

The Wealth Group Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 June 2021

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 2021

| | Note | 2021 £ | 2020 £ |
|---|----------|----------------|----------------|
| Fixed assets | | | |
| Tangible assets | <u>4</u> | 399 | 1,441 |
| Investments | <u>5</u> | 81 | 81 |
| | | <u>480</u> | <u>1,522</u> |
| Current assets | | | |
| Debtors | <u>6</u> | 37,947 | 40,173 |
| Cash at bank and in hand | | 300,198 | 215,033 |
| | | 338,145 | 255,206 |
| Creditors: Amounts falling due within one year | <u>7</u> | (116,712) | (70,773) |
| Net current assets | | <u>221,433</u> | <u>184,433</u> |
| Total assets less current liabilities | | 221,913 | 185,955 |
| Provisions for liabilities | | (76) | (274) |
| Net assets | | <u>221,837</u> | <u>185,681</u> |
| Capital and reserves | | | |
| Called up share capital | <u>8</u> | 110,000 | 110,000 |
| Profit and loss account | | 111,837 | 75,681 |
| Shareholders' funds | | <u>221,837</u> | <u>185,681</u> |

For the financial year ending 30 June 2021 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 Wealth Group Limited

(Registration number: 05073082)
Balance Sheet as at 30 June 2021

Approved and authorised by the Board on 10 March 2022 and signed on its behalf by:

.....
D W Nicholds
Company secretary and director

The Wealth Group Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

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 10 March 2022.

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.

Going concern

The financial statements have been prepared on a going concern basis.

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.

Government grants

Grants which relate to revenue shall be recognised in income on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate.

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Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

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.

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 balance sheet 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.

The Wealth Group Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

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.

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.

The Wealth Group Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 13 (2020 - 12).

4 Tangible assets

| | Office equipment £ | Total £ |
|--------------------------|--------------------------|------------|
| Cost or valuation | | |
| At 1 July 2020 | 26,597 | 26,597 |
| At 30 June 2021 | 26,597 | 26,597 |
| Depreciation | | |
| At 1 July 2020 | 25,156 | 25,156 |
| Charge for the year | 1,042 | 1,042 |
| At 30 June 2021 | 26,198 | 26,198 |
| Carrying amount | | |
| At 30 June 2021 | 399 | 399 |
| At 30 June 2020 | 1,441 | 1,441 |

5 Investments

| | 2021 £ | 2020 £ |
|-----------------------------|-----------|-----------|
| Investments in subsidiaries | 1 | 1 |
| Investments in associates | 80 | 80 |
| | 81 | 81 |
| Subsidiaries | | £ |
| Cost or valuation | | |
| At 1 July 2020 | | 1 |
| Provision | | |
| Carrying amount | | |
| At 30 June 2021 | | 1 |
| At 30 June 2020 | | 1 |

The Wealth Group Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

| | |
|------------------------|-----------|
| Associates | £ |
| Cost | |
| At 1 July 2020 | <u>80</u> |
| Provision | |
| Carrying amount | |
| At 30 June 2021 | <u>80</u> |
| At 30 June 2020 | <u>80</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 | |
|-------------------------------|---|---------------------|---|------|
| | | | 2021 | 2020 |
| 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 £17,260 and the aggregate amount of capital and reserves at the end of the period was £288.

The Wealth Group Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

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 £117,816 and the aggregate amount of capital and reserves at the end of the period was £36,789.

6 Debtors

| | Note | 2021 £ | 2020 £ |
|---|-----------|---------------|---------------|
| Trade debtors | | 12,389 | 9,207 |
| Amounts owed by group undertakings and undertakings in which the company has a participating interest | <u>11</u> | 4,565 | 10,632 |
| Prepayments | | 20,561 | 19,831 |
| Other debtors | | 432 | 503 |
| | | <u>37,947</u> | <u>40,173</u> |

The Wealth Group Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

7 Creditors

Creditors: amounts falling due within one year

| | 2021 | 2020 |
|------------------------------|----------------|---------------|
| | £ | £ |
| Due within one year | | |
| Trade creditors | 45,281 | 35,908 |
| Taxation and social security | 23,580 | 7,123 |
| Accruals and deferred income | 47,724 | 27,312 |
| Other creditors | 127 | 430 |
| | <u>116,712</u> | <u>70,773</u> |

8 Share capital

Allotted, called up and fully paid shares

| | 2021 | | 2020 | |
|------------------------------|----------------|----------------|----------------|----------------|
| | 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

| | 2021 | 2020 |
|---|----------------|---------------|
| | £ | £ |
| Interim dividend of £1.95 (2020 - £1.04) per each Ordinary A shares | 150,000 | 80,000 |
| | <u>150,000</u> | <u>80,000</u> |

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 £180,000 (2020 - £196,000).

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Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

11 Related party transactions

Transactions with directors

| | At 1 July 2020 £ | Advances to directors £ | Repayments by director £ | At 30 June 2021 £ |
|--|------------------------|-------------------------------|--------------------------------|-------------------------|
| 2021 | | | | |
| N G Kontou-Goymer | | | | |
| Overdrawn loan account - interest free | 502 | 643 | (958) | 187 |
| | | | | |
| D W Nicholds | | | | |
| Overdrawn loan account - interest free | - | 682 | (438) | 244 |

| | At 1 July 2019 £ | Advances to directors £ | At 30 June 2020 £ |
|--|------------------------|-------------------------------|-------------------------|
| 2020 | | | |
| N G Kontou-Goymer | | | |
| Overdrawn loan account - interest free | - | 502 | 502 |

Directors' remuneration

The directors' remuneration for the year was as follows:

| | 2021 £ | 2020 £ |
|--|---------------|---------------|
| Remuneration | 21,320 | 21,320 |
| Contributions paid to money purchase schemes | - | 50,000 |
| | <u>21,320</u> | <u>71,320</u> |

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

| | 2021 No. | 2020 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 £84,960 (2020 £65,040).

At the year end amounts due to the company amounted to £42,200 (2020 £31,067).

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Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

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.