

C.H

Company Registration No. 03326721 (England and Wales)

**HATLEY INVESTMENTS RETAIL LIMITED**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**



# HATLEY INVESTMENTS RETAIL LIMITED

## COMPANY INFORMATION

---

|                          |                                                                                         |
|--------------------------|-----------------------------------------------------------------------------------------|
| <b>Directors</b>         | Mr I P Hatley<br>Mr D A Hatley                                                          |
| <b>Secretary</b>         | Mr I P Hatley                                                                           |
| <b>Company number</b>    | 03326721                                                                                |
| <b>Registered office</b> | 4a Gildredge Road<br>Eastbourne<br>East Sussex<br>Great Britain                         |
| <b>Accountants</b>       | R & M Accountancy Limited<br>4A Gildredge Road<br>Eastbourne<br>East Sussex<br>BN21 4RL |

---

# **HATLEY INVESTMENTS RETAIL LIMITED**

## **CONTENTS**

---

|                                   | <b>Page</b> |
|-----------------------------------|-------------|
| Directors' report                 | 1           |
| Accountants' report               | 2           |
| Profit and loss account           | 3           |
| Balance sheet                     | 4           |
| Notes to the financial statements | 5 - 8       |

---

# **HATLEY INVESTMENTS RETAIL LIMITED**

## **DIRECTORS' REPORT**

***FOR THE YEAR ENDED 30 JUNE 2018***

---

The directors present their annual report and financial statements for the year ended 30 June 2018.

### **Principal activities**

The principal activity of the company continued to be that of the renting of properties to retail outlets.

### **Directors**

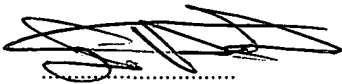
The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr I P Hatley

Mr D A Hatley

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

On behalf of the board



Mr I P Hatley

**Director**

Date: 1-11-2018

# **HATLEY INVESTMENTS RETAIL LIMITED**

## **REPORT TO THE DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY ACCOUNTS OF HATLEY INVESTMENTS RETAIL LIMITED**

---

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Hatley Investments Retail Limited for the year ended 30 June 2018 set out on pages 3 to 8 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/en/member/professional-standards/rules-standards/acca-rulebook.html>.

This report is made solely to the Board of Directors of Hatley Investments Retail Limited, as a body, in accordance with the terms of our engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Hatley Investments Retail Limited and state those matters that we have agreed to state to the Board of Directors of Hatley Investments Retail Limited, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at [http://www.accaglobal.com/content/dam/ACCA\\_Global/Technical/fact/technical-factsheet-163.pdf](http://www.accaglobal.com/content/dam/ACCA_Global/Technical/fact/technical-factsheet-163.pdf). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Hatley Investments Retail Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Hatley Investments Retail Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Hatley Investments Retail Limited. You consider that Hatley Investments Retail Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Hatley Investments Retail Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

**R & M Accountancy Limited**

**Chartered Certified Accountants**

*R & M Accountancy*  
.....

4A Gildredge Road  
Eastbourne  
East Sussex  
BN21 4RL

# HATLEY INVESTMENTS RETAIL LIMITED

## PROFIT AND LOSS ACCOUNT

*FOR THE YEAR ENDED 30 JUNE 2018*

---

|                                       | Notes | 2018<br>£ | 2017<br>£ |
|---------------------------------------|-------|-----------|-----------|
| Turnover                              |       | 125,394   | 203,292   |
| Cost of sales                         |       | (3,904)   | (92,766)  |
| Gross profit                          |       | 121,490   | 110,526   |
| Administrative expenses               |       | (59,693)  | (12,892)  |
| Operating profit                      |       | 61,797    | 97,634    |
| Interest payable and similar expenses |       | (26,846)  | (29,095)  |
| Amounts written off investments       | 2     | (240,500) | 377,424   |
| (Loss)/profit before taxation         |       | (205,549) | 445,963   |
| Tax on (loss)/profit                  |       | 41,067    | (78,423)  |
| (Loss)/profit for the financial year  |       | (164,482) | 367,540   |

---

# HATLEY INVESTMENTS RETAIL LIMITED

## BALANCE SHEET

AS AT 30 JUNE 2018

|                                                       | Notes | 2018<br>£        | £                | 2017<br>£        | £                |
|-------------------------------------------------------|-------|------------------|------------------|------------------|------------------|
| <b>Fixed assets</b>                                   |       |                  |                  |                  |                  |
| Investment properties                                 | 3     |                  | 1,125,000        |                  | 1,365,500        |
| <b>Current assets</b>                                 |       |                  |                  |                  |                  |
| Debtors                                               | 4     | 38,069           |                  | 46,674           |                  |
| Cash at bank and in hand                              |       | 16,684           |                  | 35,195           |                  |
|                                                       |       | <u>54,753</u>    |                  | <u>81,869</u>    |                  |
| <b>Creditors: amounts falling due within one year</b> | 5     | <u>(340,533)</u> |                  | <u>(400,252)</u> |                  |
| <b>Net current liabilities</b>                        |       |                  | <u>(285,780)</u> |                  | <u>(318,383)</u> |
| <b>Total assets less current liabilities</b>          |       |                  | 839,220          |                  | 1,047,117        |
| <b>Provisions for liabilities</b>                     |       |                  | <u>(69,026)</u>  |                  | <u>(112,441)</u> |
| <b>Net assets</b>                                     |       |                  | <u>770,194</u>   |                  | <u>934,676</u>   |
| <b>Capital and reserves</b>                           |       |                  |                  |                  |                  |
| Called up share capital                               | 6     |                  | 100              |                  | 100              |
| Profit and loss reserves                              | 7     |                  | 770,094          |                  | 934,576          |
| <b>Total equity</b>                                   |       |                  | <u>770,194</u>   |                  | <u>934,676</u>   |

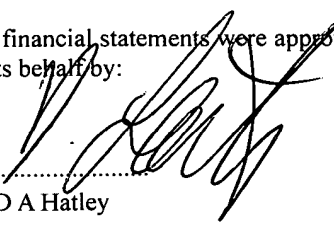
For the financial year ended 30 June 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the board of directors and authorised for issue on 1-11-2018 and are signed on its behalf by:

  
.....  
Mr D A Hatley  
Director

Company Registration No. 03326721

# HATLEY INVESTMENTS RETAIL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 30 JUNE 2018**

---

### **1 Accounting policies**

#### **Company information**

Hatley Investments Retail Limited is a private company limited by shares incorporated in England and Wales. The registered office is 4a Gildredge Road, Eastbourne, East Sussex, Great Britain.

#### **1.1 Accounting convention**

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

#### **1.2 Turnover**

Turnover represents total rents receivable, insurance and maintenance recharged during the year, net of VAT and trade discounts.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from contracts for the provision of professional services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to contractual hourly staff rates and materials, as a proportion of total costs. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that it is probable will be recovered.

#### **1.3 Investment properties**

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

Where fair value cannot be achieved without undue cost or effort, investment property is accounted for as tangible fixed assets.

#### **1.4 Cash at bank and in hand**

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

# HATLEY INVESTMENTS RETAIL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2018

---

### 1 Accounting policies

(Continued)

#### 1.5 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### *Basic financial assets*

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

##### *Classification of financial liabilities*

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

##### *Basic financial liabilities*

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### 1.6 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

#### 1.7 Derivatives

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to fair value at each reporting end date. The resulting gain or loss is recognised in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedge relationship.

A derivative with a positive fair value is recognised as a financial asset, whereas a derivative with a negative fair value is recognised as a financial liability.

#### 1.8 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

# HATLEY INVESTMENTS RETAIL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2018

### 1 Accounting policies

(Continued)

#### *Current tax*

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

#### *Deferred tax*

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

### 2 Amounts written off investments

|                                                    | 2018<br>£ | 2017<br>£ |
|----------------------------------------------------|-----------|-----------|
| <b>Fair value gains/(losses)</b>                   |           |           |
| Changes in the fair value of investment properties | (240,500) | 377,424   |

### 3 Investment property

|                   | 2018<br>£ |
|-------------------|-----------|
| <b>Fair value</b> |           |
| At 1 July 2017    | 1,365,500 |
| Revaluations      | (240,500) |
| At 30 June 2018   | 1,125,000 |

Investment property comprises properties held for rental return. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

### 4 Debtors

|                                             | 2018<br>£ | 2017<br>£ |
|---------------------------------------------|-----------|-----------|
| <b>Amounts falling due within one year:</b> |           |           |
| Trade debtors                               | 9,342     | 25,055    |
| Other debtors                               | 28,727    | 21,619    |
|                                             | 38,069    | 46,674    |

# HATLEY INVESTMENTS RETAIL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2018

**5 Creditors: amounts falling due within one year**

|                 | 2018<br>£      | 2017<br>£      |
|-----------------|----------------|----------------|
| Corporation tax | 6,641          | 17,830         |
| Other creditors | 333,892        | 382,422        |
|                 | <u>340,533</u> | <u>400,252</u> |

**6 Called up share capital**

|                                     | 2018<br>£  | 2017<br>£  |
|-------------------------------------|------------|------------|
| <b>Ordinary share capital</b>       |            |            |
| <b>Issued and fully paid</b>        |            |            |
| 90 Ordinary of £1 each              | 90         | 90         |
| 10 A deferred non-voting of £1 each | 10         | 10         |
|                                     | <u>100</u> | <u>100</u> |

**7 Profit and loss reserves**

|                              | 2018<br>£      | 2017<br>£      |
|------------------------------|----------------|----------------|
| At the beginning of the year | 934,576        | 567,036        |
| (Loss)/profit for the year   | (164,482)      | 367,540        |
| At the end of the year       | <u>770,094</u> | <u>934,576</u> |

The profit and loss reserve comprises of distributable and non-distributable components. The non-distributable element is the aggregate of the property revaluations and related deferred tax.

As at 30th June 2018 there was negative distributable reserves of £35,829 (2017: negative £68,432). The non-distributable component as at 30th June 2018 was positive £805,923 (2017: positive £1,003,008).