

GREEN HAT FINANCIAL PLANNING LIMITED

UNAUDITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD FROM 1 JUNE 2020 TO 31 MARCH 2021



GREEN HAT FINANCIAL PLANNING LIMITED

COMPANY INFORMATION

DIRECTORS J Betteridge (appointed 8 January 2021)
L Cantlay (appointed 29 January 2021)
A Spain (appointed 29 January 2021)
C Reid (resigned 8 January 2021)
D Reid (resigned 8 January 2021)

REGISTERED NUMBER SC425047

REGISTERED OFFICE 19 Rutland Square
Edinburgh
EH1 2BB

GREEN HAT FINANCIAL PLANNING LIMITED

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GREEN HAT FINANCIAL PLANNING LIMITED

DIRECTORS' REPORT FOR THE PERIOD ENDED 31 MARCH 2021

The directors present their report and the financial statements for the period ended 31 March 2021.

PRINCIPAL ACTIVITY

The company's principal activity is to provide wealth management services to clients.

DIRECTORS

The directors who served during the period were:

J Betteridge (appointed 8 January 2021)

L Cantlay (appointed 29 January 2021)

A Spain (appointed 29 January 2021)

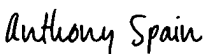
C Reid (resigned 8 January 2021)

D Reid (resigned 8 January 2021)

SMALL COMPANIES NOTE

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the Board and signed on its behalf.

DocuSigned by:

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A Spain
Director

Date: 09 August 2022

19 Rutland Square
Edinburgh
EH1 2BB

GREEN HAT FINANCIAL PLANNING LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT FOR THE PERIOD ENDED 31 MARCH 2021

The directors are responsible for preparing the Directors' report 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 to 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.

GREEN HAT FINANCIAL PLANNING LIMITED**STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE PERIOD ENDED 31 MARCH 2021**

	Note	Period ended 31 March 2021 £	Year ended 31 May 2020 £
Turnover	4	124,958	211,310
Gross profit		124,958	211,310
Administrative expenses		(17,075)	(32,977)
Operating profit	5	107,883	178,333
Tax on profit	8	(20,543)	(34,239)
Profit after tax		87,340	144,094
Retained earnings at the beginning of the period		8,363	(135,731)
		8,363	(135,731)
Profit for the period		87,340	144,094
Dividends declared and paid	9	(95,477)	-
Retained earnings at the end of the period		226	8,363

There were no recognised gains and losses for 2021 or 2020 other than those included in the statement of income and retained earnings.

The notes on pages 5 to 12 form part of these financial statements.

GREEN HAT FINANCIAL PLANNING LIMITED
REGISTERED NUMBER:SC425047

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021

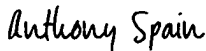
	Note	31 March 2021 £	31 May 2020 £
Intangible assets	10	-	-
Tangible assets	11	-	-
Current assets			
Cash at bank and in hand		20,771	42,800
Creditors: amounts falling due within one year	12	(20,543)	(34,435)
Net assets		<u>228</u>	<u>8,365</u>
Capital and reserves			
Called up share capital	13	2	2
Profit and loss account	14	226	8,363
		<u>228</u>	<u>8,365</u>

The directors considers that the Company is entitled to exemption from the requirement to have an audit under the provisions of section 479A of the Companies Act 2006.

The members have not required the Company to obtain an audit for the period in question in accordance with section 476 of the Companies Act 2006.

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.

The financial statements were approved and authorised for issue by the Board and were signed on its behalf by:

DocuSigned by:

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A Spain
 Director

Date: 09 August 2022

The notes on pages 5 to 12 form part of these financial statements.

GREEN HAT FINANCIAL PLANNING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2021

1. GENERAL INFORMATION

Green Hat Financial Planning Limited (registration number SC425047) is a private company, limited by shares incorporated in the United Kingdom under the Companies Act 2006 and is registered in Scotland. The address of the Company's registered office is 19 Rutland Square, Edinburgh, Scotland, EH1 2BB, United Kingdom.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 CHANGE IN REPORTING PERIOD

The accounting period has been shortened to be a 10 month period from 1 June 2020 to 31 March 2021 to align the accounting reference date with other group members. The comparatives are therefore not entirely comparable.

2.3 FINANCIAL REPORTING STANDARD 102 - REDUCED DISCLOSURE EXEMPTIONS

The Company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 26 Share-based Payment paragraphs 26.18(b), 26.19 to 26.21 and 26.23;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of IWP Edinburgh Limited as at 31 March 2021 and these financial statements may be obtained from Companies House.

2.4 GOING CONCERN

The directors confirm that they are satisfied that the Company has adequate resources to continue trading for the foreseeable future and, on this basis, they continue to adopt the going concern basis in preparing the financial statements.

The directors have therefore prepared detailed financial forecasts (in which a number of general and specific assumptions were adopted) and cash flows that project twelve months beyond the date of sign-off.

GREEN HAT FINANCIAL PLANNING LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2021****2. ACCOUNTING POLICIES (continued)****2.5 TURNOVER**

Turnover arises from fees received or receivable in respect of the provision of advisory and investment management services. It is measured at the fair value of the consideration received or receivable, and represents amounts receivable for services provided, stated net of value added taxes. Turnover is recognised when the service is deemed to be rendered.

Turnover classified as 'Fee and Commissions' relates to income received on an ongoing basis at the end of each month or quarter and is based on the value of client investments under management, intermittent advisory and investment services.

2.6 TAXATION

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

2.7 INTANGIBLE ASSETS

Goodwill represents the difference between amounts paid on the cost of the business combination and the acquirer's interest in the fair value of its identifiable assets and liabilities of the acquiree at the date of acquisition. Subsequent to initial recognition, goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised on a straight-line basis to the Statement of income and retained earnings over its useful economic life of ten years.

2.8 TANGIBLE FIXED ASSETS

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

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:

Plant and machinery	-	33%
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The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.9 CASH AND CASH 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 amounts of cash with insignificant risk of change in value.

GREEN HAT FINANCIAL PLANNING LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2021****2. ACCOUNTING POLICIES (continued)****2.10 CREDITORS**

Short-term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.11 FINANCIAL INSTRUMENTS

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

2.12 DIVIDENDS

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

2.13 IMPAIRMENT

Assets (other than those measured at fair value) are assessed for indicators of impairment at each balance sheet date. If there is evidence of impairment, it is recognised in the profit and loss.

**3. JUDGMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION
UNCERTAINTY**

Preparation of the financial statements requires management to make significant judgments and estimates. There were no items in these financial statements where material judgments and estimates have been made.

4. TURNOVER

An analysis of turnover by class of business is as follows:

	Period ended 31 March 2021 £	Year ended 31 May 2020 £
Wealth management services	124,958	211,310

All turnover arose within the United Kingdom.

GREEN HAT FINANCIAL PLANNING LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2021****5. OPERATING PROFIT**

The operating profit is stated after charging:

	Period ended 31 March 2021 £	Year ended 31 May 2020 £
Depreciation	-	769

6. EMPLOYEES

Staff costs, including directors' remuneration, were as follows:

	Period ended 31 March 2021 £	Year ended 31 May 2020 £
Wages and salaries	15,073	26,200
Social security costs	-	1,068
	15,073	27,268

The average monthly number of employees, including the directors, during the period was as follows:

	Period ended 31 March 2021 No.	Year ended 31 May 2020 No.
Directors	2	2

7. DIRECTORS' REMUNERATION

	Period ended 31 March 2021 £	Year ended 31 May 2020 £
Directors' emoluments	15,073	26,200

GREEN HAT FINANCIAL PLANNING LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2021****8. TAXATION**

	Period ended 31 March 2021 £	Year ended 31 May 2020 £
CORPORATION TAX		
Current tax on profits for the year	20,543	34,239
TOTAL CURRENT TAX	20,543	34,239
TAXATION ON PROFIT ON ORDINARY ACTIVITIES	20,543	34,239

FACTORS AFFECTING TAX CHARGE FOR THE PERIOD

The tax assessed for the period is higher than (2020: higher than) the standard rate of corporation tax in the UK of 19% (2020: 19%). The differences are explained below:

	Period ended 31 March 2021 £	Year ended 31 May 2020 £
Profit on ordinary activities before tax	107,883	178,333
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2020: 19%)	20,498	33,883
EFFECTS OF:		
Expenses not deductible for tax purposes	45	356
TOTAL TAX CHARGE FOR THE PERIOD	20,543	34,239

FACTORS THAT MAY AFFECT FUTURE TAX CHARGES

The UK corporation tax rate will rise from 19% to 25% in 2023 and this was substantively enacted on 24 May 2021. Accordingly, this rate will be used to measure any deferred tax assets and liabilities in future reporting periods.

GREEN HAT FINANCIAL PLANNING LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2021****9. DIVIDENDS**

	Period ended 31 March 2021 £	Year ended 31 May 2020 £
Dividends	95,477	-

10. INTANGIBLE ASSETS

	Goodwill £
COST	
At 1 June 2020	10,000
At 31 March 2021	10,000
AMORTISATION	
At 1 June 2020	10,000
At 31 March 2021	10,000
NET BOOK VALUE	
At 31 March 2021	-
At 31 May 2020	-

GREEN HAT FINANCIAL PLANNING LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2021****11. TANGIBLE FIXED ASSETS**

	Plant and machinery £
COST OR VALUATION	
At 1 June 2020	5,610
At 31 March 2021	<u>5,610</u>
DEPRECIATION	
At 1 June 2020	5,610
At 31 March 2021	<u>5,610</u>
NET BOOK VALUE	
At 31 March 2021	<u>-</u>
At 31 May 2020	<u>-</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 March 2021 £	31 May 2020 £
Trade creditors	-	160
Corporation tax	20,543	34,275
	<u>20,543</u>	<u>34,435</u>

13. SHARE CAPITAL

	31 March 2021 £	31 May 2020 £
ALLOTTED, CALLED UP AND FULLY PAID		
2 (2020: 2) Ordinary shares of £1.00 each	<u>2</u>	<u>2</u>

GREEN HAT FINANCIAL PLANNING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2021

14. RESERVES

Profit and loss account

The profit and loss account includes all current and prior period retained profits and losses.

15. RELATED PARTY TRANSACTIONS

The Company has taken advantage of the exemption available under FRS102 Section 33.1a to not disclose transactions with wholly owned group undertakings.

16. CONTROLLING PARTY

The Company's immediate parent is Sutherland Independent Limited, a company registered in Scotland.

The ultimate parent company of the Company is IWP Holdings Limited, a company registered in Jersey.

The largest parent in which the results of the Company are consolidated is that headed by IWP Holdings Limited. The consolidated financial statements are available from its registered office, the address of which is P.O. Box 264, Forum 4, Grenville Street, St Helier, Jersey, Channel Islands, JE4 8TQ.

The smallest parent in which the results of the Company are consolidated is that headed by IWP Edinburgh Limited. The consolidated financial statements are available from its registered office, the address of which is One Eleven, Edmund Street, Birmingham, England, B3 2HJ.

There is no ultimate controlling party.

17. CHARGES AND GUARANTEES

On the 23 February 2021, charges were registered in line with Chapter A1 Part 25 of the Companies Act 2006 with Companies House. Pursuant to the charge, Ares Management Limited acting through its registered office at 20 Farringdon Street, London, EC4A 4AB placed a fixed and floating charge on all property or undertakings of Green Hat Financial Planning Limited.