

STEFFIAN BRADLEY LIMITED
Unaudited Financial Statements
for the Year Ended 31 December 2018

Cobley Desborough
Chartered Certified Accountants
Chartered Tax Advisers
Artisans' House
7 Queensbridge
Northampton
Northamptonshire
NN4 7BF

STEFFIAN BRADLEY LIMITED (REGISTERED NUMBER: 04179038)

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for the Year Ended 31 December 2018**

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STEFFIAN BRADLEY LIMITED

Company Information for the Year Ended 31 December 2018

Directors:

Ms J Kralik
Mr K M Millay
Mr K Rockstroh
Mr R Vestri
Mr S Warncke

Secretary:

Ms J Kralik

Registered office:

45 Gee Street
London
EC1V 3RS

Registered number:

04179038 (England and Wales)

Accountants:

Cobley Desborough
Chartered Certified Accountants
Chartered Tax Advisers
Artisans' House
7 Queensbridge
Northampton
Northamptonshire
NN4 7BF

STEFFIAN BRADLEY LIMITED (REGISTERED NUMBER: 04179038)**Balance Sheet
31 December 2018**

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Tangible assets	4		51,263		71,249
CURRENT ASSETS					
Debtors	5	787,291		1,276,942	
Cash at bank and in hand		<u>191,872</u>		<u>524,686</u>	
		979,163		1,801,628	
CREDITORS					
Amounts falling due within one year	6	<u>1,452,889</u>		<u>211,366</u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(473,726)</u>		<u>1,590,262</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			(422,463)		1,661,511
CREDITORS					
Amounts falling due after more than one year	7		<u>1,460</u>		<u>1,268,973</u>
NET (LIABILITIES)/ASSETS			<u>(423,923)</u>		<u>392,538</u>
CAPITAL AND RESERVES					
Called up share capital			1,906		1,960
Share premium			4,761		4,761
Capital redemption reserve			529		475
Retained earnings			<u>(431,119)</u>		<u>385,342</u>
SHAREHOLDERS' FUNDS			<u>(423,923)</u>		<u>392,538</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2018 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 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.
- (b)

STEFFIAN BRADLEY LIMITED (REGISTERED NUMBER: 04179038)

Balance Sheet - continued
31 December 2018

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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 on 14 May 2019 and were signed on its behalf by:

Mr K M Millay - Director

1. STATUTORY INFORMATION

Steffian Bradley 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.

Going concern

The company's financial statements have been prepared on a going concern basis. The going concern basis is not suitable if management determines after the end of the reporting period either that it intends to liquidate or to cease trading, or that it has no realistic alternative but to do so.

The company made a loss in the year ended 31 December 2018 resulting in a deficiency of net assets as at the balance sheet date. Recent events surrounding Steffian Bradley Limited (the company's Delaware registered US sister company - SBA US), have also raised concerns for management in its assessment of whether the going concern assumption is appropriate. On 12 April 2019 SBA US filed for Chapter 7 bankruptcy. The company owes SBA US £1,304,668 on intercompany loan. This loan has hitherto been repayable on favourable terms to SBA US. There is a material uncertainty over how the trustee in bankruptcy for SBA US will seek to enforce repayment of the debt. Furthermore the company has given guarantees on behalf of SBA US and there is material uncertainty over whether, when, and to what extent the guarantee will be enforced.

These circumstances have given rise to material uncertainties over the company's ability to continue as a going concern. Nevertheless management does not intend to liquidate the company, it does not intend to cease trading, and it does consider that the business is strong enough to afford the company a realistic prospect of continuing to trade.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover on long term contracts comprises the value of work executed during the accounting period exclusive of value added tax.

Operating profit comprises the results from the provision of services and the results attributable in the accounting period to contracts completed and long term contracts in progress where a profitable outcome can prudently be foreseen after making provision for foreseeable losses. The amounts by which recorded turnover is in excess of payments on account of long term contracts are included in debtors as amounts recoverable on contracts.

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

- | | |
|-------------------------|---|
| Land and buildings | - in accordance with the property |
| Plant and machinery etc | - 33% on cost and 20% on reducing balance |

Financial instruments

The loan from Steffian Bradley Limited (the company's Delaware registered US sister company - SBA US), has been disclosed under Creditors: Amounts Falling Due Within One Year. In previous years the loan has been categorised under Creditors: Amounts Falling Due After More Than One Year.

Reference should be made to the Going Concern note for further detail.

Taxation

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.

Research and development

Expenditure on research and development is written off in the year in which it is 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.

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2018**

2. ACCOUNTING POLICIES - continued

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 20 (2017 - 32) .

4. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
Cost			
At 1 January 2018	68,258	424,115	492,373
Additions	-	209	209
At 31 December 2018	<u>68,258</u>	<u>424,324</u>	<u>492,582</u>
Depreciation			
At 1 January 2018	35,277	385,847	421,124
Charge for year	6,828	13,367	20,195
At 31 December 2018	<u>42,105</u>	<u>399,214</u>	<u>441,319</u>
Net book value			
At 31 December 2018	<u>26,153</u>	<u>25,110</u>	<u>51,263</u>
At 31 December 2017	<u>32,981</u>	<u>38,268</u>	<u>71,249</u>

5. DEBTORS

	2018 £	2017 £
Amounts falling due within one year:		
Trade debtors	591,732	1,070,956
Other debtors	<u>133,854</u>	<u>157,157</u>
	<u>725,586</u>	<u>1,228,113</u>

STEFFIAN BRADLEY LIMITED (REGISTERED NUMBER: 04179038)**Notes to the Financial Statements - continued
for the Year Ended 31 December 2018****5. DEBTORS - continued**

	2018 £	2017 £
Amounts falling due after more than one year:		
Other debtors	<u>61,705</u>	<u>48,829</u>
Aggregate amounts	<u>787,291</u>	<u>1,276,942</u>

Other debtors due after more than one year relates to a rent deposit of £61,705. There is a legal charge by the landlord over the deposit.

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade creditors	113,428	49,607
Taxation and social security	19,744	119,309
Other creditors	<u>1,319,717</u>	<u>42,450</u>
	<u>1,452,889</u>	<u>211,366</u>

7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2018 £	2017 £
Other creditors	<u>1,460</u>	<u>1,268,973</u>

8. OTHER FINANCIAL COMMITMENTS

The company has given guarantees originally totalling \$2,000,000 on behalf of Steffian Bradley Limited, its Delaware registered US sister company. Further reference is made to this guarantee under "Post Balance Sheet Events".

9. POST BALANCE SHEET EVENTS

The company has given guarantees originally totalling \$2,000,000 on behalf of Steffian Bradley Limited, its Delaware registered US sister company (SBA US). As of April 2019 there is an outstanding balance due on this guarantee of \$175,000.

On 12 April 2019 SBA US filed for Chapter 7 bankruptcy. As at the date of the approval of these financial statements the management of Steffian Bradley Limited has been in contact with the holder of the guarantee note and understand that they will not pursue payment of the balance independently of the bankruptcy trustee.

Further detail of the impact of this non-adjusting Post Balance Sheet Event on the company's ability to continue trading is given under the Going Concern note under Accounting Policies.

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.