

The Wealth Group Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 June 2019

The Wealth Group Limited

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The Wealth Group Limited

Company Information

Directors	N G Kontou-Goymer D W Nicholds
Company secretary	D W Nicholds
Registered office	15 Queens Road Evesham Worcestershire WR11 4JN
Accountants	Clement Rabjohns Limited Chartered Accountants 111/113 High Street Evesham Worcestershire WR11 4XP

The Wealth Group Limited
(Registration number: 05073082)
Balance Sheet as at 30 June 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>4</u>	6,536	12,437
Investments	<u>5</u>	81	81
		<u>6,617</u>	<u>12,518</u>
Current assets			
Debtors	<u>6</u>	70,592	195,855
Cash at bank and in hand		<u>173,023</u>	<u>116,251</u>
		243,615	312,106
Creditors: Amounts falling due within one year	<u>7</u>	<u>(68,414)</u>	<u>(73,740)</u>
Net current assets		<u>175,201</u>	<u>238,366</u>
Total assets less current liabilities		181,818	250,884
Provisions for liabilities		<u>(1,242)</u>	<u>(2,363)</u>
Net assets		<u>180,576</u>	<u>248,521</u>
Capital and reserves			
Called up share capital	<u>8</u>	110,000	110,000
Profit and loss account		<u>70,576</u>	<u>138,521</u>
Total equity		<u>180,576</u>	<u>248,521</u>

For the financial year ending 30 June 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 11 form an integral part of these financial statements.

The Wealth Group Limited

(Registration number: 05073082)
Balance Sheet as at 30 June 2019

Approved and authorised by the Board on 11 March 2020 and signed on its behalf by:

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D W Nicholds
Company secretary and director

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

The Wealth Group Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2019

1 General information

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

The address of its registered office is:

15 Queens Road
Evesham
Worcestershire
WR11 4JN
United Kingdom

These financial statements were authorised for issue by the Board on 11 March 2020.

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.

Exemption from preparing group accounts

The company has taken advantage of the exemption in section 398 of the Companies Act 2006 from the requirement to prepare consolidated financial statements, on the grounds that it is a small sized group.

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.

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.

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Notes to the Unaudited Financial Statements for the Year Ended 30 June 2019

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
Office equipment	25% straight line

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment. Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

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.

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Notes to the Unaudited Financial Statements for the Year Ended 30 June 2019

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.

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.

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.

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.

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 12 (2018 - 10).

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Notes to the Unaudited Financial Statements for the Year Ended 30 June 2019

4 Tangible assets

	Office equipment £	Total £
Cost or valuation		
At 1 July 2018	25,799	25,799
At 30 June 2019	25,799	25,799
Depreciation		
At 1 July 2018	13,362	13,362
Charge for the year	5,901	5,901
At 30 June 2019	19,263	19,263
Carrying amount		
At 30 June 2019	6,536	6,536
At 30 June 2018	12,437	12,437

5 Investments

	2019 £	2018 £
Investments in subsidiaries	1	1
Investments in associates	80	80
	81	81

Subsidiaries

	£
Cost or valuation	
At 1 July 2018	1
Provision	
Carrying amount	
At 30 June 2019	1
At 30 June 2018	1

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Notes to the Unaudited Financial Statements for the Year Ended 30 June 2019

Associates	£
Cost	
At 1 July 2018	<u>80</u>
Provision	
Carrying amount	
At 30 June 2019	<u><u>80</u></u>
At 30 June 2018	<u><u>80</u></u>

Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2019	2018
Subsidiary undertakings				
TWG Estate Planning Limited	15 Queens Road Evesham Worcestershire WR11 4JN United Kingdom	Ordinary	100%	100%
Associates				
Kendall Wadley Wealth Limited	Granta Lodge 71 Graham Road Malvern Worcestershire WR14 2JS United Kingdom	Ordinary	50%	50%
Kendall Wadley Wealth Limited	Granta Lodge 71 Graham Road Malvern Worcestershire WR14 2JS United Kingdom	Ordinary non-voting	100%	100%

Subsidiary undertakings

TWG Estate Planning Limited

The principal activity of TWG Estate Planning Limited is estate planning. The profit for the financial period of TWG Estate Planning Limited was £2,408 and the aggregate amount of capital and reserves at the end of the period was £126.

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Notes to the Unaudited Financial Statements for the Year Ended 30 June 2019

Associates

Kendall Wadley Wealth Limited

The principal activity of Kendall Wadley Wealth Limited is financial planning and investment advice. The profit for the financial period of Kendall Wadley Wealth Limited was £85,312 and the aggregate amount of capital and reserves at the end of the period was £20,778.

6 Debtors

	Note	2019 £	2018 £
Trade debtors		12,244	25,168
Amounts owed by group undertakings and undertakings in which the company has a participating interest	<u>11</u>	37,425	44,613
Prepayments		20,923	15,074
Other debtors		-	111,000
		<u>70,592</u>	<u>195,855</u>

7 Creditors

Creditors: amounts falling due within one year

	Note	2019 £	2018 £
Due within one year			
Trade creditors		30,598	29,370
Amounts owed to group undertakings and undertakings in which the company has a participating interest	<u>11</u>	620	-
Taxation and social security		5,434	10,502
Accruals and deferred income		30,066	33,715
Other creditors		1,696	153
		<u>68,414</u>	<u>73,740</u>

8 Share capital

Allotted, called up and fully paid shares

The Wealth Group Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2019

	2019		2018	
	No.	£	No.	£
Ordinary A shares of £1 each	77,000	77,000	77,000	77,000
Ordinary B shares of £1 each	33,000	33,000	33,000	33,000
	<u>110,000</u>	<u>110,000</u>	<u>110,000</u>	<u>110,000</u>

9 Dividends

Interim dividends paid

	2019 £	2018 £
Interim dividend of £2 (2018 - £1) per each Ordinary A shares	150,000	100,000

10 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £212,000 (2018 - £228,000).

11 Related party transactions

Transactions with directors

	At 1 July 2018 £	Repayments by director £	At 30 June 2019 £
2019			
N G Kontou-Goymer			
Overdrawn loan account - interest free	10,668	(10,668)	-
D W Nicholds			
Overdrawn loan account - interest free	15,332	(15,332)	-

	At 1 July 2017 £	Advances to directors £	At 30 June 2018 £
2018			
N G Kontou-Goymer			
Overdrawn loan account - interest free	-	10,668	10,668
D W Nicholds			
Overdrawn loan account - interest free	-	15,332	15,332

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Notes to the Unaudited Financial Statements for the Year Ended 30 June 2019

Directors' remuneration

The directors' remuneration for the year was as follows:

	2019 £	2018 £
Remuneration	20,345	19,446
Contributions paid to money purchase schemes	40,119	160,000
	<u>60,464</u>	<u>179,446</u>

During the year the number of directors who were receiving benefits and share incentives was as follows:

	2019 No.	2018 No.
Accruing benefits under money purchase pension scheme	<u>2</u>	<u>2</u>

Summary of transactions with associates

Kendall Wadley Wealth Limited

During the year dividends were received from the company totalling £67,200 (2018 £76,800).

At the year end amounts due to the company amounted to £25,105 (2018 £22,541).

12 Parent and ultimate parent undertaking

The company's immediate parent is TWG Holdings Limited, incorporated in the United Kingdom.

The ultimate controlling party is the directors who are beneficially interested in the whole of the issued share capital of the holding company in equal shares.

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.