

REGISTERED NUMBER: 08506088 (England and Wales)

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2019
FOR
BRAINTREE LIMITED**

THP Limited
Chartered Accountants
34-40 High Street
Wanstead
London
E11 2RJ

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BRAINTREE LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 OCTOBER 2019**

DIRECTORS:

N Gurianov
N Kutuzov

SECRETARY:

J Giwa-Majekodunmi

REGISTERED OFFICE:

Unit 6 North Downs Business Park
Lime Pit Lane
Kent
TN13 2TL

REGISTERED NUMBER:

08506088 (England and Wales)

ACCOUNTANTS:

THP Limited
Chartered Accountants
31-40 High Street
Wanstead
London
E11 2RJ

BALANCE SHEET
31 OCTOBER 2019

| | Notes | 2019 £ | £ | 2018 £ | £ |
|--|-------|------------------|--------------------|----------------|--------------------|
| FIXED ASSETS | | | | | |
| Intangible assets | 4 | | 12,000 | | 16,000 |
| Tangible assets | 5 | | 37,767 | | <u>51,983</u> |
| | | | 49,767 | | <u>67,983</u> |
| CURRENT ASSETS | | | | | |
| Debtors | 6 | 203,117 | | 310,352 | |
| Cash at bank and in hand | | 897,731 | | <u>276,954</u> | |
| | | 1,100,848 | | 587,306 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 7 | 1,611,123 | | <u>322,842</u> | |
| NET CURRENT (LIABILITIES)/ASSETS | | | (510,275) | | <u>264,464</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | (460,508) | | 332,447 |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 8 | | 419,936 | | <u>469,936</u> |
| NET LIABILITIES | | | (880,444) | | <u>(137,489)</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | | | 58,825 | | 58,825 |
| Share premium | | | 1,702,450 | | 1,702,450 |
| Retained earnings | | | (2,641,719) | | <u>(1,898,764)</u> |
| | | | (880,444) | | <u>(137,489)</u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2019 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
- (b) 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 and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 23 March 2020 and were signed on its behalf by:

N Gurianov - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2019**

1. STATUTORY INFORMATION

Braintree 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.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Going concern

The directors have prepared the accounts on the basis that adequate financial support will be provided by the directors for the next twelve months. The directors consider that the financial statements prepared on a going concern basis show a true and fair view.

The financial statements contain no adjustments that would have resulted had the accounts been prepared on any other basis.

Revenue recognition

Revenue is measured as the fair value of consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

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.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Computer software is being amortised evenly over its estimated useful life of five years.

Tangible fixed assets

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Improvements to property - Straight line over 3 years
Fixtures and fittings - 25% on cost
Plant and machinery - 25% on cost
Computer equipment - 25% on cost

Government grants

Grants are accounted for under the accruals model as permitted by FRS 102.

Grants relating to expenditure on tangible fixed assets are credited to the Statement of comprehensive income at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of comprehensive income in the same period as the related expenditure.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2019

2. **ACCOUNTING POLICIES - continued**

Deferred tax

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

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

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.

Hire purchase and leasing commitments

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

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 10 (2018 - 12) .

4. **INTANGIBLE FIXED ASSETS**

COST

At 1 November 2018
 and 31 October 2019

AMORTISATION

At 1 November 2018
 Charge for year

At 31 October 2019

NET BOOK VALUE

At 31 October 2019

At 31 October 2018

**Other
 intangible
 assets
 £**

20,000

4,000

4,000

8,000

12,000

16,000

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2019

5. TANGIBLE FIXED ASSETS

| | Improvements to property £ | Plant and machinery £ | Fixtures and fittings £ | Computer equipment £ | Totals £ |
|-----------------------|-------------------------------------|-----------------------------|----------------------------------|----------------------------|----------------|
| COST | | | | | |
| At 1 November 2018 | 27,848 | 2,613 | 16,613 | 95,245 | 142,319 |
| Additions | 890 | - | - | 2,511 | 3,401 |
| At 31 October 2019 | <u>28,738</u> | <u>2,613</u> | <u>16,613</u> | <u>97,756</u> | <u>145,720</u> |
| DEPRECIATION | | | | | |
| At 1 November 2018 | 18,145 | 945 | 8,707 | 62,539 | 90,336 |
| Charge for year | 3,500 | 493 | 2,635 | 10,989 | 17,617 |
| At 31 October 2019 | <u>21,645</u> | <u>1,438</u> | <u>11,342</u> | <u>73,528</u> | <u>107,953</u> |
| NET BOOK VALUE | | | | | |
| At 31 October 2019 | <u>7,093</u> | <u>1,175</u> | <u>5,271</u> | <u>24,228</u> | <u>37,767</u> |
| At 31 October 2018 | <u>9,703</u> | <u>1,668</u> | <u>7,906</u> | <u>32,706</u> | <u>51,983</u> |

6. DEBTORS

| | 2019 £ | 2018 £ |
|---|----------------|----------------|
| Amounts falling due within one year: | | |
| Trade debtors | - | 34,157 |
| Other debtors | - | 4,075 |
| VAT | 15,626 | 9,281 |
| Prepayments and accrued income | <u>47,091</u> | <u>122,439</u> |
| | <u>62,717</u> | <u>169,952</u> |
| Amounts falling due after more than one year: | | |
| Other debtors | <u>140,400</u> | <u>140,400</u> |
| Aggregate amounts | <u>203,117</u> | <u>310,352</u> |

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2019 £ | 2018 £ |
|---------------------------------|------------------|----------------|
| Trade creditors | 16,076 | 1,455 |
| Social security and other taxes | - | 14,155 |
| Other creditors | 1,536,318 | 251,521 |
| Accrued expenses | <u>58,729</u> | <u>55,711</u> |
| | <u>1,611,123</u> | <u>322,842</u> |

Comprised within other creditors is a third party loan to the company of £1,202,207 which was made on 4 October 2019. The loan is unsecured and is repayable on 4 April 2020 with an interest rate of 2% per annum.

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

| | 2019 £ | 2018 £ |
|--------------------------|----------------|----------------|
| Directors' loan accounts | <u>419,936</u> | <u>469,936</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2019

9. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

| | 2019 | 2018 |
|----------------------------|----------------|----------------|
| | £ | £ |
| Within one year | 117,000 | 117,000 |
| Between one and five years | 468,000 | 468,000 |
| In more than five years | 214,196 | 331,196 |
| | <u>799,196</u> | <u>916,196</u> |

10. RELATED PARTY DISCLOSURES

Nikolay Gurianov, a director, has invested funds into the company and paid expenses on its behalf since his appointment on 5 June 2013. The transactions undertaken by Nikolay Gurianov are summarised as follows:

| | Funds invested as a directors loan/(repaid) £ | Expenses paid on the company's behalf £ | Total balance owed to Nikolay Gurianov £ |
|---|--|---|---|
| Transactions during the period ending 31 October 2014 | 200,000 | 180,411 | 380,411 |
| Balance at 31 October 2014 | 200,000 | 180,411 | 380,411 |
| Transactions during the year ending 31 October 2015 | 367,500 | 15,955 | 383,455 |
| Balance at 31 October 2015 | 567,500 | 196,366 | 763,866 |
| Transactions during the year ending 31 October 2016 | | | |
| Funds invested | 100,000 | - | 100,000 |
| Repayment of loans | (400,000) | - | (400,000) |
| Expenses paid on behalf of the company | - | 1,944 | 1,944 |
| Balance at 31 October 2016 | 267,500 | 198,310 | 465,810 |
| Transactions during the year ending 31 October 2017 | | | |
| Expenses paid on behalf of the company | - | 4,126 | 4,126 |
| Balance at 31 October 2017 | 267,500 | 202,436 | 469,936 |
| Transactions during the year to October 2018 - nil | | | |
| Balance at 31 October 2018 | 267,500 | 202,436 | 469,936 |
| Transactions during the year to October 2019 | | | |
| Repayment of loans | (50,000) | - | (50,000) |
| Balance at 31 October 2019 | 217,500 | 202,436 | 419,936 |

Nikolay Gurianov, a director of the company, transferred into the company on 18 September 2014 the sum of £200,000, which was invested in his own name, and was received by the company on the same day. This sum was allocated into the books of the company as a director's loan. Since this date the total balance of Nikolay Gurianov's director's loans made to the company and repayments of the director's loans made by the company to Nikolay Gurianov has never dropped below £200,000.

11. ULTIMATE CONTROLLING PARTY

The controlling party is N Gurianov.

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.