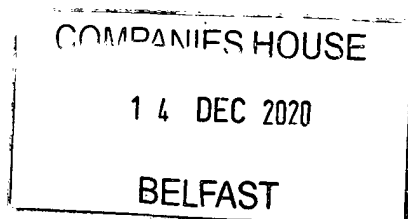


COMPANY REGISTRATION NUMBER: NI635397

Castlebrook Furniture & Design (UK) Ltd
Filleted Financial Statements
31 December 2019



FEB CHARTERED ACCOUNTANTS
Chartered accountants & statutory auditor
Pearl Assurance House
2 Donegall Square East
Belfast
BT1 5HB

Castlebrook Furniture & Design (UK) Ltd

Statement of Financial Position

31 December 2019

| | Note | 2019 £ | 2018 £ |
|---|------|------------------|------------------|
| Current assets | | | |
| Debtors | 5 | 233,777 | 1,221,083 |
| Cash at bank and in hand | | 45,915 | 748,797 |
| | | <u>279,692</u> | <u>1,969,880</u> |
| Creditors: amounts falling due within one year | 6 | 416,105 | 2,282,974 |
| Net current liabilities | | <u>136,413</u> | <u>313,094</u> |
| Total assets less current liabilities | | <u>(136,413)</u> | <u>(313,094)</u> |
| Net liabilities | | <u>(136,413)</u> | <u>(313,094)</u> |
| Capital and reserves | | | |
| Called up share capital | 8 | 1 | 1 |
| Profit and loss account | 9 | (136,414) | (313,095) |
| Shareholder deficit | | <u>(136,413)</u> | <u>(313,094)</u> |

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the board of directors and authorised for issue on 2 December 2020, and are signed on behalf of the board by:


Laurence Byrne
Director

Company registration number: NI635397

The notes on pages 2 to 5 form part of these financial statements.

Castlebrook Furniture & Design (UK) Ltd

Notes to the Financial Statements

Year ended 31 December 2019

1. General information

The company is a private company limited by shares, registered in Northern Ireland. The address of the registered office is c/o FEB Chartered Accountants, Pearl Assurance House, 2 Donegall Square East, Belfast, BT1 5HB.

2. Statement of compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

The financial statements have been prepared on the going concern basis which assumes that the company will continue in operational existence for the foreseeable future, having adequate funds to meet obligations as they fall due.

The Directors are closely monitoring the risks and uncertainties associated with the Covid-19 pandemic. Currently their offices and stores are open with minimal staff presence as required. The directors have acted to realign the company's operations and have implemented HSE and Government advice on social distancing measures both within its premises and for physical meetings outside of its own premises and to provide for the safe and full re-opening of its offices when the time arises. Through a prior investment in technology their staff are enabled to work remotely with limited physical meetings as required while continuing to provide a full and professional service to their clients. The company is working closely with suppliers and installers to ensure continuity of supply while in compliance with Health & safety requirements.

The directors consider that the Group, which this company is part, of has adequate financial reserves to cope with the financial impact of Covid-19 in 2020, and is constantly monitoring and realigning the company's cost base, as well as availing of government wage subsidy schemes and other supports, to ensure sustainability at the lower levels of activity expected over the next 2 years due to the Covid-19 pandemic. As a result, the group is marginally profitable in 2020 to date, with a sufficient order book and a substantial pipeline of quotations issued and enquiries. While the pandemic has had a significant negative impact on the hotel industry, the directors expect that the industry confidence arising from the introduction of a vaccine should have a positive impact on future order for 2021 and beyond.

Therefore, the directors have deemed it appropriate to prepare the statutory financial statements on a going concern basis.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Castlebrook Furniture & Design (UK) Ltd

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

3. Accounting policies *(continued)*

Revenue recognition *(continued)*

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Where investments in non-convertible preference shares and non-puttable ordinary shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in profit or loss. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Castlebrook Furniture & Design (UK) Ltd

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

3. Accounting policies *(continued)*

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

4. Staff costs

The average number of persons employed by the company during the year, including the directors, amounted to:

| | 2019 No. | 2018 No. |
|-----------------------|-------------|-------------|
| Number of other staff | 5 | 2 |

The aggregate payroll costs incurred during the year, relating to the above, were:

| | 2019 £ | 2018 £ |
|-----------------------|----------------|----------------|
| Wages and salaries | 807,371 | 765,243 |
| Social security costs | 21,373 | 10,732 |
| Other pension costs | 3,545 | 2,957 |
| | <u>832,289</u> | <u>778,932</u> |

Included within staff costs is an amount of £611,685 (2018: £641,541). This is an allocation from Castlebrook Furniture & Design Ltd for shared support office costs.

5. Debtors

| | 2019 £ | 2018 £ |
|------------------------------------|----------------|------------------|
| Trade debtors | 90,958 | 202,735 |
| Amounts owed by group undertakings | — | 174,587 |
| Payments made on account | 3,322 | 399,737 |
| Other debtors | 139,497 | 444,024 |
| | <u>233,777</u> | <u>1,221,083</u> |

Castlebrook Furniture & Design (UK) Ltd

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

6. Creditors: amounts falling due within one year

| | 2019 | 2018 |
|------------------------------------|----------------|------------------|
| | £ | £ |
| Bank loans and overdrafts | 5,191 | 2,489 |
| Payments received on account | 6,956 | 401,800 |
| Trade creditors | 92,674 | 222,265 |
| Amounts owed to group undertakings | 162,532 | — |
| Accruals and deferred income | 94,790 | 1,458,823 |
| Social security and other taxes | 53,962 | 197,597 |
| | <u>416,105</u> | <u>2,282,974</u> |

7. Employee benefits

Defined contribution plans

The amount recognised in profit or loss as an expense in relation to defined contribution plans was £3,545 (2018: £2,957).

8. Called up share capital

Issued, called up and fully paid

| | 2019 | | 2018 | |
|----------------------------|----------|----------|----------|----------|
| | No. | £ | No. | £ |
| Ordinary shares of £1 each | <u>1</u> | <u>1</u> | <u>1</u> | <u>1</u> |

9. Reserves

The Profit and loss account reserve records retained earnings and accumulated losses.

10. Summary audit opinion

The auditor's report for the year dated 2 December 2020 was unqualified.

The senior statutory auditor was Michael Flannigan, for and on behalf of FEB Chartered Accountants.

11. Related party transactions

Advantage has been taken of the exemption not to disclose transactions with entities that are part of the group, provided that any subsidiary involved is wholly owned.

12. Controlling party

The company's immediate and ultimate holding company is Castlebrook Furniture & Design Ltd, a company incorporated in the Republic of Ireland.

The ultimate controlling parties are the shareholders of Castlebrook Furniture & Design Ltd.