

THERMOFROST CRYO LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

Bessler Hendrie LLP
Chartered Accountants
Ashbourne House
The Guildway
Old Portsmouth Road
Guildford
Surrey
GU3 1LR

CONTENTS OF THE FINANCIAL STATEMENTS
for the year ended 31 March 2020

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4
Chartered Accountants' Report	11

DIRECTORS:

S Mace
A Wright
G C Burrows
Ms V A D'Cruz
A R D'Cruz
A J M Burrows
Mrs M Hilton

SECRETARY:

Mrs M Hilton

REGISTERED OFFICE:

Robert Fawkes House
64 Rea Street
South Birmingham
B5 6LB

REGISTERED NUMBER:

01036288 (England and Wales)

ACCOUNTANTS:

Bessler Hendrie LLP
Chartered Accountants
Ashbourne House
The Guildway
Old Portsmouth Road
Guildford
Surrey
GU3 1LR

BALANCE SHEET
31 March 2020

	Notes	2020 £	2019 £
FIXED ASSETS			
Tangible assets	4	193,398	181,861
Investments	5	<u>3</u>	<u>3</u>
		<u>193,401</u>	<u>181,864</u>
CURRENT ASSETS			
Stocks		1,594,258	1,973,424
Debtors	6	1,958,169	2,037,348
Cash at bank and in hand		<u>132,820</u>	<u>189,393</u>
		3,685,247	4,200,165
CREDITORS			
Amounts falling due within one year	7	<u>(2,626,855)</u>	<u>(3,016,375)</u>
NET CURRENT ASSETS		<u>1,058,392</u>	<u>1,183,790</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,251,793</u>	<u>1,365,654</u>
PROVISIONS FOR LIABILITIES	11	<u>(17,000)</u>	<u>(15,400)</u>
NET ASSETS		<u>1,234,793</u>	<u>1,350,254</u>
CAPITAL AND RESERVES			
Called up share capital		157,709	157,709
Share premium		23,698	23,698
Capital redemption reserve		100,529	100,529
Retained earnings		<u>952,857</u>	<u>1,068,318</u>
SHAREHOLDERS' FUNDS		<u>1,234,793</u>	<u>1,350,254</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

BALANCE SHEET - continued
31 March 2020

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

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

The financial statements were approved by the Board of Directors and authorised for issue on 2 December 2020 and were signed on its behalf by:

Ms V A D'Cruz - Director

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2020

1. STATUTORY INFORMATION

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

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Turnover

Turnover represents the amounts receivable, excluding value added tax, in respect of the sale of goods to customers. Turnover is recognised on delivery of goods when the significant risks and rewards are considered to have been transferred to the customer.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated provisions for impairment. Depreciation is calculated to write off the cost of fixed assets over their estimated useful lives as follows:

Fixtures, fittings and equipment - 20/25% reducing balance basis

Motor vehicles - 33% reducing balance basis

Computer equipment - 25% straight line basis

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to sell. Provision is made for obsolete and slow moving items, where appropriate. Cost is determined on an average cost basis.

Current tax

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

Current or deferred taxation assets and liabilities are not discounted.

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

Deferred tax

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

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

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

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Forward currency forward contracts are referred to under Financial Instruments below.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2020

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account as incurred.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Fixed asset investments

Investments in subsidiaries are measured at cost less impairment. Investments are assessed for indicators of impairment at each balance sheet date. If there is objective evidence of impairment, a provision for impairment is recognised in the income statement. The provision for impairment is recognised as the difference between the assets carrying amount and the best estimate of the amount that would be if it were sold at the reporting date.

Warranty provision

An accrual is made for the estimated liability on all products which are the subject of warranty and service agreements. The amount recognised is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, based on the estimated risks and uncertainties surrounding the obligation.

Profit related bonus scheme

The company operate a profit related pay bonus scheme for employees. An expense is recognised in the profit and loss account when the Company has a legal or constructive obligation to make payments under the plans as a result of past events and a reliable estimate of the obligation can be made.

Holiday pay

The company recognises an accrual for holiday entitlement earned by employees as a result of services rendered in the current period, and which employees are entitled to carry forward and use within the subsequent financial year. The provision is measured at the salary cost payable for the period of absence including employers national insurance costs.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2020

2. ACCOUNTING POLICIES - continued

Financial instruments

Financial instruments are classified by directors as basic or non-basic following the conditions in Section 11 and Section 12 of FRS 102.

Basic financial assets, including trade and other debtors and cash and bank balances are initially recognised at transaction price. Such assets are subsequently carried at amortised cost using the effective interest method.

At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

Basic financial liabilities, including trade and other creditors and other loans that are classified as debt, are initially recognised at transaction price. Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers.

Derivatives are not complex financial instruments and include forward foreign exchange contracts. These are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value at each reporting date. The resulting fair value exchange gains or losses are taken into account in arriving at the operating result in cost of sales.

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

Government grants

Government grants represent grants receivable under the Coronavirus Job Retention Scheme and are accounted for under the accruals concept so that the income is recognised over the same period as the costs for which the grants are intended to compensate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 36 (2019 - 38) .

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2020

4. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 April 2019	662,503
Additions	102,523
Disposals	(112,485)
At 31 March 2020	<u>652,541</u>
DEPRECIATION	
At 1 April 2019	480,642
Charge for year	70,982
Eliminated on disposal	(92,481)
At 31 March 2020	<u>459,143</u>
NET BOOK VALUE	
At 31 March 2020	<u>193,398</u>
At 31 March 2019	<u>181,861</u>

5. FIXED ASSET INVESTMENTS

	Share in subsidiary undertakings £
COST	
At 1 April 2019 and 31 March 2020	<u>3</u>
NET BOOK VALUE	
At 31 March 2020	<u>3</u>
At 31 March 2019	<u>3</u>

Subsidiary Undertakings

At 31 March 2020, the company held investments in the following dormant subsidiary companies registered in England and Wales:

	Shares Held Class	%
The Specialists Limited	Ordinary	100.00
Refrigerator Components Limited	Ordinary	100.00

The above companies were dormant in the current and prior period.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2020

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade debtors	1,599,340	1,654,512
Other debtors	358,829	382,836
	<u>1,958,169</u>	<u>2,037,348</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Bank loans	849,963	1,193,366
Trade creditors	1,360,853	1,448,685
Taxation and social security	247,403	212,056
Other creditors	168,636	162,268
	<u>2,626,855</u>	<u>3,016,375</u>

At 31 March 2020, the company had committed to purchasing foreign currency under forward contract arrangements at a cost of £665,000 (2019: £535,000). Further details are provided in note 11.

8. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020	2019
	£	£
Within one year	169,922	166,370
Between one and five years	341,387	623,888
	<u>511,309</u>	<u>790,258</u>

The above operating leases relate to commitments on commercial property.

9. SECURED DEBTS

The company has banking and overdraft facilities with National Westminster Bank Plc and The Royal Bank of Scotland Commercial Services Limited, which are secured by way of fixed and floating charges over all assets of the company.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2020

10. FINANCIAL INSTRUMENTS

	2020 £	2019 £
Financial assets that are debt instruments measured at amortised cost	<u>1,587,205</u>	<u>1,660,004</u>
Financial assets that are equity instruments measured at cost less impairment	<u>3</u>	<u>3</u>
Financial liabilities measured at fair value through profit or loss	<u>(37,866)</u>	<u>3,720</u>
Financial liabilities measured at amortised cost	<u>2,210,816</u>	<u>2,642,051</u>

The company has entered into foreign currency forward contracts to purchase currency at a future date to hedge against exchange risk arising from anticipated future purchases. The following foreign currency forward contracts were outstanding at the year end:

	Average contractual rate		Commitment value		Fair value	
	2020 Rate	2019 Rate	2020 £	2019 £	2020 £	2019 £
Purchase Euros Less than 3 months	1.1901	1.1504	600,000	480,000	632,969	475,842
Purchase Dollars Less than 3 months	1.3335	1.3134	65,000	55,000	69,897	55,438
					<u>702,866</u>	<u>531,280</u>

The contracts above have been valued using observable forward exchange rates corresponding to the maturity of the contract. At the year end, trade creditors includes the fair value of the contracts which amounts to a loss of £37,866 (2019: loss of £3,720) which is recognised in the profit or loss.

11. PROVISIONS FOR LIABILITIES

	2020 £	2019 £
Deferred tax	<u>17,000</u>	<u>15,400</u>
		Deferred tax
		£
Balance at 1 April 2019		15,400
Accelerated capital allowances		(500)
Movement in short term timing differences		<u>2,100</u>
Balance at 31 March 2020		<u>17,000</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2020

12. CONTINGENT LIABILITIES

The company has provided cross guarantees with Rareform Limited and Greendown Limited in respect of a joint and several liability relating to the bank loan drawn by the ultimate parent company. At the year end the carrying amount of the bank loan is £476,288 (2019: £505,672).

13. PARENT COMPANY

The immediate parent company is Rareform Limited whose registered office address is Ashbourne House, The Guildway, Old Portsmouth Road, Guildford, Surrey, GU3 1LR. The ultimate parent company is Greendown Limited whose registered office address is Ashbourne House, The Guildway, Old Portsmouth Road, Guildford, Surrey, GU3 1LR.

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
THERMOFROST CRYO LIMITED**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Statement of Comprehensive Income and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Thermofrost Cryo Limited for the year ended 31 March 2020 which comprise the Income Statement, Balance Sheet and the related notes 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 within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Thermofrost Cryo Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Thermofrost Cryo Limited and state those matters that we have agreed to state to the Board of Directors of Thermofrost Cryo Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Thermofrost Cryo Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Thermofrost Cryo 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 Thermofrost Cryo Limited. You consider that Thermofrost Cryo 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 Thermofrost Cryo 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.

This report should not be regarded as suitable to be used or relied on by any other party wishing to acquire any rights against Bessler Hendrie LLP for any purpose or in any context. Any party, other than the Directors, who obtain 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.

Bessler Hendrie LLP
Chartered Accountants
Ashbourne House
The Guildway
Old Portsmouth Road
Guildford
Surrey
GU3 1LR

2 December 2020

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.