

FIRST NATURAL BRANDS LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 APRIL 2016



FIRST NATURAL BRANDS LIMITED

**INDEPENDENT AUDITORS' REPORT TO FIRST NATURAL BRANDS LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages 2 to 7, together with the financial statements of First Natural Brands Limited for the year ended 30 April 2016 prepared under section 396 of the Companies Act 2006.

This report is made solely to the company in accordance with section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

Opinion on financial statements

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts on pages 2 to 7 have been properly prepared in accordance with the regulations made under that section.

Moore Stephens LLP

GARETH JONES FCA (Senior Statutory Auditor)

for and on behalf of MOORE STEPHENS LLP
Chartered Accountants

150 Aldersgate Street
London
EC1A 4AB


21 November 2016

FIRST NATURAL BRANDS LIMITED
REGISTERED NUMBER: 01814713

ABBREVIATED BALANCE SHEET
AS AT 30 APRIL 2016

	Note	£	2016 £	£	2015 £
Fixed assets					
Intangible assets	2		205,216		239,509
Tangible assets	3		282,629		227,286
			<u>487,845</u>		<u>466,795</u>
Current assets					
Stocks		1,000,849		733,734	
Debtors		1,574,708		1,632,568	
Cash at bank and in hand		14,330		-	
		<u>2,589,887</u>		<u>2,366,302</u>	
Creditors: amounts falling due within one year		<u>(1,458,072)</u>		<u>(1,459,871)</u>	
Net current assets			<u>1,131,815</u>		<u>906,431</u>
Total assets less current liabilities			<u>1,619,660</u>		<u>1,373,226</u>
Creditors: amounts falling due after more than one year			(52,115)		(50,540)
Provisions for liabilities					
Deferred tax			(15,909)		-
Net assets			<u>1,551,636</u>		<u>1,322,686</u>
Capital and reserves					
Called up equity share capital	4		100,000		100,000
Profit and loss account			1,451,636		1,222,686
Shareholders' funds			<u>1,551,636</u>		<u>1,322,686</u>

The abbreviated accounts, which 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, were approved and authorised for issue by the board and were signed on its behalf on 21 November 2016.



R C Russell
Director
Company Registration Number: 01814713

The notes on pages 3 to 7 form part of these financial statements.

FIRST NATURAL BRANDS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 APRIL 2016

1. Accounting Policies

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Results for the year confirm consecutive years of profits. The directors are of the opinion that the company remains profitable and is a going concern.

The shareholders of First Natural Limited are committed to the success of the business and First Natural Limited has confirmed that it will continue to provide support to growing the company's profitability further.

The directors have adopted the going concern basis for preparation of the financial statements based on budgets and forecasts which they have prepared. In the opinion of the directors, there is sufficient funding available to meet its trading requirements through 2016 and 2017 from continued support by the parent company.

The financial statements do not include any adjustments that might be required if the application of the going concern basis appears to be inappropriate.

1.2 Turnover

The turnover shown in the profit and loss accounts represents amounts invoiced in the year, net of Value Added Tax. Turnover is recognised when goods are despatched and the risks and rewards of ownership have passed.

1.3 Research and development

Research and development expenditure is either written off in the year when it is incurred or for selected assets such as licenses capitalised over the life of the relevant products.

1.4 Intangible fixed assets and amortisation

Intangible licence and development costs are initially recorded at cost, and held at cost less accumulated amortisation and any provision for impairment.

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Development expenditure	-	20% per annum of cost
Licences	-	20% per annum of cost

FIRST NATURAL BRANDS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 APRIL 2016

1. Accounting Policies (continued)

1.5 Fixed assets and depreciation

All fixed assets are initially recorded at cost.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold property	-	Equal instalments over the period of the lease
Plant and machinery	-	10%, 15% and 20% per annum of cost
Fixtures and fittings	-	20% per annum of cost
Equipment	-	20% per annum of cost

1.6 Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. No element of profit is included in the valuation of work in progress.

1.7 Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

1.8 Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

1.9 Deferred taxation

Deferred tax is recognised in respect of all material timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

FIRST NATURAL BRANDS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 APRIL 2016

1. Accounting Policies (continued)

1.10 Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

1.11 Financial instruments

Financial assets such as cash and debtors are measured at the present value of the amounts receivable, less an allowance for the expected level of doubtful receivables. Financial liabilities such as trade creditors, loans and finance leases are measured at the present value of the obligation. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

1.12 Sales ledger invoice discounting

The company has recourse to an invoice discounting agreement with a finance company, whereby the finance company has been assigned certain book trade debts, in return for a credit facility to the company. The finance company has the right to require the company to repurchase unpaid debts and therefore the company has retained the significant benefits and risks relating to the debts. In accordance with the Accounting Standard, a separate presentation has been adopted with gross trade debts shown within assets and total advances received from the finance company shown within liabilities. All costs and interest are charged to the profit and loss account as they accrue.

1.13 Pensions

The pensions costs charged in the financial statements represent the contribution payable by the company during the year.

FIRST NATURAL BRANDS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2016**

2. Intangible fixed assets

	£
Cost	
At 1 May 2015	294,693
Additions	34,956
Disposals	(5,213)
	<hr/>
At 30 April 2016	324,436
Amortisation	
At 1 May 2015	55,184
Charge for the year	64,908
On disposals	(872)
	<hr/>
At 30 April 2016	119,220
Net book value	
At 30 April 2016	<hr/> <hr/> 205,216
<i>At 30 April 2015</i>	<hr/> <hr/> 239,509

3. Tangible fixed assets

	£
Cost	
At 1 May 2015	505,767
Additions	122,998
Disposals	(3,456)
	<hr/>
At 30 April 2016	625,309
Depreciation	
At 1 May 2015	278,481
Charge for the year	67,655
On disposals	(3,456)
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At 30 April 2016	342,680
Net book value	
At 30 April 2016	<hr/> <hr/> 282,629
<i>At 30 April 2015</i>	<hr/> <hr/> 227,286

Included within the net book value of £282,629 is £86,938 (2015 - £118,383) relating to assets held under finance lease agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £23,701 (2015 - £14,525).

FIRST NATURAL BRANDS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2016**

4. Share capital

	2016	2015
	£	£
Allotted, called up and fully paid		
99,167 Ordinary A shares of £1 each	99,167	99,167
833 Ordinary B shares of £1 each	833	833
	<hr/>	<hr/>
	100,000	100,000
	<hr/>	<hr/>

All shares in issue rank pari passu.

5. Control

The company is under the control of First Natural Limited, a company incorporated in the United Kingdom.