

CONDICI LIMITED

PAGES FOR FILING WITH REGISTRAR

FOR THE YEAR ENDED 31 DECEMBER 2016

Company Registration No. 01678961 (England and Wales)

SHELLEY STOCK HUTTER LLP

Chartered Accountants

1st Floor

7 - 10 Chandos Street

London

W1G 9DQ

CONDICI LIMITED
REGISTERED NUMBER:01678961

BALANCE SHEET
AS AT 31 DECEMBER 2016

| | Note | 2016 £ | 2015 £ |
|--|------|-----------------------|-----------------------|
| Fixed assets | | | |
| Tangible assets | 4 | 107,430 | 13,639 |
| Current assets | | | |
| Stocks | 5 | 158,596 | 121,138 |
| Debtors: amounts falling due within one year | 6 | 1,269,704 | 1,291,646 |
| Cash at bank and in hand | 7 | 203,322 | 189,602 |
| | | <u>1,631,622</u> | <u>1,602,386</u> |
| Creditors: amounts falling due within one year | 8 | (856,862) | (801,593) |
| Net current assets | | <u>774,760</u> | <u>800,793</u> |
| Total assets less current liabilities | | <u>882,190</u> | <u>814,432</u> |
| Net assets | | <u><u>882,190</u></u> | <u><u>814,432</u></u> |
| Capital and reserves | | | |
| Called up share capital | 9 | 5,002 | 5,002 |
| Profit and loss account | | <u>877,188</u> | <u>809,430</u> |
| | | <u><u>882,190</u></u> | <u><u>814,432</u></u> |

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members of the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

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

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime with the provisions of FRS 102 Section 1A - small entities.

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

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 26 September 2017.

Mr M A Fallman

Director

The notes on pages 2 to 8 form part of these financial statements.

CONDICI LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

1. General information

Condici Limited is a private company limited by share capital, incorporated in England and Wales, registration number 016 registered office is 1st Floor, 7-10 Chandos Street, London, W1G 9DQ.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership in goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

2.3 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for operating in the manner intended by management.

CONDICI LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

2. Accounting policies (continued)

2.3 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight line method.

Depreciation is provided on the following basis:

| | |
|-------------------------------|-----------------------------|
| Short-term leasehold property | - 2 - 5 years straight line |
| Fixtures and fittings | - 8 years straight line |
| Computer equipment | - 5 years straight line |

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, when there is a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Profit and Loss account.

2.4 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and selling. Cost is calculated on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its net realisable value. The impairment loss is recognised immediately in profit or loss.

2.5 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.6 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than three months. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are subject to insignificant risk of change in value.

CONDICI LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

2. Accounting policies (continued)

2.7 Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities, debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable order

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment is found, an impairment loss is recognised in the Statement of Income and Retained Earnings

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset on the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to offset amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

2.8 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured at transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.9 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate at the date the value was determined.

CONDICI LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

2. Accounting policies (continued)

2.10 Finance costs

Finance costs are charged to the Statement of Income and Retained Earnings over the term of the debt using the effective amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the instrument.

2.11 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid or when approved by the shareholders at an annual general meeting. Dividends on shares recognised as liabilities are recognised when they become legally payable and classified within interest payable.

2.12 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Statement of Income and Retained Earnings on a straight line basis over the term of the lease.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the term of the lease. The systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

The Company has taken advantage of the optional exemption available on transition to FRS 102 which allows lease incentives to be charged over the period to the first market rent review date before the date of transition to the standard 01 January 2015 to continue to be charged over the period to the first market rent review date of the lease.

2.13 Interest income

Interest income is recognised in the Statement of Income and Retained Earnings using the effective interest method.

2.14 Taxation

Tax is recognised in the Statement of Income and Retained Earnings, except that a charge attributable to an item of income or other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted at the reporting date in the countries where the Company operates and generates income.

3. Employees

The average monthly number of employees, including directors, during the year was 12 (2015 - 12).

CONDICI LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

4. Tangible fixed assets

| | Short-term leasehold property £ | Fixtures and fittings £ | Computer equipment £ | Total £ |
|-------------------------------------|--|-------------------------------|----------------------------|------------|
| Cost or valuation | | | | |
| At 1 January 2016 | - | 111,186 | 19,858 | 131,044 |
| Additions | 8,792 | 96,269 | 7,613 | 112,674 |
| Disposals | - | (111,186) | (3,720) | (114,906) |
| At 31 December 2016 | 8,792 | 96,269 | 23,751 | 128,812 |
| Depreciation | | | | |
| At 1 January 2016 | - | 101,179 | 16,226 | 117,405 |
| Charge for the year on owned assets | 880 | 15,775 | 2,228 | 18,883 |
| Disposals | - | (111,186) | (3,720) | (114,906) |
| At 31 December 2016 | 880 | 5,768 | 14,734 | 21,382 |
| Net book value | | | | |
| At 31 December 2016 | 7,912 | 90,501 | 9,017 | 107,430 |
| At 31 December 2015 | - | 10,007 | 3,632 | 13,639 |

The net book value of land and buildings may be further analysed as follows:

| | 2016 £ | 2015 £ |
|-----------------|-----------|-----------|
| Short leasehold | 7,912 | - |

5. Stocks

| | 2016 £ | 2015 £ |
|-------------------------------------|-----------|-----------|
| Raw materials and consumables | 33,247 | 25,487 |
| Finished goods and goods for resale | 125,349 | 95,651 |
| | 158,596 | 121,138 |

CONDICI LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

6. Debtors

| | 2016 £ | 2015 £ |
|------------------------------------|------------------|------------------|
| Trade debtors | 893,388 | 1,005,828 |
| Amounts owed by group undertakings | 207,000 | 190,000 |
| Other debtors | 81,605 | 38,967 |
| Prepayments and accrued income | 87,711 | 56,851 |
| | <u>1,269,704</u> | <u>1,291,646</u> |

7. Cash and cash equivalents

| | 2016 £ | 2015 £ |
|--------------------------|----------------|----------------|
| Cash at bank and in hand | <u>203,322</u> | <u>189,602</u> |

8. Creditors: Amounts falling due within one year

| | 2016 £ | 2015 £ |
|------------------------------------|----------------|----------------|
| Trade creditors | 279,304 | 269,847 |
| Amounts owed to group undertakings | 398,477 | 144,187 |
| Corporation tax | 3,448 | 32,144 |
| Other taxation and social security | 59,183 | 108,465 |
| Accruals and deferred income | 116,450 | 246,950 |
| | <u>856,862</u> | <u>801,593</u> |

CONDICI LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

9. Share capital

| | 2016 £ | 2015 £ |
|---|--------------|--------------|
| Shares classified as equity | | |
| Allotted, called up and fully paid | | |
| 5,002 Ordinary shares of £1 each | <u>5,002</u> | <u>5,002</u> |

10. Related party transactions

At the balance sheet date the company was owed by Mazacraft Limited, the ultimate parent company, £207,000 (2015: £190,000).

At the balance sheet date the company owed Ispirato Limited, a company under common control, £398,477 (2015: £125,235).

11. First time adoption of FRS 102

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.