

Registration number: 08968921

Hatton Redwood Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 October 2018

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Hatton Redwood Limited
(Registration number: 08968921)
Balance Sheet as at 31 October 2018

	Note	2018 £	2017 £
Fixed assets			
Investments	3	478,125	478,125
Current assets			
Debtors	4	100	100
Cash at bank and in hand		4,306	1,402
		<u>4,406</u>	<u>1,502</u>
Creditors: Amounts falling due within one year	5	<u>(455,842)</u>	<u>(443,444)</u>
Net current liabilities		<u>(451,436)</u>	<u>(441,942)</u>
Total assets less current liabilities		26,689	36,183
Creditors: Amounts falling due after more than one year	5	<u>(26,361)</u>	<u>(35,956)</u>
Net assets		<u>328</u>	<u>227</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>228</u>	<u>127</u>
Total equity		<u>328</u>	<u>227</u>

For the financial year ending 31 October 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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 director on 11 December 2018



Mr R B Hatton
Director

Hatton Redwood Limited

Notes to the Financial Statements for the Year Ended 31 October 2018

1 General information

The company is a private company limited by share capital, incorporated in United Kingdom.

The address of its registered office is:

Unit 43 Village Farm Road
Village Farm Industrial Estate
Pyle
Bridgend
CF33 6BN

These financial statements were authorised for issue by the director on 11 December 2018.

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.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Hatton Redwood Limited

Notes to the Financial Statements for the Year Ended 31 October 2018

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed 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.

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.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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.

Hatton Redwood Limited

Notes to the Financial Statements for the Year Ended 31 October 2018

Financial instruments

Recognition and measurement

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Debt instruments are subsequently measured at amortised cost.

Impairment

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed *individually for impairment*. Other financial assets are either assessed *individually or grouped* on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

3 Investments

	2018	2017
	£	£
Investments in subsidiaries	<u>478,125</u>	<u>478,125</u>
Subsidiaries		£
Cost or valuation		
At 1 November 2017		<u>478,125</u>
Provision		
Carrying amount		
At 31 October 2018		<u>478,125</u>
At 31 October 2017		<u>478,125</u>

Hatton Redwood Limited

Notes to the Financial Statements for the Year Ended 31 October 2018

Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2018	2017
Subsidiary undertakings				
Redwood Hire Sales and Services Limited			100%	100%

The principal activity of Redwood Hire Sales and Services Limited is holding company

The loss for the financial period of Redwood Hire Sales and Services Limited was £36,488 and the aggregate amount of capital and reserves at the end of the period was £117.

4 Debtors

	2018 £	2017 £
Other debtors	100	100
	<u>100</u>	<u>100</u>

5 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Bank loans and overdrafts		9,008	14,860
Other creditors		446,834	428,584
		<u>455,842</u>	<u>443,444</u>

The bank loans, totalling £9,008 (2017: £14,860) due within one year, are secured by a debenture against the assets of the company, certain personal guarantees provided by Mr R Hatton and cross-guarantees with Redwood Hire Sales & Service Limited and Redwood Environmental Services Limited.

	2018 £	2017 £
Current loans and borrowings		
Bank borrowings	<u>9,008</u>	<u>14,860</u>

Hatton Redwood Limited

Notes to the Financial Statements for the Year Ended 31 October 2018

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings		<u>26,361</u>	<u>35,956</u>

The bank loans, totalling £26,361 (2017: £35,956) due in greater than one year, are secured by a debenture against the assets of the company, certain personal guarantees provided by Mr R Hatton and cross-guarantees with Redwood Hire Sales & Service Limited and Redwood Environmental Services Limited.

	2018 £	2017 £
Non-current loans and borrowings		
Bank borrowings	<u>26,361</u>	<u>35,956</u>