

REGISTERED NUMBER: 04562237 (England and Wales)

CLASSIC FOLIOS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

CLASSIC FOLIOS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2019**

DIRECTOR: D Graydon

REGISTERED OFFICE: Highland House
Mayflower Close
Chandlers Ford
Eastleigh
Hampshire
SO53 4AR

BUSINESS ADDRESS: Unit B, Woodside Trade Centre
34 Parham Drive
Eastleigh
Hampshire
SO50 4NU

REGISTERED NUMBER: 04562237 (England and Wales)

BANKERS: Bank of Scotland
600 Gorgie Road
Edinburgh
Mid Lothian
EH11 3XP

BALANCE SHEET
31 DECEMBER 2019

		2019	2018
	Notes	£	£
FIXED ASSETS			
Intangible assets	4	21,856	40,000
Tangible assets	5	236,497	292,587
Investments	6	-	16,200
		<u>258,353</u>	<u>348,787</u>
CURRENT ASSETS			
Stocks		216,119	195,488
Debtors	7	1,017,811	1,349,635
Cash at bank and in hand		987,012	521,868
		<u>2,220,942</u>	<u>2,066,991</u>
CREDITORS			
Amounts falling due within one year	8	(1,077,621)	(1,279,126)
NET CURRENT ASSETS		<u>1,143,321</u>	<u>787,865</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,401,674	1,136,652
PROVISIONS FOR LIABILITIES		<u>(8,205)</u>	<u>(39,534)</u>
NET ASSETS		<u>1,393,469</u>	<u>1,097,118</u>
CAPITAL AND RESERVES			
Called up share capital		2	2
Retained earnings		1,393,467	1,097,116
SHAREHOLDERS' FUNDS		<u>1,393,469</u>	<u>1,097,118</u>

The notes form part of these financial statements

BALANCE SHEET - continued
31 DECEMBER 2019

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2019 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) 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.

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 Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the director and authorised for issue on 16 October 2020 and were signed by:

D Graydon - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

1. STATUTORY INFORMATION

Classic Folios Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standards applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies' regime.

The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

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 £1.

The financial statements have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

Going Concern

The director has considered the impact and risk on the company of COVID-19 and the company's prospects, recognising the high degree of uncertainty. The director has concluded that with the right management actions the company is a going concern for at least 12 months following the signature of the financial statements. Accordingly the director has prepared the financial statements on this basis.

Turnover

Turnover represents sales of goods net of VAT and trade discounts. Turnover is recognised when the goods are physically dispatched to the customer.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2003, has been amortised evenly over its estimated useful life of ten years. Goodwill has been fully amortised at the balance sheet date.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Patents and licences are being amortised evenly over their estimated useful life of five years.

Trademarks are being amortised evenly over their estimated useful life of ten years.

Computer software is being amortised evenly over its estimated useful life of ten years.

Tangible fixed assets

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

Short leasehold	- 10% Straight line
Fixtures and fittings	- 20% Reducing balance
Motor vehicles	- 25% Reducing balance
Computer equipment	- 33.33% Straight Line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset and is recognised in the income statement.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

2. ACCOUNTING POLICIES - continued

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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

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.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Financial instruments

The Company has elected to apply the provision of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial assets

Financial assets are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument.

Basic financial assets, which include trade and other receivables and cash and bank balances are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method, unless the arrangement constitutes a financial transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Financial liabilities

Basic financial liabilities which include trade and other payables, are initially measured at transaction price and subsequently measured at amortised cost, unless the arrangement constitutes a financing transaction where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Equity instruments

Equity instruments issued by the company are recorded at the fair value of the proceeds received net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 33 (2018 - 30) .

4. INTANGIBLE FIXED ASSETS

	Goodwill £	Other intangible assets £	Totals £
COST			
At 1 January 2019	30,000	100,000	130,000
Additions	-	1,987	1,987
At 31 December 2019	30,000	101,987	131,987
AMORTISATION			
At 1 January 2019	30,000	60,000	90,000
Charge for year	-	20,131	20,131
At 31 December 2019	30,000	80,131	110,131
NET BOOK VALUE			
At 31 December 2019	-	21,856	21,856
At 31 December 2018	-	40,000	40,000

5. TANGIBLE FIXED ASSETS

	Short leasehold £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 January 2019	196,069	88,821	345,980	74,153	705,023
Additions	-	1,117	18,638	930	20,685
At 31 December 2019	196,069	89,938	364,618	75,083	725,708
DEPRECIATION					
At 1 January 2019	189,951	66,475	94,069	61,941	412,436
Charge for year	745	4,634	66,091	5,305	76,775
At 31 December 2019	190,696	71,109	160,160	67,246	489,211
NET BOOK VALUE					
At 31 December 2019	5,373	18,829	204,458	7,837	236,497
At 31 December 2018	6,118	22,346	251,911	12,212	292,587

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019

6. FIXED ASSET INVESTMENTS

	Other investments £
COST	
At 1 January 2019	16,200
Impairments	<u>(16,200)</u>
At 31 December 2019	<u>-</u>
NET BOOK VALUE	
At 31 December 2019	<u>-</u>
At 31 December 2018	<u>16,200</u>

7. DEBTORS

	2019 £	2018 £
Amounts falling due within one year:		
Trade debtors	726,442	1,070,581
Amounts owed by group undertakings	249,459	248,919
Other debtors	<u>22,035</u>	<u>10,260</u>
	<u>997,936</u>	<u>1,329,760</u>
Amounts falling due after more than one year:		
Other debtors	<u>19,875</u>	<u>19,875</u>
Aggregate amounts	<u>1,017,811</u>	<u>1,349,635</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade creditors	75,674	105,167
Taxation and social security	92,038	144,443
Other creditors	<u>909,909</u>	<u>1,029,516</u>
	<u>1,077,621</u>	<u>1,279,126</u>

9. OTHER FINANCIAL COMMITMENTS

At the balance sheet date the company had future commitments under operating leases which totalled £877,641 (2018 - £1,030,245).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019

10. RELATED PARTY DISCLOSURES

Tower Bridge Equity Limited
Parent Company

Mr D Graydon, a director of Classic Folios Limited, owns 100% shareholding in Tower Bridge Equity Limited.

Amount due from related party at the balance sheet date is £249,459 (2018 - £248,919).

No interest was charged on the above loan during the year.

11. POST BALANCE SHEET EVENTS

COVID-19 and its effects on the business represent a non-adjusting post balance sheet event.

12. ULTIMATE PARENT PARTY

Tower Bridge Equity Limited is regarded by the director as being the company's ultimate parent company by virtue of its 100% shareholding of the company's issued share capital. The accounts are available from its registered office, Flat 13, Osprey Court, Star Place, London E1W 1AG.

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.