

D G Capital Limited
Financial Statements
for the Year Ended 31 March 2023

Brebners
Chartered Accountants & Statutory Auditor
130 Shaftesbury Avenue
London
W1D 5AR

D G CAPITAL LIMITED

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D G CAPITAL LIMITED

Company Information

| | |
|--------------------------|--|
| Directors | G Rogers J Rogers |
| Company secretary | G Rogers |
| Registered office | Unit 1 Mill Hill Industrial Estate Flower Lane London NW7 2HU |
| Auditor | Brebners Chartered Accountants & Statutory Auditor 130 Shaftesbury Avenue London W1D 5AR |

D G CAPITAL LIMITED

Statement of Financial Position as at 31 March 2023

| | Note | 2023 £ | 2022 £ |
|---|-----------|-------------------------|-------------------------|
| Fixed assets | | | |
| Intangible assets | <u>6</u> | - | 1,248 |
| Investment property | <u>7</u> | 4,005,000 | 4,005,000 |
| Investments | <u>8</u> | 2,235,925 | 2,235,925 |
| | | <u>6,240,925</u> | <u>6,242,173</u> |
| Current assets | | | |
| Debtors | <u>9</u> | 1,354,652 | 1,083,934 |
| Cash at bank and in hand | | 11,065 | 20,427 |
| | | 1,365,717 | 1,104,361 |
| Creditors: Amounts falling due within one year | <u>10</u> | (545,897) | (412,028) |
| Net current assets | | <u>819,820</u> | <u>692,333</u> |
| Total assets less current liabilities | | 7,060,745 | 6,934,506 |
| Provisions for liabilities | | (445,549) | (445,549) |
| Net assets | | <u><u>6,615,196</u></u> | <u><u>6,488,957</u></u> |
| Capital and reserves | | | |
| Called up share capital | | 1 | 1 |
| Retained earnings | | 6,615,195 | 6,488,956 |
| Shareholders' funds | | <u><u>6,615,196</u></u> | <u><u>6,488,957</u></u> |

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 and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 Statement of Income and Retained Earnings has been taken.

Approved and authorised by the Board on 26 September 2023 and signed on its behalf by:

.....

G Rogers

Director

Company registration number: 05083066

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

D G CAPITAL LIMITED

Notes to the Financial Statements for the Year Ended 31 March 2023

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:

Unit 1 Mill Hill Industrial Estate
Flower Lane
London
NW7 2HU

The principal activity of the company is that of property investment.

2 Audit Report

The Independent Auditor's Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report on 27 September 2023 was Martin Widdowson, who signed for and on behalf of Brebners.

3 Accounting policies

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 any items disclosed in the accounting policies as being shown at fair value and are presented in sterling, which is the functional currency of the entity.

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.

Going concern

The company made a profit for the year ended 31 March 2023 and had net assets of £6,615,196 at that date.

The directors have reviewed the market conditions carefully, taking into consideration the ongoing economic uncertainty in the United Kingdom and the directors' view is that the impact will be manageable.

The company's investment property is occupied by a group company. The directors believe that the market value of the property has not been detrimentally affected by the economic uncertainty in the United Kingdom and that the group company will continue to meet its rental obligations.

On the basis of the above, and after making enquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, the directors continue to adopt the going concern basis in preparing the financial statements.

Group accounts not prepared

The company is exempt under section 400 of the Companies Act 2006 from the requirement to prepare consolidated financial statements as it and its subsidiary undertaking are included in the consolidated financial statements of its parent D G International Holdings Limited.

D G CAPITAL LIMITED

Notes to the Financial Statements for the Year Ended 31 March 2023

Revenue recognition

Turnover comprises the fair value of the rentals received or receivable in the ordinary course of the company's activities. Turnover is shown net of value added tax, returns, rebates and discounts.

Rental income is recognised evenly over the period of the lease or licenses.

Tax

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

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 taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Investment property

Investment property is carried at fair value, derived from the current market prices for comparable real estate determined annually by external valuers. The valuers use observable market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset. Changes in fair value are recognised in profit or loss.

Intangible assets

Separately acquired trademarks and licences are shown at historical cost.

Trademarks, licences (including software) and customer-related intangible assets acquired in a business combination are recognised at fair value at the acquisition date.

Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

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:

| Asset class | Amortisation method and rate |
|----------------------------------|------------------------------|
| Patents, trademarks and licenses | 10 years straight line |

D G CAPITAL LIMITED

Notes to the Financial Statements for the Year Ended 31 March 2023

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.

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.

4 Staff numbers

The average number of persons employed by the company during the year, was 0 (2022 - 0).

5 Auditor's remuneration

| | 2023 £ | 2022 £ |
|-----------------------------------|--------------|--------------|
| Audit of the financial statements | <u>3,750</u> | <u>3,500</u> |

D G CAPITAL LIMITED

Notes to the Financial Statements for the Year Ended 31 March 2023

6 Intangible assets

| | Trademarks, patents and licenses £ | Total £ |
|--------------------------|---|------------|
| Cost or valuation | | |
| At 1 April 2022 | 100,449 | 100,449 |
| At 31 March 2023 | 100,449 | 100,449 |
| Amortisation | | |
| At 1 April 2022 | 99,201 | 99,201 |
| Amortisation charge | 1,248 | 1,248 |
| At 31 March 2023 | 100,449 | 100,449 |
| Carrying amount | | |
| At 31 March 2023 | - | - |
| At 31 March 2022 | 1,248 | 1,248 |

7 Investment properties

| | 2023 £ |
|-----------------------------------|-----------|
| Fair value | |
| At 1 April 2022 and 31 March 2023 | 4,005,000 |

The investment property is included at fair value as estimated by the directors at an amount of £4,005,000 based upon a previous valuation carried out by a Chartered Surveyor.

8 Investments

| | 2023 £ | 2022 £ |
|-----------------------------------|-----------|-----------|
| Investments in subsidiaries | 2,235,925 | 2,235,925 |
| Subsidiaries | | £ |
| Cost or valuation | | |
| At 1 April 2022 and 31 March 2023 | | 2,235,925 |
| Carrying amount | | |
| At 31 March 2023 | | 2,235,925 |
| At 31 March 2022 | | 2,235,925 |

D G CAPITAL LIMITED

Notes to the Financial Statements for the Year Ended 31 March 2023

9 Debtors

| | 2023 £ | 2022 £ |
|------------------------------------|------------------|------------------|
| Amounts owed by group undertakings | 1,351,323 | 1,080,868 |
| Other debtors | 3,329 | 3,066 |
| | <u>1,354,652</u> | <u>1,083,934</u> |

10 Creditors

Creditors: amounts falling due within one year

| | 2023 £ | 2022 £ |
|------------------------------------|----------------|----------------|
| Amounts owed to group undertakings | 540,000 | 405,898 |
| Other creditors | 5,897 | 6,130 |
| | <u>545,897</u> | <u>412,028</u> |

11 Profit and loss account

The profit and loss account includes an amount of £2,055,525 (2022: £2,055,525) that is not distributable in accordance with Companies Act 2006.

12 Related party transactions

In accordance with FRS 102 paragraph 1AC.35, exemption is taken not to disclose transactions in the year or amounts falling due between wholly owned group undertakings.

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.