

# Farthinghoe Fine Wine Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 December 2017



Sobell Rhodes LLP  
Chartered Accountants  
Ground Floor  
Unit 501 Centennial Park  
Centennial Avenue  
Elstree, Borehamwood  
Hertfordshire  
WD6 3FG

**Farthinghoe Fine Wine Limited**

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# **Farthinghoe Fine Wine Limited**

## **Company Information**

**Directors** Mr J S Chamberlen  
Mr A A F Cox

**Company secretary** Mrs R Cox

**Registered office** Ground Floor  
Unit 501 Centennial Park  
Centennial Avenue  
Elstree, Borehamwood  
Hertfordshire  
WD6 3FG

**Accountants** Sobell Rhodes LLP  
Chartered Accountants  
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**Farthinghoe Fine Wine Limited**  
**(Registration number: 01123744)**  
**Balance Sheet as at 31 December 2017**

|                                                       | Note     | 2017<br>£      | 2016<br>£      |
|-------------------------------------------------------|----------|----------------|----------------|
| <b>Fixed assets</b>                                   |          |                |                |
| Tangible assets                                       | <u>5</u> | 113,925        | 134,543        |
| <b>Current assets</b>                                 |          |                |                |
| Stocks                                                | <u>6</u> | 646,825        | 661,370        |
| Debtors                                               | <u>7</u> | 544,081        | 710,894        |
| Cash at bank and in hand                              |          | 402,746        | 282,617        |
|                                                       |          | 1,593,652      | 1,654,881      |
| <b>Creditors:</b> Amounts falling due within one year | <u>8</u> | (1,224,858)    | (1,280,268)    |
| <b>Net current assets</b>                             |          | 368,794        | 374,613        |
| <b>Total assets less current liabilities</b>          |          | 482,719        | 509,156        |
| <b>Provisions for deferred tax</b>                    |          | (1,530)        | (5,664)        |
| <b>Net assets</b>                                     |          | <u>481,189</u> | <u>503,492</u> |
| <b>Capital and reserves</b>                           |          |                |                |
| Called up share capital                               |          | 1,200          | 100            |
| Profit and loss account                               |          | 479,989        | 503,392        |
| <b>Total equity</b>                                   |          | <u>481,189</u> | <u>503,492</u> |

For the financial year ending 31 December 2017 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.

Approved and authorised by the Board on 22 May 2018 and signed on its behalf by:

Mr A A F Cox

Director

# **Farthinghoe Fine Wine Limited**

## **Notes to the Financial Statements for the Year Ended 31 December 2017**

### **1 General information**

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

The address of its registered office is:

Ground Floor  
Unit 501 Centennial Park  
Centennial Avenue  
Elstree, Borehamwood  
Hertfordshire  
WD6 3FG

### **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.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable in respect of sale of fine wines 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;  
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.

#### **Foreign currency transactions and balances**

Transactions in foreign currencies are recorded at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the closing rates at the balance sheet date. All exchange differences are included in the profit and loss account.

#### **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.

# Farthinghoe Fine Wine Limited

## Notes to the Financial Statements for the Year Ended 31 December 2017

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 statement of financial position 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

| Asset class                      | Depreciation method and rate |
|----------------------------------|------------------------------|
| Fixtures, fittings and equipment | 20% on reducing balance      |
| Leasehold properties             | Over lease period            |

### Trade debtors

Trade debtors are amounts due from customers for fine wines sold 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.

### Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

### Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable 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.

### 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.

### Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

# Farthinghoe Fine Wine Limited

## Notes to the Financial Statements for the Year Ended 31 December 2017

### 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 9 (2016 - 9).

### 4 Taxation

Tax charged/(credited) in the income statement

|                                                             | 2017<br>£ | 2016<br>£ |
|-------------------------------------------------------------|-----------|-----------|
| <b>Current taxation</b>                                     |           |           |
| UK corporation tax                                          | 49,821    | 46,444    |
| <b>Deferred taxation</b>                                    |           |           |
| Arising from origination and reversal of timing differences | (4,134)   | (3,544)   |
| Tax expense in the income statement                         | 45,687    | 42,900    |

### 5 Tangible assets

|                          | Short leasehold<br>land and<br>buildings<br>£ | Fixtures and<br>fittings<br>£ | Total<br>£ |
|--------------------------|-----------------------------------------------|-------------------------------|------------|
| <b>Cost or valuation</b> |                                               |                               |            |
| At 1 January 2017        | 104,851                                       | 86,202                        | 191,053    |
| At 31 December 2017      | 104,851                                       | 86,202                        | 191,053    |
| <b>Depreciation</b>      |                                               |                               |            |
| At 1 January 2017        | 20,970                                        | 35,540                        | 56,510     |
| Charge for the year      | 10,485                                        | 10,133                        | 20,618     |
| At 31 December 2017      | 31,455                                        | 45,673                        | 77,128     |
| <b>Carrying amount</b>   |                                               |                               |            |
| At 31 December 2017      | 73,396                                        | 40,529                        | 113,925    |
| At 31 December 2016      | 83,881                                        | 50,662                        | 134,543    |

Included within the net book value of land and buildings above is £73,396 (2016 - £83,881) in respect of short leasehold land and buildings.



## **Farthinghoe Fine Wine Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2017**

#### **6 Stocks**

|             | <b>2017</b>    | <b>2016</b>    |
|-------------|----------------|----------------|
|             | <b>£</b>       | <b>£</b>       |
| Inventories | <u>646,825</u> | <u>661,370</u> |

#### **7 Debtors**

|                                       | <b>2017</b>    | <b>2016</b>    |
|---------------------------------------|----------------|----------------|
|                                       | <b>£</b>       | <b>£</b>       |
| Trade debtors                         | 531,165        | 670,610        |
| Other debtors                         | <u>12,916</u>  | <u>40,284</u>  |
| Total current trade and other debtors | <u>544,081</u> | <u>710,894</u> |

# Farthinghoe Fine Wine Limited

## Notes to the Financial Statements for the Year Ended 31 December 2017

### 8 Creditors

#### Creditors: amounts falling due within one year

|                              | Note | 2017<br>£        | 2016<br>£        |
|------------------------------|------|------------------|------------------|
| <b>Due within one year</b>   |      |                  |                  |
| Trade creditors              |      | 887,782          | 1,041,490        |
| Taxation and social security |      | 90,051           | 74,383           |
| Other creditors              |      | 247,025          | 164,395          |
|                              |      | <u>1,224,858</u> | <u>1,280,268</u> |

### 9 Share capital

#### Allotted, called up and fully paid shares

|                              | 2017         |              | 2016       |            |
|------------------------------|--------------|--------------|------------|------------|
|                              | No.          | £            | No.        | £          |
| Ordinary A Shares of £1 each | 520          | 520          | 51         | 51         |
| Ordinary B Shares of £1 each | 439          | 439          | 43         | 43         |
| Ordinary C Shares of £1 each | 61           | 61           | 6          | 6          |
| Ordinary D shares of £1 each | 180          | 180          | -          | -          |
|                              | <u>1,200</u> | <u>1,200</u> | <u>100</u> | <u>100</u> |

### 10 Financial commitments, guarantees and contingencies

#### Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £201,600 (2016 - £230,400).

# Farthinghoe Fine Wine Limited

## Notes to the Financial Statements for the Year Ended 31 December 2017

### 11 Related party transactions

#### Transactions with directors

|                          | At 1 January<br>2017<br>£ | Repayments<br>by director<br>£ | At 31<br>December<br>2017<br>£ |
|--------------------------|---------------------------|--------------------------------|--------------------------------|
| <b>2017</b>              |                           |                                |                                |
| <b>Mr A A F Cox</b>      |                           |                                |                                |
| Loan                     | 34,773                    | (40,017)                       | (5,244)                        |
|                          |                           |                                |                                |
| <b>Mr J S Chamberlen</b> |                           |                                |                                |
| Loan                     | 3,055                     | (11,926)                       | (8,871)                        |

|                          | At 1 January<br>2016<br>£ | Advances to<br>directors<br>£ | Repayments<br>by director<br>£ | At 31<br>December<br>2016<br>£ |
|--------------------------|---------------------------|-------------------------------|--------------------------------|--------------------------------|
| <b>2016</b>              |                           |                               |                                |                                |
| <b>Mr A A F Cox</b>      |                           |                               |                                |                                |
| Loan                     | 17,342                    | 34,773                        | (17,342)                       | 34,773                         |
|                          |                           |                               |                                |                                |
| <b>Mr J S Chamberlen</b> |                           |                               |                                |                                |
| Loan                     | 2,727                     | 3,055                         | (2,727)                        | 3,055                          |

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