

SIMMONDS LTD
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

Ten Forward Finance Ltd
Chartered Certified Accountants
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Simmonds Ltd
Unaudited Financial Statements
For The Year Ended 31 March 2020

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Simmonds Ltd
Statement of Financial Position
As at 31 March 2020

Registered number: 07018339

		2020		2019	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible Assets	3		555,452		568,335
			<u>555,452</u>		<u>568,335</u>
CURRENT ASSETS					
Debtors	4	326,578		1,159,893	
Investments	5	97,303		109,689	
Cash at bank and in hand		<u>36,902</u>		<u>50,152</u>	
		460,783		1,319,734	
Creditors: Amounts Falling Due Within One Year	6	<u>(1,452,801)</u>		<u>(1,942,364)</u>	
NET CURRENT ASSETS (LIABILITIES)			<u>(992,018)</u>		<u>(622,630)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(436,566)</u>		<u>(54,295)</u>
Creditors: Amounts Falling Due After More Than One Year	7		<u>(586,835)</u>		<u>(597,271)</u>
NET LIABILITIES			<u>(1,023,401)</u>		<u>(651,566)</u>
CAPITAL AND RESERVES					
Called up share capital	8		3		3
Income Statement			<u>(1,023,404)</u>		<u>(651,569)</u>
SHAREHOLDERS' FUNDS			<u>(1,023,401)</u>		<u>(651,566)</u>

Simmonds Ltd
Statement of Financial Position (continued)
As at 31 March 2020

For the year ending 31 March 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities

- The member has not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.
- The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Income Statement.

On behalf of the board

**Mr Christopher
Simmonds**

Director

11 December 2020

The notes on pages 3 to 6 form part of these financial statements.

Simmonds Ltd
Notes to the Financial Statements
For The Year Ended 31 March 2020

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. Going Concern Disclosure

At the balance sheet date, the company's liabilities exceeded its assets. The company has received assurance from the director that he will continue to give financial support to the company for the foreseeable future.

On this basis, the director considers it appropriate to prepare the accounts on a going concern basis. However, should the financial support mentioned above not be forthcoming, the going concern basis used in preparing the company's accounts may be invalid and adjustments would have to be made to reduce the value of assets to their realisable amount and to provide for any further liabilities which might arise. The accounts do not include any adjustment to the company's assets or liabilities that might be necessary should this basis not continue to be appropriate.

1.3. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

2. Average Number of Employees

1.4. Tangible Fixed Assets and Depreciation

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed, to date, to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

Depreciation is provided at rates calculated by dividing the costs of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold	No Depreciation
Fixtures & Fittings	25% Straight Line basis
Computer Equipment	25% Straight Line Basis

The company has adopted a non-depreciation policy on Land & Buildings on the grounds it is deemed immaterial because of the length of the remaining useful economic life and also due to the estimated residual value expected to be not markedly different from the carrying amount.

1.5. 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.

1.6. Foreign Currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

1.7. Current Asset Investments

Investments in subsidiary, associates and jointly controlled entities are included at fair value. The share of profit or loss from the Seafeld Street LLP for its accounting period ending within the accounting period of the company is included in the accounts of that period of the company as a value adjustment.

1.8. Registrar Filing Requirements

The company has taken advantage of Companies Act 2006 section 444(1) and opted not to file the income statement, directors report, and notes to the financial statements relating to the income statement. The notes which are not included have been hidden but original note numbering has remained the same for those that are present.

Simmonds Ltd
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2020

3. Tangible Assets

	Land & Property			
	Leasehold	Fixtures & Fittings	Computer Equipment	Total
	£	£	£	£
Cost				
As at 1 April 2019	554,515	105,214	77,941	737,670
As at 31 March 2020	554,515	105,214	77,941	737,670
Depreciation				
As at 1 April 2019	-	105,213	64,122	169,335
Provided during the period	-	-	12,883	12,883
As at 31 March 2020	-	105,213	77,005	182,218
Net Book Value				
As at 31 March 2020	554,515	1	936	555,452
As at 1 April 2019	554,515	1	13,819	568,335

4. Debtors

	2020	2019
	£	£
Due within one year		
Other debtors	253,737	1,104,629
VAT	42,369	25,240
Amounts owed by group undertakings	30,472	30,024
	326,578	1,159,893

During the accounting period, the company entered into a Forward Agreement with the Director under which £2,051,655 was paid by the Company in consideration of an amount to be received by the Company in excess thereof, being £2,051,655 plus a Supplement.

5. Current Asset Investments

	2020	2019
	£	£
Other investments, held for sale	97,303	109,689
	97,303	109,689

YE 31.03.20

- Stocks: £96,944 (2019: £109,333)
- Debtors: £1 (2019: £1)
- Bank: £358 (2019: £415)
- Less Creditors: £Nil (2019: £60)
- Net Current Assets: £97,303 (2019: £109,689)

The director considers that, in order to show a true and fair view, the company's value adjustments to current asset investments are equivalent to its share of the results of the Seaford Street LLP, which should be accounted for as such in the Income Statement and its share of net assets should be shown within current assets on the balance sheet. These accounts have been prepared on that basis.

Simmonds Ltd
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2020

6. Creditors: Amounts Falling Due Within One Year

	2020	2019
	£	£
Bank loans and overdrafts	9,998	9,559
Other taxes and social security	-	3,057
Other creditors	212,581	119,932
Accruals and deferred income	2,118	4,488
Director's loan account	-	770,027
Amounts owed to group undertakings	1,228,104	1,035,301
	<u>1,452,801</u>	<u>1,942,364</u>

During the accounting period, the company entered into a Forward Agreement with a third party under which £2,051,655 was paid to the Company in consideration of an amount to be paid by the Company in excess thereof, being £2,051,655 plus a Supplement.

7. Creditors: Amounts Falling Due After More Than One Year

	2020	2019
	£	£
Bank loans	200,815	211,251
Redeemable £1 Preference Shares 4.5%	386,020	386,020
	<u>586,835</u>	<u>597,271</u>

The company discharged the debt due to Grimm Ltd Pension Scheme, in relation to director pension contributions, by issuing 386,020 £1 preference shares to Grimm Ltd Pension Scheme on 9 December 2011. The preference shares are redeemable after 5 years from the date of issue.

The Lloyds bank loans and overdraft facilities have been secured against the leasehold property, unlimited debenture from the company and the director, Mr C Simmonds' personal assets, which includes proceeds of a life insurance policy.

8. Share Capital

		2020	2019
		3	3
Allotted, Called up and fully paid		<u>3</u>	<u>3</u>
	Value	2020	2019
	£	£	£
Allotted, called up and fully paid			
Ordinary Shares	1.000	<u>3</u>	<u>3</u>

9. Directors Advances, Credits and Guarantees

Included within Creditors is the following loan from the director:

	As at 1 April 2019	Amounts advanced	Amounts repaid	Amounts written off	As at 31 March 2020
	£	£	£	£	£
Mr Christopher Simmonds	(770,027)	(3,178,382)	3,948,409	-	-

During the year, there was an amount of £2,051,655 plus a supplement owed by the Director to the Company under a Forward Agreement. At the year end, the amount has been settled by the Director.

The above loan is unsecured, interest free and repayable on demand.

Simmonds Ltd
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2020

10. Related Party Transactions

Simmonds Holdings Ltd

Simmonds Holdings Ltd controls the company.

At the year end, the company was owed £30,472 (2019: £30,024) by Simmonds Holdings Ltd. This is an interest free loan. The company has agreed not to seek repayment of this amount until Simmonds Holdings Ltd has sufficient funds to do so.

Simmonds Trading Ltd

Simmonds Holdings Ltd also controls Simmonds Trading Ltd.

During the year, the company charged a management fee to Simmonds Trading Ltd in the sum of £Nil (2019: £800,000). At the year end, the company owed £1,228,104 (2019: £1,035,301) to Simmonds Trading Ltd. This is an interest free loan. Simmonds Trading Ltd has agreed not to seek repayment of this amount until the company has sufficient funds to do so.

11. Ultimate Parent Undertaking and Controlling Party

The company's immediate and ultimate parent undertaking is Simmonds Holdings Ltd . Simmonds Holdings Ltd was incorporated in United Kingdom. The company shares were transferred to Simmonds Holdings Ltd on 28 April 2016 as a part of a share for share exchange agreement. The ultimate controlling party is Mr Christopher Simmonds who controls 100% of the shares of Simmonds Holdings Ltd.

12. General Information

Simmonds Ltd is a private company, limited by shares, incorporated in England & Wales, registered number 07018339 . The registered office is 52a Whitmore Road, London, N1 5QG.