

Registration number 07438779

Future Brands Limited

Directors' report and financial statements

for the year ended 31 December 2015

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Future Brands Limited

Company information

Directors	R. Batra
Secretary	P. Rudran
Company number	07438779
Registered office	Amba House 2nd Floor, Delson Suite 15 College Road Harrow HA1 1BA
Auditors	SRV Delson Amba House 2nd Floor, Delson Suite 15 College Road Harrow HA1 1BA
Business address	Unit 1 Colonial Business Park Colonial Way Watford WD24 4PR
Bankers	HSBC Bank Plc The Belfry Business Park Colonial Way Watford WD24 4WH

Future Brands Limited

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Future Brands Limited
Directors' report
for the year ended 31 December 2015

The directors present their report and the financial statements for the year ended 31 December 2015.

Principal activity

The principal activity of the company is that of distribution of branded apparel and footwear.

Directors and their interests

The directors who served during the year and their respective interests in the company are stated below:

	Class of share	31/12/15	01/01/15
R. Batra	Ordinary shares	1,000	1,000

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are 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 year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and 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 directors are 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 them to ensure that the financial statements comply with the Companies Act 2006. They are 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.

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Future Brands Limited

Directors' report
for the year ended 31 December 2015

..... continued

Auditors

SRV Delson are deemed to be reappointed in accordance with an elective resolution made under Section 386(1) of the Companies Act 1985 which continues in force under the Companies Act 2006.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

This report was approved by the Board and signed on its behalf by:



R. Batra

Director

Date: 16 September 2016

Independent auditor's report to the shareholders of
Future Brands Limited

We have audited the financial statements of Future Brands Limited for the year ended 31 December 2015 which comprise the Profit and Loss Account, the Balance sheet, the Statement of Total Recognised Gains and Losses and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 1 - 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors, including "APB Ethical Standard - Provisions Available for Small Entities (Revised)", in the circumstances set out in note 3.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006.

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Independent auditor's report to the shareholders of
Future Brands Limited

.....continued

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report and take advantage of the small companies exemptions from the requirement to prepare a strategic report.



.....
Sailesh Rameshchandra Vaghjee (senior statutory auditor)
SRV Delson
Chartered Certified Accountants and
& Registered Auditors

16-9-16

Amba House
2nd Floor, Delson Suite
15 College Road
Harrow
HA1 1BA

Future Brands Limited

Profit and loss account
for the year ended 31 December 2015

		2015	2014
	Notes	£	£
Turnover	2	7,315,711	8,377,252
Cost of sales		(5,275,962)	(6,532,631)
Gross profit		2,039,749	1,844,621
Administrative expenses		(1,831,661)	(1,582,854)
Operating profit	3	208,088	261,767
Investment income	4	236,486	302,548
Interest payable and similar charges		(44,136)	(15,938)
Profit on ordinary activities before taxation		400,438	548,377
Tax on profit on ordinary activities	5	(8,648)	(64,954)
Profit for the year	14	391,790	483,423
Retained profit brought forward		603,183	157,259
Reserve Movements		(50,000)	(37,500)
Retained profit carried forward		944,973	603,182
Statement of total recognised gains and losses			
Profit on ordinary activities after taxation		391,790	483,423
Unrealised movement on revaluation of property		200,000	-
Total recognised gains since last annual report		591,790	483,423

The notes on pages 7 to 12 form an integral part of these financial statements.

Future Brands Limited

Balance sheet
as at 31 December 2015

	Notes	2015		2014	
		£	£	£	£
Fixed assets					
Intangible assets	7		272,313		305,844
Tangible assets	8		1,197,741		38,221
Investments	9		306,250		311,047
			<u>1,776,304</u>		<u>655,112</u>
Current assets					
Stocks		1,027,123		1,185,988	
Debtors	10	605,280		779,254	
Cash at bank and in hand		66,782		117,556	
		<u>1,699,185</u>		<u>2,082,798</u>	
Creditors: amounts falling due within one year	11	<u>(1,788,087)</u>		<u>(2,133,728)</u>	
Net current liabilities			<u>(88,902)</u>		<u>(50,930)</u>
Total assets less current liabilities			1,687,402		604,182
Creditors: amounts falling due after more than one year	12		<u>(541,429)</u>		<u>-</u>
Net assets			<u>1,145,973</u>		<u>604,182</u>
Capital and reserves					
Called up share capital	13		1,000		1,000
Revaluation reserve	14		200,000		-
Profit and loss account	14		944,973		603,182
Shareholders' funds			<u>1,145,973</u>		<u>604,182</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 and the Financial Reporting Standard for Smaller Entities (effective January 2015) relating to small companies.

The financial statements were approved by the Board and signed on its behalf by:



R. Batra
Director

Date: 16 September 2016

Registration number 07438779

The notes on pages 7 to 12 form an integral part of these financial statements.

Future Brands Limited

Notes to the financial statements
for the year ended 31 December 2015

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of certain fixed assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year and derives from the provision of goods falling within the company's ordinary activities.

1.3. Patents

Patents are valued at cost less accumulated amortisation.

Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful life of 10 years.

1.4. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost or valuation less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Straight line over years
Fixtures, fittings and equipment	-	25% straight line

1.5. Investments

Fixed asset investments are stated at cost less provision for permanent diminution in value.

1.6. Stock

Stock is valued at the lower of cost and net realisable value.

Future Brands Limited

Notes to the financial statements
for the year ended 31 December 2015

..... continued

1.7. Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

1.8. Group accounts

The company is entitled to the exemption under Section 398 of the Companies Act 2006 from the obligation to prepare group accounts.

1.9. Going concern

In preparing the financial statements the directors have taken into account all the information that could reasonably be expected to be available together with their continued support.

The company is dependent on obtaining the sales orders and the current economic conditions are still challenging. The directors expect to obtain significant additional sales orders in the foreseeable future.

On this basis the accounts have been prepared by using the going concern basis of accounting because there are no material uncertainties related to events and conditions that may cast significant doubt about the ability of the company to continue as a going concern.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

Future Brands Limited

Notes to the financial statements
for the year ended 31 December 2015

..... continued

3. Operating profit	2015	2014
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off intangible assets	33,531	33,531
Depreciation and other amounts written off tangible assets	18,031	11,554
	<u> </u>	<u> </u>

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.

4. Income from investments	2015	2014
	£	£
Income from subsidiary undertakings	-	302,548
Income from participating interests	236,486	-
	<u> </u>	<u> </u>
	<u>236,486</u>	<u>302,548</u>

5. Tax on profit on ordinary activities		
Analysis of charge in period	2015	2014
	£	£
Current tax		
UK corporation tax	8,648	60,922
Adjustments in respect of previous periods	-	4,032
	<u> </u>	<u> </u>
	<u>8,648</u>	<u>64,954</u>

6. Dividends		
Dividends paid and proposed on equity shares	2015	2014
	£	£
Paid during the year:		
Equity dividends on Ordinary shares	50,000	37,500
	<u> </u>	<u> </u>
	<u>50,000</u>	<u>37,500</u>

Future Brands Limited

Notes to the financial statements
for the year ended 31 December 2015

..... continued

7. Intangible fixed assets

	Patents	Total
	£	£
Cost		
At 1 January 2015	339,375	339,375
At 31 December 2015	<u>339,375</u>	<u>339,375</u>
Amortisation		
At 1 January 2015	33,531	33,531
Charge for year	<u>33,531</u>	<u>33,531</u>
At 31 December 2015	<u>67,062</u>	<u>67,062</u>
Net book values		
At 31 December 2015	<u>272,313</u>	<u>272,313</u>
At 31 December 2014	<u>305,844</u>	<u>305,844</u>

8. Tangible fixed assets

	Land and buildings freehold	Fixtures, fittings and equipment	Total
	£	£	£
Cost/revaluation			
At 1 January 2015	-	61,603	61,603
Additions	<u>1,164,930</u>	<u>11,496</u>	<u>1,176,426</u>
At 31 December 2015	<u>1,164,930</u>	<u>73,099</u>	<u>1,238,029</u>
Depreciation			
At 1 January 2015	-	23,382	23,382
Charge for the year	<u>-</u>	<u>16,906</u>	<u>16,906</u>
At 31 December 2015	<u>-</u>	<u>40,288</u>	<u>40,288</u>
Net book values			
At 31 December 2015	<u>1,164,930</u>	<u>32,811</u>	<u>1,197,741</u>
At 31 December 2014	<u>-</u>	<u>38,221</u>	<u>38,221</u>

Future Brands Limited

Notes to the financial statements
for the year ended 31-December 2015

..... continued

9. Fixed asset investments	Subsidiary undertakings shares £	Participating interests loans £	Total £
Cost			
At 1 January 2015	11,047	300,000	311,047
Disposals	(4,797)	-	(4,797)
At 31 December 2015	<u>6,250</u>	<u>300,000</u>	<u>306,250</u>
Net book values			
At 31 December 2015	<u>6,250</u>	<u>300,000</u>	<u>306,250</u>
At 31 December 2014	<u><u>11,047</u></u>	<u><u>300,000</u></u>	<u><u>311,047</u></u>

10. Debtors	2015 £	2014 £
Trade debtors	520,175	589,125
Other debtors	82,570	188,929
Prepayments and accrued income	2,535	1,200
	<u>605,280</u>	<u>779,254</u>

11. Creditors: amounts falling due within one year	2015 £	2014 £
Bank overdraft	403,971	585,212
Bank loan	63,600	-
Trade creditors	986,362	1,432,001
Corporation tax	8,224	60,922
Other taxes and social security costs	-	8,969
Other creditors	284,902	30,624
Accruals and deferred income	41,028	16,000
	<u>1,788,087</u>	<u>2,133,728</u>

Future Brands Limited

Notes to the financial statements
for the year ended 31 December 2015

..... continued

12. Creditors: amounts falling due after more than one year	2015 £	2014 £
Bank loan	541,429	-
Loans		
Repayable in five years or more	287,029	-

The company has provided a debenture comprising fixed and floating charges over all the assets and undertakings of Future Brands Limited.

There is a standby letter of credit given by Barclays Singapore.

There is also a first legal charge given over the freehold property held by the company.

13. Share capital	2015 £	2014 £
Allotted, called up and fully paid		
1,000 Ordinary shares of £1 each	1,000	1,000
Equity Shares		
1,000 Ordinary shares of £1 each	1,000	1,000

14. Reserves	Revaluation reserve £	Profit and loss account £	Total £
At 1 January 2015	-	603,183	603,183
Revaluation of property	200,000		200,000
Profit for the year		391,790	391,790
Equity Dividends		(50,000)	(50,000)
At 31 December 2015	200,000	944,973	1,144,973

15. Controlling interest

During the year, the company was controlled by R. Batra who is a director and shareholder of the company.