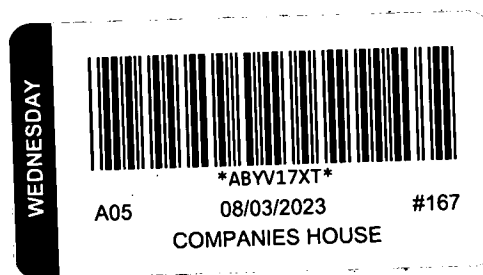


Company Registration No. 09744708 (England and Wales)

**FAY INVESTMENT AND ASSET MANAGEMENT
LTD**

**REPORT AND UNAUDITED FINANCIAL
STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2022**



FAY INVESTMENT AND ASSET MANAGEMENT LTD

COMPANY INFORMATION

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

ACCOUNTANT'S REPORT TO THE DIRECTOR OF FAY INVESTMENT AND ASSET MANAGEMENT LTD ON THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

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 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, as a body, in accordance with the terms of our engagement letter dated 29 July 2021. Our work has been undertaken solely to prepare for your approval the financial statements of Fay Investment and Asset Management 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 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 Fay Investment and Asset Management Ltd under the Act. You consider that Fay Investment and Asset Management 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. 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
Third Floor
One London Square
Cross Lanes
Guildford
Surrey
GU1 1UN

7 March 2023
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FAY INVESTMENT AND ASSET MANAGEMENT LTD

DIRECTOR'S REPORT

FOR THE YEAR ENDED 31 MARCH 2022

The director presents his annual report and financial statements for the year ended 31 March 2022.

Principal activities

The principal activity of the company continued to be that of providing consultancy services.

Director

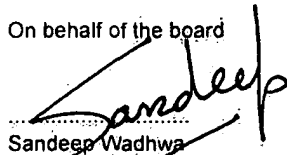
The director who held office during the year and up to the date of signature of the financial statements was as follows:

Sandeep Wadhwa

Small companies exemption

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: MARCH 06, 2023

FAY INVESTMENT AND ASSET MANAGEMENT LTD

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 MARCH 2022

		2022	2021
	Notes	£	as restated £
Turnover	4	199,500	159,151
Cost of sales	5	(52,860)	4,065
Gross profit		146,640	163,216
Administrative expenses		(193,497)	(236,033)
Other operating income		462	2,534
Currency translation differences		(2,216)	(66,954)
Operating loss	8	(48,611)	(137,237)
Interest receivable and similar income	9	-	3,357
Interest payable and similar expenses	10	(3,352)	(4,782)
Loss before taxation		(51,963)	(138,662)
Tax on loss	11	11,615	(610)
Loss for the financial year		(40,348)	(139,272)

FAY INVESTMENT AND ASSET MANAGEMENT LTD**STATEMENT OF FINANCIAL POSITION****AS AT 31 MARCH 2022**

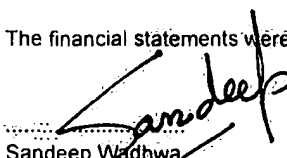
	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	12	18,488		24,270	
Investments	13	2,833,667		443,779	
		<u>2,852,155</u>		<u>468,049</u>	
Current assets					
Debtors	15	104,530		394,214	
Cash at bank and in hand		1,600,803		3,712,334	
		<u>1,705,333</u>		<u>4,106,548</u>	
Creditors: amounts falling due within one year	16	<u>(152,202)</u>		<u>(111,838)</u>	
Net current assets		<u>1,553,131</u>		<u>3,994,710</u>	
Total assets less current liabilities		<u>4,405,286</u>		<u>4,462,759</u>	
Creditors: amounts falling due after more than one year	17	(54,228)		(71,353)	
Net assets		<u><u>4,351,058</u></u>		<u><u>4,391,406</u></u>	
Capital and reserves					
Called up share capital	19	4,253,241		4,253,241	
Profit and loss reserves	20	97,817		138,165	
Total equity		<u><u>4,351,058</u></u>		<u><u>4,391,406</u></u>	

For the financial year ended 31 March 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 (the Act) 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 of the Act.

The director acknowledges his responsibilities for complying with the requirements of the Act 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 6 March 2023


Sandeep Wadhwa
Director

FAY INVESTMENT AND ASSET MANAGEMENT LTD

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Share capital £	Other reserves £	Profit and loss reserves £	Total £
Balance at 1 April 2020		4,103,241	150,000	277,437	4,530,678
Year ended 31 March 2021:					
Loss and total comprehensive income for the year		-	-	(139,272)	(139,272)
Issue of share capital	19	150,000	(150,000)	-	-
Balance at 31 March 2021		4,253,241	-	138,165	4,391,406
Year ended 31 March 2022:					
Loss and total comprehensive income for the year		-	-	(40,348)	(40,348)
Balance at 31 March 2022		4,253,241	-	97,817	4,351,058

FAY INVESTMENT AND ASSET MANAGEMENT LTD

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	21		36,364		(337,540)
Interest paid			(3,352)		(4,782)
Income taxes paid			(2,800)		(2,096)
Net cash inflow/(outflow) from operating activities			30,212		(344,418)
Investing activities					
Purchase of tangible fixed assets		(2,253)		(15,205)	
Purchase of subsidiaries		(2,122,365)		-	
Interest received		-		3,357	
Net cash used in investing activities			(2,124,618)		(11,848)
Financing activities					
Proceeds from borrowings		-		94,186	
Repayment of borrowings		(17,125)		(5,708)	
Net cash (used in)/generated from financing activities			(17,125)		88,478
Net decrease in cash and cash equivalents			(2,111,531)		(267,788)
Cash and cash equivalents at beginning of year			3,712,334		3,980,122
Cash and cash equivalents at end of year			1,600,803		3,712,334

FAY INVESTMENT AND ASSET MANAGEMENT LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Company information

Fay Investment and Asset Management Ltd is a private company limited by shares and is registered and incorporated in England and Wales. The registered office is Third 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 are prepared in Sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £1.

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.

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.

Tangible fixed assets

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

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.

FAY INVESTMENT AND ASSET MANAGEMENT LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies (Continued)

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.

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.

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.

FAY INVESTMENT AND ASSET MANAGEMENT LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies (Continued)

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.

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.

Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

FAY INVESTMENT AND ASSET MANAGEMENT LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies (Continued)

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.

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 subsidiary at each year end. The director has determined that there are no indicators of impairment at the year end.

3 Prior period adjustment

In the previous year, all staff costs were treated as administrative expenses. However, one member of staff was directly providing services in relation to generating income, and therefore their salary should have been recognised within cost of sales. The total amount recognised in the prior year in respect of this employee was £43,432, which has now been recorded as a prior period adjustment to increase cost of sales, and reduce administrative expenses. There has been no effect on the profit for the year, or any balance sheet items.

4 Turnover

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

	2022	2021
	£	£
Turnover analysed by class of business		
Sales of services	199,500	159,151

FAY INVESTMENT AND ASSET MANAGEMENT LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

4 Turnover (Continued)

	2022 £	2021 £
Turnover analysed by geographical market		
Rest of World	64,000	86,538
United States of America	135,500	72,613
	<u>199,500</u>	<u>159,151</u>

5 Cost of sales credit

Included within cost of sales is a credit totalling £2,550 (2021: £47,497) which relates to consultancy fees incurred in the prior year which were waived during the current year.

6 Employees

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

	2022 Number	2021 as restated Number
Direct	1	1
Administration	2	2
Total	<u>3</u>	<u>3</u>

Their aggregate remuneration comprised:

	2022 £	2021 £
Wages and salaries	88,766	76,599
Social security costs	9,823	8,064
Pension costs	1,044	633
	<u>99,633</u>	<u>85,296</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 £1,044 (2021: £633). There were no contributions payable to the fund at the year end for the current or comparative year.

7 Director's remuneration

No remuneration was paid to the director during the year. The director is not accruing retirement benefits under defined contribution schemes.

FAY INVESTMENT AND ASSET MANAGEMENT LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

8 Operating loss

	2022	2021
	£	£
Operating loss for the year is stated after charging/(crediting):		
Government grants	(462)	(2,534)
Depreciation of owned tangible fixed assets	8,035	6,617
Operating lease charges	89,350	86,368
Exchange rate differences	2,216	66,954
	<u>2,216</u>	<u>66,954</u>

The group received a loan under the Coronavirus Business Interruption Loan Scheme ("CBILs") during the prior year. The interest totalling £462 (2021: £2,534) on the interest free period of the loan which the group has benefited from has been recognised as grant income and is included within other operating income.

9 Interest receivable and similar income

	2022	2021
	£	£
Interest income		
Other interest income	-	3,357
	<u>-</u>	<u>3,357</u>

10 Interest payable and similar expenses

	2022	2021
	£	£
Interest on financial liabilities measured at amortised cost:		
Interest on bank overdrafts and loans	2,600	2,534
Other finance costs:		
Other interest	752	2,248
	<u>3,352</u>	<u>4,782</u>

FAY INVESTMENT AND ASSET MANAGEMENT LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

11 Taxation

	2022 £	2021 £
Current tax		
Adjustments in respect of prior periods	(11,615)	610

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

	2022 £	2021 £
Loss before taxation	(51,963)	(138,662)
Expected tax credit based on the standard rate of corporation tax in the UK of 19.00% (2021: 19.00%)	(9,873)	(26,346)
Tax effect of expenses that are not deductible in determining taxable profit	1,786	1,856
Adjustments in respect of prior years	(11,615)	610
Permanent capital allowances in excess of depreciation	(2,253)	(2,889)
Losses carried forward	10,340	27,379
Taxation (credit)/charge for the year	(11,615)	610

12 Tangible fixed assets

	Fixtures, fittings and equipment £
Cost	
At 1 April 2021	31,767
Additions	2,253
At 31 March 2022	34,020
Depreciation and impairment	
At 1 April 2021	7,497
Depreciation charged in the year	8,035
At 31 March 2022	15,532
Carrying amount	
At 31 March 2022	18,488
At 31 March 2021	24,270

FAY INVESTMENT AND ASSET MANAGEMENT LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

13 Fixed asset investments

	Notes	2022 £	2021 £
Investments in subsidiaries	14	2,833,667	443,779

Movements in fixed asset investments

	Shares in group undertakings £
Cost or valuation	
At 1 April 2021	443,779
Additions	2,389,888
At 31 March 2022	2,833,667
Carrying amount	
At 31 March 2022	2,833,667
At 31 March 2021	443,779

During the year, a loan owed to the company by the its subsidiary of £267,523 was converted into share capital and is included within additions. The remaining additions of £2,122,365 represent cash invested in the company's subsidiary during the year.

14 Subsidiaries

Details of the company's subsidiaries at 31 March 2022 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct Indirect
Fay U.S. Investments Corporation	STE 30F, 1 Central Park West, New York, NY 10023, USA	Business support services	Ordinary	85.00 --

15 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	-	11,940
Corporation tax recoverable	51,360	51,360
Amounts owed by related parties	8,718	276,241
Other debtors	36,443	46,664
Prepayments and accrued income	8,009	8,009
	104,530	394,214

FAY INVESTMENT AND ASSET MANAGEMENT LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

15 Debtors (Continued)

Included within amounts owed by related parties in the prior year was a loan with the company's subsidiary of £267,523. As detailed in note 13, this loan has been capitalised during the year.

16 Creditors: amounts falling due within one year

	Notes	2022 £	2021 £
Other borrowings	18	17,125	17,125
Trade creditors		10,896	14,375
Corporation tax		39,807	54,222
Other taxation and social security		2,808	2,087
Other creditors		67,291	14,791
Accruals and deferred income		14,275	9,238
		<u>152,202</u>	<u>111,838</u>

17 Creditors: amounts falling due after more than one year

	Notes	2022 £	2021 £
Other borrowings	18	<u>54,228</u>	<u>71,353</u>

18 Borrowings

	2022 £	2021 £
Other loans	<u>71,353</u>	<u>88,478</u>
Payable within one year	17,125	17,125
Payable after one year	<u>54,228</u>	<u>71,353</u>

Other loans relate to the Coronavirus Business Interruption Loan Scheme. The UK Government guarantees 80% of the finance to the lender and pays interest and any fees for the first 12 months.

19 Share capital

	2022 Number	2021 Number	2022 £	2021 £
Ordinary share capital Issued and fully paid				
Ordinary shares of £1 each	<u>4,253,241</u>	<u>4,253,241</u>	<u>4,253,241</u>	<u>4,253,241</u>

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

FAY INVESTMENT AND ASSET MANAGEMENT LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

20 Reserves

Profit and loss reserves

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.

21 Cash generated from/(absorbed by) operations

	2022 £	2021 £
Loss for the year after tax	(40,348)	(139,272)
Adjustments for:		
Taxation (credited)/charged	(11,615)	610
Finance costs	3,352	4,782
Investment income	-	(3,357)
Depreciation and impairment of tangible fixed assets	8,035	6,617
Movements in working capital:		
Decrease/(increase) in debtors	22,161	(104,593)
Increase/(decrease) in creditors	54,779	(102,327)
Cash generated from/(absorbed by) operations	36,364	(337,540)

22 Analysis of changes in net funds

	1 April 2021 £	Cash flows £	31 March 2022 £
Cash at bank and in hand	3,712,334	(2,111,531)	1,600,803
Borrowings excluding overdrafts	(88,478)	17,125	(71,353)
	<u>3,623,856</u>	<u>(2,094,406)</u>	<u>1,529,450</u>

23 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:

	2022 £	2021 £
Within one year	32,036	96,108
Between one and five years	-	32,036
	<u>32,036</u>	<u>128,144</u>

FAY INVESTMENT AND ASSET MANAGEMENT LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

24 Related party transactions

Included within amounts owed by related parties in the prior year was a loan with the company's subsidiary of £267,523. As detailed in note 13, this balance was capitalised during the year and is recognised within fixed asset investments.

The company was owed a balance of £8,718 (2021: £276,241) at the year end from companies related by virtue of common directorship and control. This balance did not incur any interest, is unsecured and repayable on demand.

25 Directors' transactions

During the year, the company received funds from the director of £52,500 (2021: £417,606), and paid funds to the director of £Nil (2021: £250,000). Interest was charged on the overdrawn director's loan account balance in the prior year at 2.5%, totalling £3,357, and at the year end the director was owed £67,291 by the company (2021: £14,791), which is shown within other creditors.

26 Ultimate controlling party

The company is owned and controlled by the director.