

Company Registration No. 09744708 (England and Wales)

**FAY INVESTMENT AND ASSET MANAGEMENT
LTD (FORMERLY FAY ASSET MANAGEMENT
AND ADVISORS LTD)**

**REPORT AND UNAUDITED FINANCIAL
STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2020**

FRIDAY



A9J5WAYO

A17

04/12/2020

#97

COMPANIES HOUSE

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

COMPANY INFORMATION

Director	Sandeep Wadhwa
Company number	09744708
Registered office	3rd Floor One London Square Cross Lanes Guildford Surrey GU1 1UN
Accountants	RSM UK Tax and Accounting Limited Chartered Accountants One London Square Cross Lanes Guildford Surrey GU1 1UN

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

DIRECTOR'S REPORT

FOR THE YEAR ENDED 31 MARCH 2020

The director presents his annual report and financial statements for the year ended 31 March 2020.

Principal activities

The principal activity of the company continued to be that of providing consultancy services. During the year under review, the director formed relationships with various investors to pursue development and investment opportunities in hospitality projects, comprising of hotels, resorts, restaurants and wellness retreats. An opportunity was progressed in the year, but did not complete.

On the 9 October 2019 the company changed its name from Fay Asset Management and Advisors Ltd to Fay Investment and Asset Management Ltd.

Director

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

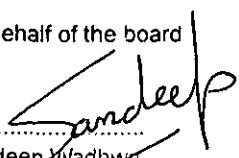
Sandeep Wadhwa

COVID-19

Since the year end, the Covid-19 pandemic has impacted the UK and global economies with significant impact on many businesses. The director has seen some slow down in the generation of new business and has taken measures to mitigate this. The director considers Covid-19 will have a limited impact on the company and, along with consideration to the company's significant cash reserves, does not consider this a threat to the going concern status of the company.

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

On behalf of the board


.....
Sandeep Wadhwa
Director

Date: 30 November 2020

**ACCOUNTANT'S REPORT TO THE DIRECTOR OF FAY INVESTMENT AND ASSET
MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)
ON THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
2020**

In order to assist you to fulfil your duties under the Companies Act 2006 ("the Act"), we prepared for your approval the financial statements of Fay Investment and Asset Management Ltd (Formerly Fay Asset Management and Advisors Ltd) which comprise the statement of comprehensive income, the statement of financial position, the statement of changes in equity, the statement of cash flows and the related notes in accordance with the financial reporting framework set out therein from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Fay Investment and Asset Management Ltd (Formerly Fay Asset Management and Advisors Ltd), as a body, in accordance with the terms of our engagement letter dated 10 August 2016. Our work has been undertaken solely to prepare for your approval the financial statements of Fay Investment and Asset Management Ltd (Formerly Fay Asset Management and Advisors Ltd) and state those matters that we have agreed to state to them in accordance with ICAEW Technical Release 07/16 AAF. This report should not therefore be regarded as suitable to be used or relied on by any other party wishing to acquire any rights against RSM UK Tax and Accounting Limited for any purpose or in any context. Any party other than the Board of Directors which obtains access to this report or a copy and chooses to rely on this report (or any part of it) will do so at its own risk. To the fullest extent permitted by law, RSM UK Tax and Accounting Limited will accept no responsibility or liability in respect of this report to any other party and shall not be liable for any loss, damage or expense of whatsoever nature which is caused by any person's reliance on representations in this report.

It is your duty to ensure that Fay Investment and Asset Management Ltd (Formerly Fay Asset Management and Advisors Ltd) 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 profit of Fay Investment and Asset Management Ltd (Formerly Fay Asset Management and Advisors Ltd) under the Act. You consider that Fay Investment and Asset Management Ltd (Formerly Fay Asset Management and Advisors Ltd) 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 Fay Investment and Asset Management Ltd (Formerly Fay Asset Management and Advisors Ltd). 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.

RSM UK Tax and Accounting Limited

RSM UK Tax and Accounting Limited
Chartered Accountants
One London Square
Cross Lanes
Guildford
Surrey
GU1 1UN

2 December 2020
.....

**FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY
ASSET MANAGEMENT AND ADVISORS LTD)**

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2020**

	Notes	2020 £	2019 £
Turnover	3	359,950	376,750
Cost of sales		(189,221)	(113,982)
Gross profit		170,729	262,768
Administrative expenses		(150,687)	(162,759)
Other operating income		3,000	3,000
Operating profit	6	23,042	103,009
Interest receivable and similar income	7	3,925	11,030
Profit before taxation		26,967	114,039
Tax on profit	8	(2,252)	(20,339)
Profit for the financial year		24,715	93,700

**FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY
ASSET MANAGEMENT AND ADVISORS LTD)**
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2020

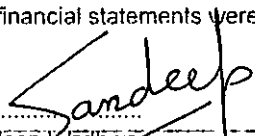
	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	9	15,682		-	
Investments	10	443,779		165,031	
		<u>459,461</u>		<u>165,031</u>	
Current assets					
Debtors	12	289,621		252,710	
Cash at bank and in hand		3,980,122		567,102	
		<u>4,269,743</u>		<u>819,812</u>	
Creditors: amounts falling due within one year	13	(198,526)		(182,120)	
Net current assets		<u>4,071,217</u>		<u>637,692</u>	
Total assets less current liabilities		<u>4,530,678</u>		<u>802,723</u>	
Capital and reserves					
Called up share capital	14	4,103,241		400,001	
Other reserves	15	150,000		150,000	
Profit and loss reserves	15	277,437		252,722	
Total equity		<u>4,530,678</u>		<u>802,723</u>	

For the financial year ended 31 March 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements were approved and signed by the director and authorised for issue on 30 November 2020


Sandeep Wadhwa
Director

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2020

	Notes	Share capital £	Other reserves £	Profit and loss reserves £	Total £
Balance at 1 April 2018		300,001	-	159,022	459,023
Year ended 31 March 2019:					
Profit and total comprehensive income for the year		-	-	93,700	93,700
Issue of share capital	14	100,000	-	-	100,000
Transfers		-	150,000	-	150,000
Balance at 31 March 2019		400,001	150,000	252,722	802,723
Year ended 31 March 2020:					
Profit and total comprehensive income for the year		-	-	24,715	24,715
Issue of share capital	14	3,703,240	-	-	3,703,240
Balance at 31 March 2020		<u>4,103,241</u>	<u>150,000</u>	<u>277,437</u>	<u>4,530,678</u>

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2020

	Notes	2020 £	£	2019 £	£
Cash flows from operating activities					
Cash generated from operations	16	20,866		404,216	
Income taxes paid		(19,701)		(37,380)	
Net cash inflow from operating activities		<u>1,165</u>		<u>366,836</u>	
Investing activities					
Purchase of tangible fixed assets		(16,562)		-	
Increase in investments		(278,748)		(165,031)	
Interest received		<u>3,925</u>		<u>11,030</u>	
Net cash used in investing activities		<u>(291,385)</u>		<u>(154,001)</u>	
Financing activities					
Proceeds from issue of shares		3,703,240		100,000	
Proceeds from shares paid in advance		<u>-</u>		<u>150,000</u>	
Net cash generated from financing activities		<u>3,703,240</u>		<u>250,000</u>	
Net increase in cash and cash equivalents		<u>3,413,020</u>		<u>462,835</u>	
Cash and cash equivalents at beginning of year		<u>567,102</u>		<u>104,267</u>	
Cash and cash equivalents at end of year		<u><u>3,980,122</u></u>		<u><u>567,102</u></u>	

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

1 Accounting policies

Company information

Fay Investment and Asset Management Ltd (Formerly Fay Asset Management and Advisors Ltd) is a private company limited by shares and is registered and incorporated in England and Wales. The registered office is 3rd Floor, One London Square, Cross Lanes, Guildford, Surrey, GU1 1UN.

The company's principal activities and nature of its operations are disclosed in the Director's Report.

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.

The financial statements have been prepared with application of the FRS 102 Triennial Review 2017 amendments in full.

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. The principal accounting policies adopted are set out below.

The company has taken advantage of the exemption under section 399 of the Companies Act 2006 not to prepare consolidated accounts, on the basis that the group of which this is the parent qualifies as a small group. The financial statements present information about the company as an individual entity and not about its group.

Going concern

These financial statements are prepared on the going concern basis. The director has a reasonable expectation that the company will continue in operational existence for the foreseeable future. The company has the financial support of the director for a period of no less than 12 months from the approval of these financial statements.

Since the year end, the Covid-19 pandemic has impacted the UK and global economies with significant impact on many businesses. The director has seen some slow down in the generation of new business and has taken measures to move employees to home working. The director consider Covid-19 will have a limited impact on the company and, along with consideration to the significant cash reserves of the company, does not consider this a threat to the going concern status of the company.

Turnover

Turnover represents commissions receivable and consultancy services provided to customers and is recognised at the fair value of the consideration received or receivable for the services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

1 Accounting policies (Continued)

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures, fittings and equipment	25% straight line
----------------------------------	-------------------

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

Fixed asset investments

Interests in subsidiaries and associates are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

An associate is an entity, being neither a subsidiary nor a joint venture, in which the company holds a long-term interest and where the company has significant influence. The company considers that it has significant influence where it has the power to participate in the financial and operating decisions of the associate.

Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Cash and cash equivalents

Cash and cash equivalents are basic financial instruments and include cash in hand and deposits held at call with banks.

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

1 Accounting policies (Continued)

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 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 any trade and other debtors, loans from related parties 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 financial asset is measured at the present value of the future receipts discounted at a market rate of interest.

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 trade and other creditors, 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.

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

Equity instruments

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

Taxation

The tax expense represents the sum of the current tax expense and deferred tax expense. Current tax assets are recognised when tax paid exceeds the tax payable.

Current and deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited to other comprehensive income or equity, when the tax follows the transaction or event it relates to and is also charged or credited to other comprehensive income, or equity.

Current tax assets and current tax liabilities and deferred tax assets and deferred tax liabilities are offset, if and only if, there is a legally enforceable right to set off the amounts and the entity intends either to settle on the net basis or to realise the asset and settle the liability simultaneously.

Current tax is based on taxable profit for the year. Current tax assets and liabilities are measured using tax rates that have been enacted or substantively enacted by the reporting date.

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

1 Accounting policies (Continued)

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled based on tax rates that have been enacted or substantively enacted by the reporting date.

Deferred tax liabilities are recognised in respect of all timing differences that exist at the reporting date. Timing differences are differences between taxable profits and total comprehensive income that arise from the inclusion of income and expenses in tax assessments in different periods from their recognition in the financial statements. Deferred tax assets are recognised only to the extent that it is probable that they will be recovered by the reversal of deferred tax liabilities or other future taxable profits.

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Retirement benefits

For defined contribution schemes the amount charged to profit or loss is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments.

Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

Foreign exchange

Transactions in currencies other than the functional currency (foreign currency) are initially recorded at the exchange rate prevailing on the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the reporting date. Non-monetary assets and liabilities denominated in foreign currencies are translated at the rate ruling at the date of the transaction, or, if the asset or liability is measured at fair value, the rate when that fair value was determined.

All translation differences are taken to profit or loss, except to the extent that they relate to gains or losses on non-monetary items recognised in other comprehensive income, when the related translation gain or loss is also recognised in other comprehensive income.

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the director is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Key sources of estimation uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows.

Impairment of investments

The director considers whether there are any indicators of impairment to the company's investments in its associate at each year end. If such an indication exists then the director shall estimate the recoverable amount of the investment and compare this to the carrying value to determine the impairment amount. The recoverable amount is the higher of the asset's fair value less cost to sell and its value in use. As the associate is a private company, estimates need to be formed to determine the fair value and value in use. These estimates can involve the use of discounted cash flow projections and consideration of recent transactions for similar assets. The director has determined that there are no indicators of impairment at the year end.

3 Turnover and other revenue

An analysis of the company's turnover is as follows:

	2020 £	2019 £
Turnover analysed by class of business		
Sales of services	359,950	376,750
	<u>359,950</u>	<u>376,750</u>
	2020 £	2019 £
Turnover analysed by geographical market		
Rest of World	61,614	2,813
United States of America	298,336	373,937
	<u>359,950</u>	<u>376,750</u>

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

4 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2020 Number	2019 Number
Administration	3	2

Their aggregate remuneration comprised:

	2020 £	2019 £
Wages and salaries	67,553	35,418
Social security costs	7,008	3,610
Pension costs	2,586	(77)
	<u>77,147</u>	<u>38,951</u>

Pension commitments

The company operates a defined contribution pension scheme whose assets are held separately from those of the company in an independently administered fund. The contributions payable by the company charged to profit or loss amounted to £2,586 (2019: £Nil). Contributions totalling £958 (2019: £Nil) were payable to the fund at the year end.

5 Director's remuneration

No remuneration was paid to directors during the year. No directors are accruing retirement benefits under defined contribution schemes.

6 Operating profit

	2020 £	2019 £
Operating profit for the year is stated after charging/(crediting):		
Exchange gains	(53,590)	-
Depreciation of owned tangible fixed assets	880	-
Operating lease charges	16,285	-
	<u></u>	<u></u>

7 Interest receivable and similar income

	2020 £	2019 £
Interest income		
Other interest income	3,925	11,030
	<u></u>	<u></u>

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

8 Taxation

	2020 £	2019 £
Current tax		
UK corporation tax on profits for the current period	2,252	21,797
Adjustments in respect of prior periods	-	(1,458)
Total current tax	<u>2,252</u>	<u>20,339</u>

The total tax charge for the year included in the income statement can be reconciled to the profit before tax multiplied by the standard rate of tax as follows:

	2020 £	2019 £
Profit before taxation	<u>26,967</u>	<u>114,039</u>
Expected tax charge based on the standard rate of corporation tax in the UK of 19.00% (2019: 19.00%)	5,124	21,667
Tax effect of expenses that are not deductible in determining taxable profit	274	130
Adjustments in respect of prior years	-	(1,458)
Permanent capital allowances in excess of depreciation	(3,146)	-
Taxation charge for the year	<u>2,252</u>	<u>20,339</u>

9 Tangible fixed assets

	Fixtures, fittings and equipment £
Cost	
Additions	16,562
At 31 March 2020	<u>16,562</u>
Depreciation and impairment	
Depreciation charged in the year	880
At 31 March 2020	<u>880</u>
Carrying amount	
At 31 March 2020	<u>15,682</u>
At 31 March 2019	<u>-</u>

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

10 Fixed asset investments

	Notes	2020 £	2019 £
Investments in subsidiaries	11	443,779	-
Investments in associates		-	165,031
		<u>443,779</u>	<u>165,031</u>

During the year, the company increased its investment in the associate from 35% to 52% by acquisition of addition share capital. As a result of this increase in ownership, the investment is now a subsidiary of the company.

Movements in fixed asset investments

	Shares in group undertakings and participating interests £
Cost or valuation	
At 1 April 2019	165,031
Additions	278,748
	<u>443,779</u>
At 31 March 2020	
Carrying amount	
At 31 March 2020	443,779
	<u>165,031</u>
At 31 March 2019	

11 Subsidiaries

Details of the company's subsidiaries at 31 March 2020 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct Indirect
Faith US Investment Corporation	STE 30F, 1 Central Park West, New York, NY 10023, USA	Business support services	Ordinary	52.20 -

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

11 Subsidiaries (Continued)

The aggregate capital and reserves and the result for the year of the subsidiaries noted above was as follows:

Name of undertaking	Profit/(Loss) £	Capital and Reserves £
Faith US Investment Corporation	-	750,545

12 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Corporation tax recoverable	51,360	51,360
Amounts owed by related parties	8,718	8,718
Other debtors	219,119	179,987
Prepayments and accrued income	10,424	12,645
	<u>289,621</u>	<u>252,710</u>

13 Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	86,688	103,813
Corporation tax	55,708	73,157
Other taxation and social security	2,113	-
Other creditors	958	-
Accruals and deferred income	53,059	5,150
	<u>198,526</u>	<u>182,120</u>

14 Share capital

	2020 £	2019 £
Ordinary share capital		
Issued and fully paid		
4,103,241 (2019: 400,001) ordinary shares of £1 each	<u>4,103,241</u>	<u>400,001</u>

The company has one class of ordinary share capital, which carries no right to fixed income.

During the year, the company issued 3,703,240 ordinary £1 shares at par for cash consideration. In the prior year, 150,000 ordinary £1 shares were committed to be issued at par, the funds for which have been received and are disclosed under other reserves within equity.

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

15 Reserves

Profit and loss reserves

Reserves of the company represent the following:

Profit and loss account

Cumulative profit and loss net of distributions to owners.

Other reserves

Funds received in relation to share capital which is committed to be issued.

16 Cash generated from operations

	2020 £	2019 £
Profit for the year after tax	24,715	93,700
Adjustments for:		
Taxation charged	2,252	20,339
Investment income	(3,925)	(11,030)
Depreciation of tangible fixed assets	880	-
Movements in working capital:		
(Increase)/decrease in debtors	(36,911)	605,209
Increase/(decrease) in creditors	33,855	(304,002)
Cash generated from operations	20,866	404,216

17 Analysis of changes in net funds

	1 April 2019 £	Cash flows £	31 March 2020 £
Cash at bank and in hand	567,102	3,413,020	3,980,122

18 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2020 £	2019 £
Within one year	75,350	-

FAY INVESTMENT AND ASSET MANAGEMENT LTD (FORMERLY FAY ASSET MANAGEMENT AND ADVISORS LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

19 Related party transactions

The company was owed a balance of £8,718 (2019: £8,718) at the year end from a company related by virtue of common directorship and control. This balance did not incur any interest, is unsecured and repayable on demand.

20 Directors' transactions

During the year, the company received funds from the director of £12,497 (2019: £126,000), and paid funds to the director of £Nil (2019: £9,737). Interest was charged on the overdrawn director's loan account balance at 2.5%, totalling £3,925 (2019: £11,030), and at the year end the director owed the company £149,208 (2019: £158,030), which is shown within other debtors.

21 Ultimate controlling party

The company is owned and controlled by the director.

22 Post balance sheet events

After the year end, the company acquired the entire issued share capital of Fay Universal Private Limited (a company incorporated under the laws of India with registered number 202765).