
FLAGSHIP INVESTMENTS LIMITED

UNAUDITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 31 MARCH 2017

FLAGSHIP INVESTMENTS LIMITED
REGISTERED NUMBER: 04199377

BALANCE SHEET
AS AT 31 MARCH 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	603,558	614,298
Investments	5	100	100
		<u>603,658</u>	<u>614,398</u>
Current assets			
Debtors	6	946,099	866,142
Cash at bank and in hand	7	7,341	728
		<u>953,440</u>	<u>866,870</u>
Creditors: amounts falling due within one year	8	(2,455,518)	(2,196,502)
Net current liabilities		<u>(1,502,078)</u>	<u>(1,329,632)</u>
Total assets less current liabilities		<u>(898,420)</u>	<u>(715,234)</u>
Net liabilities		<u><u>(898,420)</u></u>	<u><u>(715,234)</u></u>

FLAGSHIP INVESTMENTS LIMITED
REGISTERED NUMBER: 04199377

BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2017

	Note	2017 £	2016 £
Capital and reserves			
Called up share capital		1	1
Revaluation reserve		209,231	209,231
Profit and loss account		(1,107,652)	(924,466)
		<hr/> (898,420) <hr/>	<hr/> (715,234) <hr/>

The director considers that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and 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 and in accordance 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 comprehensive income 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 20 December 2017.

.....
Hasan Sharif

Director

The notes on pages 4 to 11 form part of these financial statements.

FLAGSHIP INVESTMENTS LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2017**

	Called up share capital	Revaluation reserve	Profit and loss account	Total equity
	£	£	£	£
At 1 April 2015	1	644,754	(1,171,845)	(527,090)
Comprehensive income for the year				
Profit for the year	-	-	247,379	247,379
Movement during the year	-	(435,523)	-	(435,523)
	<hr/>	<hr/>	<hr/>	<hr/>
At 1 April 2016	1	209,231	(924,466)	(715,234)
Comprehensive income for the year				
Loss for the year	-	-	(183,186)	(183,186)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2017	<u>1</u>	<u>209,231</u>	<u>(1,107,652)</u>	<u>(898,420)</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

1. General information

The company is incorporated in the UK and its current registered office is Pitt House, 120 Baker Street, London, W1U 6TU.

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 accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The presentation currency is pounds sterling.

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 can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract 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 accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives as follows:

Depreciation is provided on the following basis:

Freehold property	- No depreciation
Leasehold improvements	- 10% per annum over the term of lease
Fixtures and fittings	- 20%-25% per annum on reducing balance

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

2. Accounting policies (continued)

2.4 Revaluation of tangible fixed assets

Individual freehold and leasehold properties are carried at current year value at fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Revaluations are undertaken with sufficient regularity to ensure the carrying amount does not differ materially from that which would be determined using fair value at the Balance Sheet date.

Fair values are determined from market based evidence normally undertaken by professionally qualified valuers.

Revaluation gains and losses are recognised in the Statement of Comprehensive Income unless losses exceed the previously recognised gains or reflect a clear consumption of economic benefits, in which case the excess losses are recognised in profit or loss.

2.5 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

2.6 Debtors

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

2.7 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 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.8 Financial instruments

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

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

2.9 Creditors

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

FLAGSHIP INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

2. Accounting policies (continued)

2.10 Finance costs

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.11 Operating leases: the Company as lessee

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

3. Employees

The Company has no employees other than the directors, who did not receive any remuneration (2016 - £NIL).

The average monthly number of employees, including directors, during the year was 0 (2016 - 0).

4. Tangible fixed assets

	Freehold property £	Short-term leasehold property £	Fixtures and fittings £	Total £
Cost or valuation				
At 1 April 2016	595,000	99,452	109,237	803,689
At 31 March 2017	595,000	99,452	109,237	803,689
Depreciation				
At 1 April 2016	-	90,891	98,500	189,391
Charge for the year on owned assets	-	8,561	2,179	10,740
At 31 March 2017	-	99,452	100,679	200,131
Net book value				
At 31 March 2017	595,000	-	8,558	603,558
At 31 March 2016	<u>595,000</u>	<u>8,561</u>	<u>10,737</u>	<u>614,298</u>

FLAGSHIP INVESTMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017**

5. Fixed asset investments

	Investments in subsidiary companies £
Cost or valuation	
At 1 April 2016	100
	<hr/>
At 31 March 2017	100
	<hr/>
 Net book value	
At 31 March 2017	100
	<hr/>
At 31 March 2016	100
	<hr/>

Subsidiary undertakings

The following were subsidiary undertakings of the Company:

Name	Country of incorporation	Class of shares	Holding
Flagship Securities Limited	UK	Ordinary	100 %

The aggregate of the share capital and reserves as at 31 March 2017 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

	Aggregate of share capital and reserves £	Profit/(loss) £
Flagship Investments Limited	(946,386)	(117,437)
	<hr/>	<hr/>
	(946,386)	(117,437)
	<hr/>	<hr/>

FLAGSHIP INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

6. Debtors

	2017 £	2016 £
Amounts owed by group undertakings	945,449	829,544
Other debtors	650	36,598
	<u>946,099</u>	<u>866,142</u>

7. Cash and cash equivalents

	2017 £	2016 £
Cash at bank and in hand	7,341	728
	<u>7,341</u>	<u>728</u>

8. Creditors: Amounts falling due within one year

	2017 £	2016 £
Payments received on account	2,058	-
Amounts owed to group undertakings	199,332	217,723
Other creditors	2,254,128	1,978,779
	<u>2,455,518</u>	<u>2,196,502</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

9. Related party transactions

Included in debtors is an amount of £945,449 (2016: £829,544) due from Flagship securities Limited, a wholly owned subsidiary.

Included in creditors due within one year is an amount of £167,132 (2016: £185,523) due to Que Holdings Limited, a company under common ownership.

Included in creditors due within one year is an amount of £32,200 (2016: £32,200) due to Hiltern International Limited, a company under common ownership.

Included in creditors due within one year is a loan of £2,176,471 (2016: £1,972,279) due to H N Sharif, the director and ultimate controlling party. The loan is interest-free and there are no fixed repayment terms.

Included in administration expenses is a credit of £45,000 (2016: £45,000) relating to the recharge of office costs between the subsidiary company £35,000 (2016: £35,000) and companies under common ownership, Quint Gloucester Place Limited £5,000 (2016: £5,000) and Quint Paddington Limited £5,000 (2016: £5,000).

Included in administration expenses is a charge of £23,000 (2016: £23,000) relating to the recharge of staff and office costs from the subsidiary company.

10. Controlling party

The ultimate controlling party is H N Sharif by virtue of his 100% holding in the company.

FLAGSHIP INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

11. First time adoption of FRS 102

The Company transitioned to FRS 102 from previously extant UK GAAP as at 1 April 2015. The impact of the transition to FRS 102 is as follows:

	Note	As previously stated 31 March 2016 £	Effect of transition 31 March 2016 £	FRS 102 (as restated) 31 March 2016 £
Fixed assets		614,398	-	614,398
Current assets		866,870	-	866,870
Creditors: amounts falling due within one year		(224,223)	(1,972,279)	(2,196,502)
Net current assets/(liabilities)		642,647	(1,972,279)	(1,329,632)
Total assets less current liabilities		1,257,045	(1,972,279)	(715,234)
Creditors: amounts falling due after more than one year		(1,972,279)	1,972,279	-
Net assets/(liabilities)		(715,234)	-	(715,234)
Capital and reserves		(715,234)	-	(715,234)

FLAGSHIP INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

11. First time adoption of FRS 102 (continued)

	Note	As previously stated 31 March 2016 £	Effect of transition 31 March 2016 £	FRS 102 (as restated) 31 March 2016 £
Turnover		23,833	-	23,833
Cost of sales		(19,664)	-	(19,664)
		<hr/>	<hr/>	<hr/>
		4,169	-	4,169
Administrative expenses		(169,398)	-	(169,398)
		<hr/>	<hr/>	<hr/>
Operating profit		(165,229)	-	(165,229)
Amounts written off investments		430,865	-	430,865
Interest payable and similar charges		(18,257)	-	(18,257)
		<hr/>	<hr/>	<hr/>
Profit on ordinary activities after taxation and for the financial year		<u>247,379</u>	<u>-</u>	<u>247,379</u>

Explanation of changes to previously reported profit and equity:

1 An amount of £1,972,279 due to the director has been reclassified to current liabilities being payable on demand.