REGISTERED NUMBER: 01728974 (England and Wales)

GALAN INVESTMENTS LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2017

GALAN INVESTMENTS LIMITED (REGISTERED NUMBER: 01728974)

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 2017

	Page
Company Information	1
Statement of Financial Position	2
Notes to the Financial Statements	4

GALAN INVESTMENTS LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 30TH SEPTEMBER 2017

DIRECTOR:	B R Galan
SECRETARY:	B R Galan
REGISTERED OFFICE:	39A Welbeck Street London W1G 8DH
REGISTERED NUMBER:	01728974 (England and Wales)
ACCOUNTANTS:	Sinclairs Bartrum Lerner Chartered Accountants 39A Welbeck Street London W1G 8DH

STATEMENT OF FINANCIAL POSITION
30TH SEPTEMBER 2017

	Notes	2017 £	£	2016 £	£
FIXED ASSETS					
Investments	4		**165,235**		343,184
Investment property	5		**506,369**		506,369
			671,604		849,553
CURRENT ASSETS					
Debtors	6	**2,685,224**		2,388,233	
Cash at bank		**1,155,611**		1,331,792	
		3,840,835		3,720,025	
CREDITORS					
Amounts falling due within one year	7	**48,199**		35,434	
NET CURRENT ASSETS			**3,792,636**		3,684,591
TOTAL ASSETS LESS CURRENT LIABILITIES			**4,464,240**		4,534,144
PROVISIONS FOR LIABILITIES			**9,354**		20,321
NET ASSETS			**4,454,886**		4,513,823
CAPITAL AND RESERVES					
Called up share capital			**10,000**		10,000
Fair value reserve	8		**47,641**		132,146
Retained earnings			**4,397,245**		4,371,677
			4,454,886		4,513,823

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30th September 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 30th September 2017 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

(a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

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STATEMENT OF FINANCIAL POSITION - continued
30TH SEPTEMBER 2017

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the director on 24th January 2018 and were signed by:

B R Galan - Director

The notes form part of these financial statements

1. STATUTORY INFORMATION

Galan Investments Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£). All figures have been rounded to the nearest pound.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements
These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

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

First year adoption of Financial Reporting Standard 102 (FRS 102) Section 1A
These financial statements for the year ended 30th September 2017 are the first that are prepared in accordance with FRS 102 Section 1A. The previous financial statements were prepared in accordance with UK GAAP, the date of transition to FRS 102 Section 1A is 1st October 2015.

Related party exemption
The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Investments in subsidiaries
Investments in subsidiary undertakings are recognised at cost.

Investments
Investments are shown at their fair value. Any adjustment to the fair value of the investments are recognised in the Income Statement for the year.

In accordance with FRS 102 1A no depreciation is provided in respect of freehold properties held as investments. This is a departure from the requirements of the Companies Act 2006 which requires all properties to be depreciated. Such properties are held for investment and not for consumption and the directors consider that to depreciate them would not give a true and fair view. Depreciation is only one of the many elements reflected in the annual valuation of properties and accordingly the amount of depreciation which might otherwise have been charged cannot be separately identified or quantified. The directors consider that this policy results in the financial statements giving a true and fair view.

Taxation
Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

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2. **ACCOUNTING POLICIES - continued**

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Basic financial instruments

Trade and other debtors / creditors

Trade and other debtors are recognised initially at transaction price less attributable transaction costs. Subsequent to initial recognition, they are measured at transaction price less any impairment losses. Trade and other creditors are recognised initially at transaction price plus attributable transaction costs.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and deposits.

Fair value reserves

Fair value reserve is a non-distributable reserve and represents the net balance between the adjustment to the fair value of investments and investment property and its related deferred tax provision.

Revenue recognition

Rental income

Rent is recognised on a quarterly basis. Rent paid in advance at the balance sheet date is shown as deferred income on the balance sheet.

Investment income

Investment income is recognised when earned.

Other interest receivable

Other interest receivable comprises of interest charged on a loan which was provided to a related party company. Interest is charged in arrears on a quarterly basis.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was NIL.

4. **FIXED ASSET INVESTMENTS**

5. **INVESTMENT PROPERTY**

	Total £
FAIR VALUE	
At 1st October 2016 and 30th September 2017	**506,369**
NET BOOK VALUE	
At 30th September 2017	**506,369**
At 30th September 2016	506,369

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6. DEBTORS

	2017	2016
	£	£
Amounts falling due within one year:		
Amounts owed by group undertakings	**1,089,080**	491,823
Other debtors	**-**	266
	1,089,080	492,089
Amounts falling due after more than one year:		
Other debtors	**1,596,144**	1,896,144
Aggregate amounts	**2,685,224**	2,388,233

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Taxation and social security	**36,023**	23,496
Other creditors	**12,176**	11,938
	48,199	35,434

8. RESERVES

	Fair value reserve
	£
At 1st October 2016	**132,146**
Fair value adjustments	**31,116**
Trf of realised gain/loss on disposal	**(115,621)**
At 30th September 2017	**47,641**

9. RELATED PARTY DISCLOSURES

Included in other debtors more than one year is an amount of £1,596,144 (2016: £1,896,144) owed by a related party company in which B R Galan is a director and owns 100% of the issued share capital. The loan is repayable in November 2018 and is secured. Interest receivable during the year ended 30 September 2017 was £103,360 (2016: £85,500).

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10. FIRST YEAR ADOPTION

This is the first year that the company has presented its results under FRS 102. The last financial statements under the UK GAAP were for the year ended 30 September 2017. The date of transition to FRS 102 was 1 October 2015. The effects of the changes in the accounting policies, between UK GAAP as previously reported and FRS 102, to the profit for the year ended 30 September 2017 and the total equity as at 1 October 2015 and 30 September 2016 are as follows:-

A. Under FRS 102, investments are required to be shown at its fair value at the Balance Sheet date. Adjustment to the fair value of the investments is recognised in the Income Statement as per Section 16.7 of FRS 102. This is different from the previous UK GAAP where a surplus or deficit arising from revaluation was transferred to a revaluation reserve. In the year ended 30 September 2016, the fair value of the investments were believed to be £849,553, an increase of £152,467 from previously reported value. This increase is recognised in the Income Statement in the year ended 30 September 2016.

B. Under previous UK GAAP, the company was not required to provide for taxation on revaluations of investments unless the company had entered into a binding sale agreement and recognised the gain or loss expected to arise. Under FRS 102, deferred taxation is provided on the temporary difference arising from revaluation. A deferred tax charge of £21,795 arose on transition to FRS 102 on 1 October 2015 which has changed the equity of the company from the previously reported equity. The deferred tax charge at 30 September 2016 is £20,321 the decrease of £1,473 is recognised as tax on profit on ordinary activities in the accounts for the year ended 30 September 2016.

C. On transition to FRS 102, the company has transferred the net balance between any adjustment to the fair value of the investments and the deferred tax provision thereon to a non-distributable reserve. At 1 October 2015, a net balance of £170,044 was transferred to the non-distributable reserve. At 30 September 2016, £40,994 was transferred to the non-distributable reserve.

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.