balance Sheet. Since the year end, the company has refinanced a loan and a written resolution has been passed to convert another loan into share capital, resulting in an increase in the equity of the company. The company has maintained profitability during the Covid-19 pandemic and forecasts indicate growth for the next financial year. Based on these projections and the financial support available the directors believe that the financial statements have been prepared appropriately on the going concern basis.

2.3 Turnover

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

2. Accounting policies (continued)

2.4 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The Company adds to the carrying amount of an item of fixed assets the cost of replacing part of such an item when that cost is incurred, if the replacement part is expected to provide incremental future benefits to the Company. The carrying amount of the replaced part is derecognised. Repairs and maintenance are charged to profit or loss during the period in which they are incurred.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Fixtures & fittings	-	10%	straight line
Computer equipment	-	33%	straight line
Improvements to leasehold property	-	20%	straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Comprehensive Income.

2.5 Operating leases

Rentals paid under operating leases are charged to the Statement of Comprehensive Income on a straight line basis over the lease term.

2.6 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks. Costs include all direct costs.

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. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

2. Accounting policies (continued)

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.

2.10 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Comprehensive Income except when deferred in other comprehensive income as qualifying cash flow hedges.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Statement of Comprehensive Income within 'finance income or costs'. All other foreign exchange gains and losses are presented in the Statement of Comprehensive Income within 'other operating income'.

2.11 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.12 Exceptional items

Exceptional items are transactions that fall within the ordinary activities of the Company but are presented separately due to their size or incidence.

3. Employees

The average monthly number of employees, including directors, during the year was 12 (2018 - 11).

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

4. Tangible fixed assets

	Improvement to Leasehold Property £	Fixtures & fittings £	Computer equipment £	Total £
Cost or valuation				
At 1 January 2019	28,450	11,171	78,434	118,055
Additions	-	-	2,372	2,372
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2019	28,450	11,171	80,806	120,427
Depreciation				
At 1 January 2019	24,398	10,826	71,516	106,740
Charge for the year	3,039	250	3,839	7,128
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2019	27,437	11,076	75,355	113,868
Net book value				
At 31 December 2019	<u>1,013</u>	<u>95</u>	<u>5,451</u>	<u>6,559</u>
At 31 December 2018	<u>4,052</u>	<u>345</u>	<u>6,918</u>	<u>11,315</u>

5. Debtors

	2019 £	2018 £
Trade debtors	2,491,824	2,131,177
Amounts owed by group undertakings	27,937	12,306
Other debtors	79,901	61,477
	<hr/>	<hr/>
	<u>2,599,662</u>	<u>2,204,960</u>

6. Cash and cash equivalents

	2019 £	2018 £
Cash at bank and in hand	823,872	769,909
	<hr/>	<hr/>
	<u>823,872</u>	<u>769,909</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

7. Creditors: Amounts falling due within one year

	2019	2018
	£	£
Trade creditors	103,145	192,081
Amounts owed to group undertakings	2,723,632	315,775
Other taxation and social security	930,064	770,179
Accruals and deferred income	95,964	171,754
	<u>3,852,805</u>	<u>1,449,789</u>

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

	2019	2018
	£	£
Amounts owed to group undertakings	1,600,000	2,447,504
	<u>1,600,000</u>	<u>2,447,504</u>

On 16 November 2020 a written resolution was passed to covert £1,000,000 of the above loan to 1,000 Ordinary shares with a nominal value of £1,000, resulting in an increase in the equity of the company.

9. Share capital

	2019	2018
	£	£
Allotted, called up and fully paid		
1,100 (2018 - 1,100) Ordinary shares of £1,000.00 each	<u>1,100,000</u>	<u>1,100,000</u>

10. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £3,701 (2018 - £1,575). Contributions totalling £nil (2018 - £nil) were payable to the fund at the balance sheet date and are included in creditors.

11. Controlling party

The parent undertaking of this company is Burger Holding AG, which is registered in Switzerland.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

12. Auditors' information

The auditors' report on the financial statements for the year ended 31 December 2019 was unqualified.

The audit report was signed on 17 December 2020 by Darren O'Connor BSc (Hons) FCCA ACA (Senior Statutory Auditor) on behalf of James Cowper Kreston.

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.