

THE BEAL GROUP LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019

Milne Craig
Chartered Accountants
Abercorn House
79 Renfrew Road
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Renfrewshire
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FOR THE YEAR ENDED 30 APRIL 2019**

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THE BEAL GROUP LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30 APRIL 2019

DIRECTORS: John Crawford Anderson
David John Anthony Beal
Graham Alexander Thom

REGISTERED OFFICE: Moreland House
Cleish
Kinross Shire
KY13 0LP

REGISTERED NUMBER: SC308635 (Scotland)

ACCOUNTANTS: Milne Craig
Chartered Accountants
Abercorn House
79 Renfrew Road
Paisley
Renfrewshire
PA3 4DA

BALANCE SHEET
30 APRIL 2019

	Notes	2019 £	£	2018 £	£
FIXED ASSETS					
Tangible assets	4		1,220,078		1,240,015
Investments	5		<u>3,481,951</u>		<u>3,481,951</u>
			4,702,029		4,721,966
CURRENT ASSETS					
Debtors	6	247,840		313,407	
Cash at bank		<u>30,243</u>		<u>2,112</u>	
		278,083		315,519	
CREDITORS					
Amounts falling due within one year	7	<u>1,995,910</u>		<u>2,283,024</u>	
NET CURRENT LIABILITIES			<u>(1,717,827)</u>		<u>(1,967,505)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,984,202		2,754,461
CREDITORS					
Amounts falling due after more than one year	8		<u>947,076</u>		<u>736,986</u>
NET ASSETS			<u>2,037,126</u>		<u>2,017,475</u>
CAPITAL AND RESERVES					
Called up share capital			2		2
Revaluation reserve			303,154		303,154
Retained earnings			<u>1,733,970</u>		<u>1,714,319</u>
SHAREHOLDERS' FUNDS			<u>2,037,126</u>		<u>2,017,475</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 April 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 April 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 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)

THE BEAL GROUP LIMITED (REGISTERED NUMBER: SC308635)

BALANCE SHEET - continued
30 APRIL 2019

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 13 January 2020 and were signed on its behalf by:

David John Anthony Beal - Director

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019

1. **STATUTORY INFORMATION**

The Beal Group Limited is a private company, limited by shares, registered in Scotland. The Company's registered number is SC308635 and registered office address is Moreland House, Cleish, Kinross Shire, KY13 0LP.

The nature of the company's operations and its principal activity is that of holding company.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

The financial statements are prepared in sterling, which is the functional currency of the Company. Monetary amounts in these financial statements are rounded to the nearest £.

Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

Critical accounting judgements and key sources of estimation uncertainty

In preparing these financial statements, the directors have made the following judgements:

Tangible fixed assets are depreciated over their useful lives taking into account residual values, where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. In re-assessing asset lives, factors such as technological innovation, product life cycles and maintenance programmes are taken into account. Residual value assessments consider issues such as future market conditions, the remaining life of the asset and projected disposal values.

Assets are considered for indications of impairment. If required an impairment review will be carried out and a decision made on possible impairment. Factors taken into consideration in reaching such a decision include the economic viability and expected future financial performance of the asset and where it is a component of a larger cash-generating unit, the viability and expected future performance of that unit.

Bad debts are provided for where objective evidence of the need for a provision exists.

Turnover

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. Consideration is given to the point at which the Company is entitled to receive the income, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Revenue from the provision of services is recognised in the period in which the services are provided when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due;
- the costs incurred can be measured reliably.

Tangible fixed assets

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

Freehold property	- 2% on cost
Fixtures and fittings	- 15% on reducing balance
Computer equipment	- 25% on cost

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2019

2. ACCOUNTING POLICIES - continued

Financial instruments

The Company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the Company's balance sheet when the Company becomes party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transactions costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the Company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2019

2. ACCOUNTING POLICIES - continued

Taxation

Current tax is recognised for the amount of income tax payable in respect of the taxable profit for the current or past reporting periods using the tax rates and laws that have been enacted or substantively enacted by the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date, except as otherwise indicated.

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

If and when all conditions for retaining tax allowances for the cost of a fixed asset have been met, the deferred tax is reversed.

Deferred tax is calculated using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

With the exception of changes arising on the initial recognition of a business combination, the tax expense (income) is presented either in profit or loss, other comprehensive income or equity depending on the transaction that resulted in the tax expense (income).

Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors.

Deferred tax assets and deferred tax liabilities are offset only if the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously.

Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2019

2. ACCOUNTING POLICIES - continued

Impairment of assets

Assets, other than those measured at fair value, are assessed for indicators of impairment at each balance sheet date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss as described below.

Non-financial assets

An asset is impaired where there is objective evidence that, as a result of one or more events that occurred after initial recognition, the estimated recoverable value of the asset has been reduced. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use.

Where indicators exist for a decrease in impairment loss, the prior impairment loss is tested to determine reversal. An impairment loss is reversed on an individual impaired asset to the extent that the revised recoverable value does not lead to a revised carrying amount higher than the carrying value had no impairment been recognised.

Financial assets

For financial assets carried at amortised cost, the amount of impairment is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

For financial assets carried at cost less impairment, the impairment loss is the difference between the asset's carrying amount and the best estimate of the amount that would be received for the asset if it were to be sold at the reporting date.

Where indicators exist for a decrease in impairment loss, and the decrease can be related objectively to an event occurring after the impairment was recognised, the prior impairment loss is tested to determine reversal.

An impairment loss is reversed on an individual impaired financial asset to the extent that the revised recoverable value does not lead to a revised carrying amount higher than the carrying value had no impairment been recognised.

3. EMPLOYEES AND DIRECTORS

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

4. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Computer equipment £	Totals £
COST OR VALUATION				
At 1 May 2018				
and 30 April 2019	1,300,000	4,344	885	1,305,229
DEPRECIATION				
At 1 May 2018	59,985	4,344	885	65,214
Charge for year	19,937	-	-	19,937
At 30 April 2019	79,922	4,344	885	85,151
NET BOOK VALUE				
At 30 April 2019	1,220,078	-	-	1,220,078
At 30 April 2018	1,240,015	-	-	1,240,015

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2019

4. **TANGIBLE FIXED ASSETS - continued**

Cost or valuation at 30 April 2019 is represented by:

	Freehold property £	Fixtures and fittings £	Computer equipment £	Totals £
Valuation in 2018	303,154	-	-	303,154
Cost	996,846	4,344	885	1,002,075
	<u>1,300,000</u>	<u>4,344</u>	<u>885</u>	<u>1,305,229</u>

If Freehold property had not been revalued they would have been included at the following historical cost:

	2019 £	2018 £
Cost	996,846	996,846
Aggregate depreciation	<u>59,985</u>	<u>59,985</u>

Freehold property were valued on an open market basis on 5 April 2018 by Lambert Smith Hampton .

5. **FIXED ASSET INVESTMENTS**

	Shares in group undertakings £
COST	
At 1 May 2018 and 30 April 2019	<u>3,481,951</u>
NET BOOK VALUE	
At 30 April 2019	<u>3,481,951</u>
At 30 April 2018	<u>3,481,951</u>

The assets of Tony Beal Group Limited comprise investments in Tony Beal Limited and Sport & Play (Scotland) Limited which are both wholly owned subsidiary undertakings. At 30 April 2019, the overall trading of those subsidiary undertakings continues to be profitable and this has continued since the year end.

Based on this together with the future plans for the business, the directors are of the opinion that these subsidiary undertakings will continue to improve their overall net asset position. Accordingly, they consider that there has been no diminution in value of the investment held by The Beal Group Limited. Consequently no provision for diminution has been made in these accounts.

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

	2019 £	2018 £
Amounts owed by group undertakings	241,239	308,224
Other debtors	-	2,475
Value added tax	2,015	18
Prepayments	<u>4,586</u>	<u>2,690</u>
	<u>247,840</u>	<u>313,407</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2019

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

	2019	2018
	£	£
Bank loans and overdrafts	73,342	127,545
Trade creditors	(340)	10,183
Amounts owed to group undertakings	1,853,274	2,011,306
Corporation tax	11,576	5,349
Directors' current accounts	55,058	114,573
Accruals and deferred income	3,000	14,068
	<u>1,995,910</u>	<u>2,283,024</u>

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

	2019	2018
	£	£
Bank loans - 2-5 years	<u>947,076</u>	<u>736,986</u>

9. **SECURED DEBTS**

The following secured debts are included within creditors:

	2019	2018
	£	£
Bank loans	<u>1,020,418</u>	<u>864,531</u>

The bank loans are secured by a standard security and a floating charge over the assets of all the companies in the group.

10. **DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

During the year the company benefitted from an interest free loan from its director's. The balance due by the company at 30th April 2019 was £55,058 (2018 - £114,573).

11. **RELATED PARTY DISCLOSURES**

Included within creditors are balances owed to Sport & Play Limited, Tony Beal Limited and Rhino Textile Products (UK) Limited. The amounts owed as at the 30th April 2019 were £12,110 (2018 - £11,310), £1,841,164 (2018 - £1,999,996) and £nil (2018 - £nil) respectively.

Included within debtors is a balance owed by Rhino Textile Products (UK) Limited. The amount owed as at the 30th April 2019 was £227,339 (2018 - £294,324).

Included in debtors is a balance owed by Tony Beal Group Limited. The balance at 30th April 2019 was £13,900 (2018 - £13,900).

During the period the company received management charges from Tony Beal Limited and Rhino Textile Products (UK) Limited amounting to £120,000 (2018 - £75,000) and £nil (2018 - £nil) respectively.

During the period the company received rent from Tony Beal Limited amounting to £60,000 (2018 - £60,000)

Tony Beal Limited, Sport & Play Limited, Rhino Textile Products (UK) Limited and Tony Beal Group Limited are fellow subsidiaries of The Beal Group Limited.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2019**

12. ULTIMATE CONTROLLING PARTY

The company was under the control of the director, Mr David Beal, by virtue of his 100% interest in the issued ordinary share capital of the company.

13. CROSS GUARANTEE

A cross guarantee has been given across the Beal Group Limited, Tony Beal Limited and Sport & Play (Scotland) Limited for bank loans and overdrafts and is supported by a floating charge over the assets of all the group companies.

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
THE BEAL GROUP LIMITED**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of The Beal Group Limited for the year ended 30 April 2019 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of ICAS, we are subject to its ethical and other professional requirements which are detailed at <http://www.icas.com/accountspreparationguidance>.

This report is made solely to the Board of Directors of The Beal Group Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of The Beal Group Limited and state those matters that we have agreed to state to the Board of Directors of The Beal Group Limited, as a body, in this report in accordance with the requirements of ICAS as detailed at <http://www.icas.com/accountspreparationguidance>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

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

We have not been instructed to carry out an audit or a review of the financial statements of The Beal Group 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.

Milne Craig
Chartered Accountants
Abercorn House
79 Renfrew Road
Paisley
Renfrewshire
PA3 4DA

13 January 2020

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.