

UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2016
FOR
GELICITY (UK) LIMITED

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FOR THE YEAR ENDED 31 OCTOBER 2016

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GELICITY (UK) LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 OCTOBER 2016

DIRECTORS: W D Walton
P J Morris

SECRETARY: P J Morris

REGISTERED OFFICE: Gelicity House
Unit 27
Castle Park Industrial Estate
Flint
Flintshire
CH6 5XA

REGISTERED NUMBER: 05829133 (England and Wales)

ACCOUNTANTS: Howard Worth Chartered Accountants
Bank Chambers
3 Churchyardside
Nantwich
Cheshire
CW5 5DE

BALANCE SHEET
31 OCTOBER 2016

| | Notes | 31/10/16 £ | £ | 31/10/15 £ | £ |
|--|-------|----------------|-----------------|----------------|----------------|
| FIXED ASSETS | | | | | |
| Intangible assets | 2 | | 47,571 | | 59,679 |
| Tangible assets | 3 | | <u>96,377</u> | | <u>37,675</u> |
| | | | 143,948 | | 97,354 |
| CURRENT ASSETS | | | | | |
| Stocks | 4 | 630,000 | | 460,000 | |
| Debtors | 5 | 219,094 | | 114,412 | |
| Cash at bank and in hand | | <u>59,182</u> | | <u>1,361</u> | |
| | | 908,276 | | 575,773 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 6 | <u>783,020</u> | | <u>563,300</u> | |
| NET CURRENT ASSETS | | | <u>125,256</u> | | <u>12,473</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 269,204 | | 109,827 |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 7 | | (51,081) | | (12,925) |
| PROVISIONS FOR LIABILITIES | 10 | | <u>(15,969)</u> | | <u>(4,554)</u> |
| NET ASSETS | | | <u>202,154</u> | | <u>92,348</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 11 | | 1,500 | | 1,500 |
| Profit and loss account | 12 | | <u>200,654</u> | | <u>90,848</u> |
| SHAREHOLDERS' FUNDS | | | <u>202,154</u> | | <u>92,348</u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2016.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2016 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)

BALANCE SHEET - continued
31 OCTOBER 2016

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.

The financial statements were approved by the Board of Directors on 27 July 2017 and were signed on its behalf by:

P J Morris - Director

W D Walton - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2016**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2006, is being amortised evenly over its estimated useful life of ten years.

Tangible fixed assets

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

| | |
|-----------------------|---------------|
| Plant and machinery | - 25% on cost |
| Fixtures and fittings | - 25% on cost |
| Motor vehicles | - 25% on cost |
| Computer equipment | - 33% on cost |

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Patents and licences

Costs in relation to the acquisition of patents and expenditure on copyrights are capitalised. Patents and licences are being amortised over their estimated useful lives of ten years.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2016

2. INTANGIBLE FIXED ASSETS

| | Goodwill £ | Patents and licences £ | Totals £ |
|---|---------------|---------------------------------|----------------|
| COST | | | |
| At 1 November 2015 and 31 October 2016 | <u>22,000</u> | <u>108,519</u> | <u>130,519</u> |
| AMORTISATION | | | |
| At 1 November 2015 | 20,717 | 50,123 | 70,840 |
| Amortisation for year | <u>1,283</u> | <u>10,825</u> | <u>12,108</u> |
| At 31 October 2016 | <u>22,000</u> | <u>60,948</u> | <u>82,948</u> |
| NET BOOK VALUE | | | |
| At 31 October 2016 | <u>-</u> | <u>47,571</u> | <u>47,571</u> |
| At 31 October 2015 | <u>1,283</u> | <u>58,396</u> | <u>59,679</u> |

3. TANGIBLE FIXED ASSETS

| | Plant and machinery £ | Fixtures and fittings £ | Motor vehicles £ | Computer equipment £ | Totals £ |
|-----------------------|-----------------------------|----------------------------------|------------------------|----------------------------|----------------|
| COST | | | | | |
| At 1 November 2015 | 180,141 | 5,866 | 12,595 | 11,815 | 210,417 |
| Additions | <u>90,778</u> | <u>-</u> | <u>-</u> | <u>1,113</u> | <u>91,891</u> |
| At 31 October 2016 | <u>270,919</u> | <u>5,866</u> | <u>12,595</u> | <u>12,928</u> | <u>302,308</u> |
| DEPRECIATION | | | | | |
| At 1 November 2015 | 148,485 | 4,499 | 9,427 | 10,331 | 172,742 |
| Charge for year | <u>30,609</u> | <u>1,367</u> | <u>356</u> | <u>857</u> | <u>33,189</u> |
| At 31 October 2016 | <u>179,094</u> | <u>5,866</u> | <u>9,783</u> | <u>11,188</u> | <u>205,931</u> |
| NET BOOK VALUE | | | | | |
| At 31 October 2016 | <u>91,825</u> | <u>-</u> | <u>2,812</u> | <u>1,740</u> | <u>96,377</u> |
| At 31 October 2015 | <u>31,656</u> | <u>1,367</u> | <u>3,168</u> | <u>1,484</u> | <u>37,675</u> |

4. STOCKS

| | 31/10/16 £ | 31/10/15 £ |
|------------------|----------------|----------------|
| Stocks | 315,000 | 230,000 |
| Work-in-progress | <u>315,000</u> | <u>230,000</u> |
| | <u>630,000</u> | <u>460,000</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2016

| | | |
|---|----------------|----------------|
| 5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR | | |
| | 31/10/16 | 31/10/15 |
| | £ | £ |
| Trade debtors | 134,838 | 82,183 |
| Other debtors | 36,077 | - |
| VAT | 9,709 | 19,894 |
| Prepayments | <u>38,470</u> | <u>12,335</u> |
| | <u>219,094</u> | <u>114,412</u> |
| 6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR | | |
| | 31/10/16 | 31/10/15 |
| | £ | £ |
| Bank loans and overdrafts | - | 21,070 |
| Other loans | 36,000 | 74,214 |
| Hire purchase contracts | 36,297 | 15,683 |
| Trade creditors | 583,865 | 225,297 |
| Taxation | 7,170 | 17,424 |
| Social security and other taxes | 30,258 | 27,894 |
| Directors' current accounts | 77,843 | 170,131 |
| Accrued expenses | <u>11,587</u> | <u>11,587</u> |
| | <u>783,020</u> | <u>563,300</u> |
| 7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR | | |
| | 31/10/16 | 31/10/15 |
| | £ | £ |
| Hire purchase contracts | <u>51,081</u> | <u>12,925</u> |
| 8. PREFERENCE SHARES | | |
| Details of preference shares are as follows: | | |
| 9. OPERATING LEASE COMMITMENTS | | |
| 10. PROVISIONS FOR LIABILITIES | | |
| | 31/10/16 | 31/10/15 |
| | £ | £ |
| Deferred tax | <u>15,969</u> | <u>4,554</u> |
| | | Deferred tax |
| | | £ |
| Balance at 1 November 2015 | | 4,554 |
| Provided during year | | <u>11,415</u> |
| Balance at 31 October 2016 | | <u>15,969</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2016

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

| Number: | Class: | Nominal value: | 31/10/16 £ | 31/10/15 £ |
|---------|----------|----------------|---------------|---------------|
| 100 | Ordinary | 1 | <u>1,500</u> | <u>1,500</u> |

12. RESERVES

| | Profit and loss account £ |
|---------------------|------------------------------|
| At 1 November 2015 | 90,848 |
| Profit for the year | 127,306 |
| Dividends | <u>(17,500)</u> |
| At 31 October 2016 | <u>200,654</u> |

13. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 October 2016 and 31 October 2015:

| | 31/10/16 £ | 31/10/15 £ |
|--------------------------------------|-----------------|-----------------|
| P J Morris | | |
| Balance outstanding at start of year | (53,975) | (74,162) |
| Amounts advanced | 48,544 | 97,899 |
| Amounts repaid | (8,091) | (77,712) |
| Balance outstanding at end of year | <u>(13,522)</u> | <u>(53,975)</u> |
| W D Walton | | |
| Balance outstanding at start of year | (93,573) | (94,484) |
| Amounts advanced | 102,491 | 194,308 |
| Amounts repaid | (73,239) | (193,397) |
| Balance outstanding at end of year | <u>(64,321)</u> | <u>(93,573)</u> |
| Miss I Enyi | | |
| Balance outstanding at start of year | (22,584) | - |
| Amounts advanced | 40,075 | 39,833 |
| Amounts repaid | (17,491) | (62,417) |
| Balance outstanding at end of year | <u>-</u> | <u>(22,584)</u> |

14. ULTIMATE CONTROLLING PARTY

The directors are deemed to control the company by virtue of their shareholding.

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.