

Registration number: 01236608

# Finecal Group Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 December 2021

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# Finecal Group Limited

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**Finecal Group Limited**  
**(Registration number: 01236608)**  
**Balance Sheet as at 31 December 2021**

	Note	2021 £	(As restated) 2020 £
<b>Fixed assets</b>			
Intangible assets	<u>4</u>	536,289	596,768
Tangible assets	<u>5</u>	378,620	403,918
Investments	<u>6</u>	284,000	284,000
		1,198,909	1,284,686
<b>Current assets</b>			
Stocks	<u>7</u>	615,500	586,875
Debtors	<u>8</u>	1,549,928	1,422,731
Cash at bank and in hand		555,120	786,521
		2,720,548	2,796,127
<b>Creditors:</b> Amounts falling due within one year	<u>9</u>	(1,121,565)	(1,278,177)
<b>Net current assets</b>		1,598,983	1,517,950
<b>Total assets less current liabilities</b>		2,797,892	2,802,636
<b>Creditors:</b> Amounts falling due after more than one year	<u>9</u>	(844,579)	(958,697)
<b>Provisions for liabilities</b>		(51,620)	(29,307)
<b>Net assets</b>		1,901,693	1,814,632
<b>Capital and reserves</b>			
Called up share capital	<u>10</u>	2,000	2,000
Share premium reserve		1,342,872	1,342,872
Profit and loss account		556,821	469,760
Shareholders' funds		1,901,693	1,814,632

For the financial year ending 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

**Finecal Group Limited**  
**(Registration number: 01236608)**  
**Balance Sheet as at 31 December 2021**

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 28 September 2022

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Mr S Gough  
Company secretary and director

# Finecal Group Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

### 1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Temple Trading Estate  
Cole Road  
St Philips  
Bristol  
BS2 0UG  
United Kingdom

These financial statements were authorised for issue by the director on 28 September 2022.

### 2 Accounting policies

#### Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

#### Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

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

#### Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;  
it is probable that future economic benefits will flow to the entity;  
and specific criteria have been met for each of the company's activities.

#### Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

# Finecal Group Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

### Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

### Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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.

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.

### Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

### Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Plant and machinery	20% reducing balance
Fixtures and fittings	20% reducing balance
Motor vehicles	25% reducing balance
Office equipment	33% reducing balance

# Finecal Group Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

### Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

### Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

### Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Goodwill	10% straight line basis

### Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment. Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

### Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

# Finecal Group Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

### Creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

### Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the profit and loss account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

### Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

### Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

### Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

## Finecal Group Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

#### 3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 43 (2020 - 16).

#### 4 Intangible assets

	<b>Goodwill</b> £	<b>Total</b> £
<b>Cost or valuation</b>		
At 1 January 2021	618,795	618,795
At 31 December 2021	618,795	618,795
<b>Amortisation</b>		
At 1 January 2021	22,027	22,027
Amortisation charge	60,479	60,479
At 31 December 2021	82,506	82,506
<b>Carrying amount</b>		
At 31 December 2021	536,289	536,289
At 31 December 2020	596,768	596,768

Goodwill represents both the amount paid for the investment at market value less the net asset value hived up from the subsidiary, Preline Ltd on 1 September 2020 and the value as part of the incorporation of the sole trade business.

## Finecal Group Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

#### 5 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £	Total £
<b>Cost or valuation</b>				
At 1 January 2021	56,106	171,049	279,280	506,435
Additions	3,733	89,529	7,595	100,857
Disposals	-	(50,688)	-	(50,688)
At 31 December 2021	59,839	209,890	286,875	556,604
<b>Depreciation</b>				
At 1 January 2021	14,395	34,941	53,181	102,517
Charge for the year	14,586	42,237	46,613	103,436
Eliminated on disposal	-	(27,969)	-	(27,969)
At 31 December 2021	28,981	49,209	99,794	177,984
<b>Carrying amount</b>				
At 31 December 2021	30,858	160,681	187,081	378,620
At 31 December 2020	41,711	136,108	226,099	403,918

#### 6 Investments

	2021 £	2020 £
Investments in subsidiaries	284,000	284,000
<b>Subsidiaries</b>		
<b>£</b>		
<b>Cost or valuation</b>		
At 1 January 2021		284,000
<b>Provision</b>		
<b>Carrying amount</b>		
At 31 December 2021		284,000
At 31 December 2020		284,000

#### Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

## Finecal Group Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2021	2020
<b>Subsidiary undertakings</b>				
Preline Limited	Temple Trading Estate Cole Road St Phillips, Bristol. BS2 0UG England and Wales	Ordinary Share	100%	100%

#### Subsidiary undertakings

##### *Preline Limited*

The principal activity of Preline Limited is the distribution of industrial product.

#### 7 Stocks

	2021 £	2020 £
Other inventories	615,500	586,875

#### 8 Debtors

	2021 £	2020 £
Trade debtors	1,487,014	1,373,990
Prepayments	60,334	44,341
Other debtors	2,580	4,400
	<u>1,549,928</u>	<u>1,422,731</u>

## Finecal Group Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

#### 9 Creditors

##### Creditors: amounts falling due within one year

	Note	2021 £	2020 £
<b>Due within one year</b>			
Loans and borrowings	<u>11</u>	34,067	44,276
Trade creditors		889,537	1,047,518
Taxation and social security		178,624	157,492
Accruals and deferred income		6,658	15,856
Other creditors		12,679	13,035
		<u>1,121,565</u>	<u>1,278,177</u>

##### Creditors: amounts falling due after more than one year

	Note	2021 £	(As restated) 2020 £
<b>Due after one year</b>			
Loans and borrowings	<u>11</u>	553,579	658,996
Other non-current financial liabilities		291,000	299,701
		<u>844,579</u>	<u>958,697</u>

Creditors include amounts owing to Mr S Gough, sole director and owner of £491,773 (2020 - £599,652).

#### 10 Share capital

##### Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary shares of £1 each	2,000	2,000	2,000	2,000

## Finecal Group Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

#### 11 Loans and borrowings

	2021	(As restated) 2020
	£	£
<b>Non-current loans and borrowings</b>		
Bank borrowings	34,167	44,166
Hire purchase contracts	27,639	15,178
Other borrowings	491,773	599,652
	553,579	658,996

	2021	2020
	£	£
<b>Current loans and borrowings</b>		
Bank borrowings	10,000	5,834
Hire purchase contracts	24,067	38,442
	34,067	44,276

#### 12 Dividends

	2021	2020
	£	£
Interim dividend of £20 (2020 - £Nil) per ordinary share	40,000	-
	40,000	-

#### 13 Related party transactions

##### Summary of transactions with all subsidiaries

Preline Ltd is the wholly owned subsidiary of Finecal Group Limited, on 1 September 2020 Preline Ltd distributed a final dividend of £115,559 to Finecal Group Limited. Preline Ltd ceased to trade and will remain dormant for the foreseeable future.

As the year end the company owed £291,000 (2020: £299,701) to Preline Ltd.

There were no other related party transactions in the current or previous year that require disclosure.

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.