

Rialto Designs Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 July 2019

Rialto Designs Limited

Contents

Company Information	<u>1</u>
Balance Sheet	<u>2</u> to <u>3</u>
Notes to the Financial Statements	<u>4</u> to <u>10</u>

Rialto Designs Limited

Company Information

Directors Mr Riyaz Omarji
Mr Mohsin Omarji

Registered office Whitehall House
Feldspar Close
Enderby
Leicester
LE19 4SD

Rialto Designs Limited
(Registration number: 03046782)
Balance Sheet as at 31 July 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>4</u>	721,319	683,971
Current assets			
Stocks	<u>5</u>	60,000	60,000
Debtors	<u>6</u>	1,693,181	1,949,652
Cash at bank and in hand		<u>172,691</u>	<u>81,462</u>
		1,925,872	2,091,114
Creditors: Amounts falling due within one year	<u>7</u>	<u>(1,212,110)</u>	<u>(1,427,142)</u>
Net current assets		<u>713,762</u>	<u>663,972</u>
Total assets less current liabilities		1,435,081	1,347,943
Creditors: Amounts falling due after more than one year	<u>7</u>	(688,080)	(594,753)
Provisions for liabilities		<u>(133,946)</u>	<u>(84,593)</u>
Net assets		<u><u>613,055</u></u>	<u><u>668,597</u></u>
Capital and reserves			
Called up share capital	<u>8</u>	100	100
Profit and loss account		<u>612,955</u>	<u>668,497</u>
Total equity		<u><u>613,055</u></u>	<u><u>668,597</u></u>

For the financial year ending 31 July 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 4 to 10 form an integral part of these financial statements.

Rialto Designs Limited

(Registration number: 03046782)

Balance Sheet as at 31 July 2019

Approved and authorised by the Board on 23 April 2019 and signed on its behalf by:

.....

Mr Riyaz Omarji
Director

The notes on pages 4 to 10 form an integral part of these financial statements.

Page 3

Rialto Designs Limited

Notes to the Financial Statements for the Year Ended 31 July 2019

1 General information

The company is a private company limited by share capital, incorporated in England & Wales.

The address of its registered office is:

Whitehall House
Feldspar Close
Enderby
Leicester
LE19 4SD
England

The principal place of business is:

442 Thurmaston Boulevard
Leicester
LE4 9LE
United Kingdom

These financial statements were authorised for issue by the Board on 23 April 2019.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

Rialto Designs Limited

Notes to the Financial Statements for the Year Ended 31 July 2019

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

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and machinery	20% reducing balance
Furniture and fittings	20% reducing balance
Motor vehicles	25% reducing balance

Cash and cash equivalents

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

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Rialto Designs Limited

Notes to the Financial Statements for the Year Ended 31 July 2019

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

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

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

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

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease. Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Rialto Designs Limited

Notes to the Financial Statements for the Year Ended 31 July 2019

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 45 (2018 - 44).

Rialto Designs Limited

Notes to the Financial Statements for the Year Ended 31 July 2019

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Properties under construction £	Other tangible assets £	Total £
Cost or valuation					
At 1 August 2018	97,653	8,650	36,358	1,172,045	1,314,706
Additions	6,432	13,000	-	605,237	624,669
Disposals	-	-	-	(590,974)	(590,974)
At 31 July 2019	104,085	21,650	36,358	1,186,308	1,348,401
Depreciation					
At 1 August 2018	56,186	7,495	29,086	537,968	630,735
Charge for the year	9,580	3,539	7,272	168,096	188,487
Eliminated on disposal	-	-	-	(192,140)	(192,140)
At 31 July 2019	65,766	11,034	36,358	513,924	627,082
Carrying amount					
At 31 July 2019	38,319	10,616	-	672,384	721,319
At 31 July 2018	41,467	1,155	7,272	634,077	683,971

5 Stocks

	2019 £	2018 £
Work in progress	20,000	20,000
Other inventories	40,000	40,000
	60,000	60,000

6 Debtors

	Note	2019 £	2018 £
Trade debtors		1,672,893	1,936,131
Amounts owed by group undertakings and undertakings in which the company has a participating interest		7,256	7,256
Prepayments		458	6,265
Other debtors		12,574	-
		1,693,181	1,949,652

Rialto Designs Limited

Notes to the Financial Statements for the Year Ended 31 July 2019

7 Creditors

Creditors: amounts falling due within one year

	Note	2019 £	2018 £
Due within one year			
Bank loans and overdrafts	9	214,081	131,353
Trade creditors		730,090	729,384
Taxation and social security		87,167	139,834
Accruals and deferred income		22,815	233,959
Other creditors		157,957	192,612
		<u>1,212,110</u>	<u>1,427,142</u>

Creditors: amounts falling due after more than one year

	Note	2019 £	2018 £
Due after one year			
Loans and borrowings	9	466,129	362,256
Other non-current financial liabilities		221,951	232,497
		<u>688,080</u>	<u>594,753</u>

8 Share capital

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
100 Ordinary shares of £1 each	100	100	100	100
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

9 Loans and borrowings

Rialto Designs Limited

Notes to the Financial Statements for the Year Ended 31 July 2019

	2019 £	2018 £
Non-current loans and borrowings		
Finance lease liabilities	336,129	232,256
Other borrowings	130,000	130,000
	<u>466,129</u>	<u>362,256</u>

	2019 £	2018 £
Current loans and borrowings		
Bank overdrafts	-	5,111
Finance lease liabilities	214,081	126,242
	<u>214,081</u>	<u>131,353</u>

Page 10

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.