

REPORT OF THE DIRECTORS AND  
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017  
FOR  
HORATIO FOODS LIMITED



**HORATIO FOODS LIMITED**  
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**FOR THE YEAR ENDED 31 DECEMBER 2017**

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**HORATIO FOODS LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

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**DIRECTORS:**

C J Norton  
S Cheng  
D P Hamada

**SECRETARY:**

Clyde Secretaries Limited

**REGISTERED OFFICE:**

130 Eureka Park  
Upper Pemberton  
Boughton Aluph  
Ashford  
Kent  
TN25 4AZ

**REGISTERED NUMBER:**

07323819 (England and Wales)

**ACCOUNTANTS:**

Crowe U.K. LLP  
4 Mount Ephraim Road  
Tunbridge Wells  
Kent  
TN1 1EE

**HORATIO FOODS LIMITED**  
**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

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The directors present their report with the financial statements of the company for the year ended 31 December 2017.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of wholesale food distribution.

**DIRECTORS**

C J Norton has held office during the whole of the period from 1 January 2017 to the date of this report.

Other changes in directors holding office are as follows:

R A Coelho - resigned 30 August 2017  
D M Rudeck - resigned 15 November 2017  
J L Perottoni - resigned 15 November 2017  
M J Wigman - resigned 15 November 2017  
S Cheng - appointed 15 November 2017  
D P Hamada - appointed 15 November 2017

**GOING CONCERN**

Accounting standards require the directors to consider the appropriateness of the going concern basis when preparing the financial statements. The directors confirm that they consider that the going concern basis remains appropriate. The directors believe that the company has sufficient resources to continue in operational existence for the foreseeable future. The directors believe this to be the case as the company has the support of the parent company and no significant long term liabilities. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

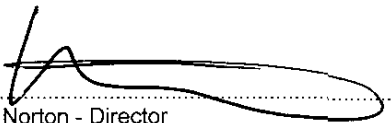
Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 101 'Reduced Disclosure Framework'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

**ON BEHALF OF THE BOARD:**

  
C J Norton - Director

Date: 18/2/18

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS  
ON THE UNAUDITED FINANCIAL STATEMENTS OF  
HORATIO FOODS LIMITED**

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In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Horatio Foods Limited for the year ended 31 December 2017 which comprise the profit and loss account, the balance sheet and the related notes from the company's accounting records and from information and explanations you have given to us.

As a member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at [icaew.com/regulations](http://icaew.com/regulations).

This report is made solely to the director of Horatio Foods Limited in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Horatio Foods Limited and state those matters that we have agreed to state to the director of Horatio Foods Limited in this report in accordance with AAF 07/16 as detailed at [icaew.com/compilation](http://icaew.com/compilation). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Horatio Foods Limited and its director for our work or for this report.

It is your duty to ensure that Horatio Foods Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the company's assets, liabilities, financial position and profit. You consider that Horatio Foods Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of Horatio Foods Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

*Crowe U.K. LLP*

Crowe U.K. LLP  
4 Mount Ephraim Road  
Tunbridge Wells  
Kent  
TN1 1EE

Date: 21/9/18

**HORATIO FOODS LIMITED**

**INCOME STATEMENT**

**FOR THE YEAR ENDED 31 DECEMBER 2017**

	Notes	2017 £	2016 £
<b>TURNOVER</b>		415,286	1,074,548
Cost of sales		408,911	1,068,935
<b>GROSS PROFIT</b>		6,375	5,613
Administrative expenses		6,014	5,283
<b>OPERATING PROFIT</b>		361	330
Interest receivable and similar income		14	-
<b>PROFIT BEFORE TAXATION</b>	3	375	330
Tax on profit	4	72	77
<b>PROFIT FOR THE FINANCIAL YEAR</b>		303	253
<b>OTHER COMPREHENSIVE INCOME</b>		-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		303	253

The notes form part of these financial statements

**HORATIO FOODS LIMITED (REGISTERED NUMBER: 07323819)**

**BALANCE SHEET  
31 DECEMBER 2017**

	Notes	£	2017 £	£	2016 £
<b>CURRENT ASSETS</b>					
Stocks	5		-		3,925
Debtors	6		227,732		10,445
Cash at bank			4,389		15,607
			<u>232,121</u>		<u>29,977</u>
<b>CREDITORS</b>					
Amounts falling due within one year	7		220,919		19,078
			<u>11,202</u>		<u>10,899</u>
<b>NET CURRENT ASSETS</b>					
			<u>11,202</u>		<u>10,899</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>11,202</u>		<u>10,899</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	8		1		1
Retained earnings	9		11,201		10,898
			<u>11,202</u>		<u>10,899</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>11,202</u>		<u>10,899</u>

The company is entitled to exemption from audit under Section 479A of the Companies Act 2006 relating to subsidiary companies for the year ended 31 December 2017.


The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 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
- (b) 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.

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

The financial statements were approved and authorised for issue by the Board of Directors on 18/9/18 and were signed on its behalf by:

  
C J Norton - Director

The notes form part of these financial statements

**HORATIO FOODS LIMITED**

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

	<b>Called up share capital £</b>	<b>Retained earnings £</b>	<b>Total equity £</b>
<b>Balance at 1 January 2016</b>	1	10,645	10,646
<b>Changes in equity</b>			
Total comprehensive income	-	253	253
<b>Balance at 31 December 2016</b>	1	10,898	10,899
<b>Changes in equity</b>			
Total comprehensive income	-	303	303
<b>Balance at 31 December 2017</b>	1	11,201	11,202

The notes form part of these financial statements



## **HORATIO FOODS LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017**

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#### **1. STATUTORY INFORMATION**

Horatio Foods 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 preparation**

These financial statements have been prepared in accordance with Financial Reporting Standard 101 "Reduced Disclosure Framework" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 101 "Reduced Disclosure Framework":

- the requirements of paragraphs 45(b) and 46 to 52 of IFRS 2 Share-based Payment;
- the requirements of paragraphs 62, B64(d), B64(e), B64(g), B64(h), B64(j) to B64(m), B64(n)(ii), B64(o)(ii), B64(p), B64(q)(ii), B66 and B67 of IFRS 3 Business Combinations;
- the requirements of paragraph 33(c) of IFRS 5 Non Current Assets Held for Sale and Discontinued Operations;
- the requirements of IFRS 7 Financial Instruments: Disclosures;
- the requirements of paragraphs 91 to 99 of IFRS 13 Fair Value Measurement;
- the requirement in paragraph 38 of IAS 1 Presentation of Financial Statements to present comparative information in respect of:
  - paragraph 79(a)(iv) of IAS 1;
  - paragraph 73(e) of IAS 16 Property, Plant and Equipment;
  - paragraph 118(e) of IAS 38 Intangible Assets;
  - paragraphs 76 and 79(d) of IAS 40 Investment Property; and
  - paragraph 50 of IAS 41 Agriculture;
- the requirements of paragraphs 10(d), 10(f), 16, 38A, 38B, 38C, 38D, 40A, 40B, 40C, 40D and 111 of IAS 1 Presentation of Financial Statements;
- the requirements of paragraphs 134 to 136 of IAS 1 Presentation of Financial Statements;
- the requirements of IAS 7 Statement of Cash Flows;
- the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors;
- the requirements of paragraphs 17 and 18A of IAS 24 Related Party Disclosures;
- the requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group;
- the requirements of paragraphs 134(d) to 134(f) and 135(c) to 135(e) of IAS 36 Impairments of Assets.

##### **Turnover**

Turnover represents net invoices from the sale of goods, excluding value added tax.

Turnover is recognised when the company has transferred to the buyer the significant risks and rewards of ownership.

Rebates and discounts are recognised when the company has delivered the products and services and when it is considered probable that the obligation is receivable or payable.

##### **Financial instruments**

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

##### **Stocks**

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

##### **Taxation**

Current taxes are based on the results shown in the financial statements and are calculated according to local tax rules, using tax rates enacted or substantially enacted by the balance sheet date.

# HORATIO FOODS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2017

### 2. ACCOUNTING POLICIES - continued

#### Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

#### Going concern

Accounting standards require the directors to consider the appropriateness of the going concern basis when preparing the financial statements. The directors confirm that they consider that the going concern basis remains appropriate. The directors believe that the company has sufficient resources to continue in operational existence for the foreseeable future. The directors believe this to be the case as the company has the support of the parent company and no significant long term liabilities. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

#### Debtors

Short term debtors are measured at transaction price, less any impairment.

#### Creditors

Short term creditors are measured at the transaction price.

#### Cash and 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 accounts of cash with no significant risk of change in value.

### 3. PROFIT BEFORE TAXATION

The profit before taxation is stated after charging:

	2017 £	2016 £
Cost of inventories recognised as expense	408,911	1,068,935
Foreign exchange differences	66	-
	<u>408,977</u>	<u>1,068,935</u>

### 4. TAXATION

#### Analysis of tax expense

	2017 £	2016 £
Current tax:		
Tax	72	77
Total tax expense in income statement	<u>72</u>	<u>77</u>

### 5. STOCKS

	2017 £	2016 £
Stocks	-	3,925
	<u>-</u>	<u>3,925</u>

### 6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade debtors	144,592	-
Amounts owed by group undertakings	83,140	10,338
Prepayments	-	107
	<u>227,732</u>	<u>10,445</u>

# HORATIO FOODS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2017

### 7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade creditors	2,925	13,522
Amounts owed to group undertakings	217,859	-
Tax	135	77
Accrued expenses	-	5,479
	<u>220,919</u>	<u>19,078</u>

### 8. CALLED UP SHARE CAPITAL

#### Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2017 £	2016 £
1	Ordinary	£1	<u>1</u>	<u>1</u>

### 9. RESERVES

	Retained earnings £
At 1 January 2017	10,898
Profit for the year	303
At 31 December 2017	<u>11,201</u>

### 10. RELATED PARTY DISCLOSURES

The company has taken advantage of IAS24 and not disclosed transactions between its immediate parent company and other wholly owned subsidiaries within the group.

### 11. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is BRF SA.

BRF SA is registered in Brazil.

The immediate parent company is Invicta Food Group Limited.

# HORATIO FOODS LIMITED

## TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2017

	2017		2016	
	£	£	£	£
<b>Sales - UK</b>		415,286		1,074,548
<b>Cost of sales</b>				
Purchases	407,971		1,068,935	
Custom clearance costs	940		-	
		408,911		1,068,935
<b>GROSS PROFIT</b>		6,375		5,613
<b>Other income</b>				
Interest receivable		14		-
		6,389		5,613
<b>Expenditure</b>				
Insurance	4,337		2,337	
Fines	-		55	
Sundry expenses	(10)		-	
Outsourcing services	-		589	
Administrative services	1,318		2,256	
Foreign exchange losses	66		-	
		5,711		5,237
		678		376
<b>Finance costs</b>				
Bank charges		303		46
<b>NET PROFIT</b>		375		330

This page does not form part of the statutory financial statements