

Financial Statements for the Year Ended 31 December 2021

for

Brandy Carnaby Limited

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for the Year Ended 31 December 2021

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Brandy Carnaby Limited

Company Information
for the Year Ended 31 December 2021

DIRECTORS:

Ms Kermabon
A Sarracino

REGISTERED OFFICE:

Unit 1a 7, Spa Road
London
United Kingdom
SE16 3QP

REGISTERED NUMBER:

08557833 (England and Wales)

AUDITORS:

Belluzzo Audit Limited
Chartered Accountants and Statutory Auditors
38 Craven Street
London
WC2N 5NG

Balance Sheet
31 December 2021

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Tangible assets	4		140,236		213,874
CURRENT ASSETS					
Stocks	5	159,162		179,819	
Debtors	6	78,352		85,607	
Cash at bank and in hand		<u>1,515,495</u>		<u>708,991</u>	
		1,753,009		974,417	
CREDITORS					
Amounts falling due within one year	7	<u>1,070,748</u>		<u>338,691</u>	
NET CURRENT ASSETS			<u>682,261</u>		<u>635,726</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			822,497		849,600
CREDITORS					
Amounts falling due after more than one year	8		(41,343)		(104,028)
PROVISIONS FOR LIABILITIES	10		<u>(8,186)</u>		<u>(16,530)</u>
NET ASSETS			<u>772,968</u>		<u>729,042</u>
CAPITAL AND RESERVES					
Called up share capital	11		1		1
Retained earnings			<u>772,967</u>		<u>729,041</u>
SHAREHOLDERS' FUNDS			<u>772,968</u>		<u>729,042</u>

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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 25 May 2022 and were signed on its behalf by:

A Sarracino - Director

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

1. **STATUTORY INFORMATION**

Brandy Carnaby 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 Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Tangible fixed assets

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

Long leasehold - over 10 years

Fixtures & fittings - 25% straight line

Government grants

JRS - Coronavirus job retention scheme

The Coronavirus Job Retention Scheme (CJRS) results in cash payments from government to compensate employers for part of the wages, associated national insurance contributions (NICs) and employer pension contributions of employees who have been placed on furlough. The company has chosen to account for CJRS government grant by adopting the accrual model under Section 24 of FRS 102.

Revenues have been recognised as income on a systematic basis over the periods in which the entity has recognised the related costs for which the grant was intended to compensate.

SBGF - Small Business Grant Fund

The Small Business Grant Fund (SBGF) is a cash payment from local authorities to eligible businesses and is accounted for in accordance with Section 24 of FRS 102. The government grant has no future performance-related conditions.

The company has chosen to account for SBGF government grant by adopting the performance model under Section 24.5B(a) of FRS 102 a grant that does not impose specified future performance-related conditions on the recipient.

Stocks

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

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

2. **ACCOUNTING POLICIES - continued**

Taxation

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

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.

Foreign exchange

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 transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 22 (2020 - 21) .

4. **TANGIBLE FIXED ASSETS**

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 January 2021 and 31 December 2021	297,237	232,858	530,095
DEPRECIATION			
At 1 January 2021	170,364	145,857	316,221
Charge for year	29,724	43,914	73,638
At 31 December 2021	200,088	189,771	389,859
NET BOOK VALUE			
At 31 December 2021	97,149	43,087	140,236
At 31 December 2020	126,873	87,001	213,874

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

5. **STOCKS**

	2021	2020
	£	£
Finished goods	<u>159,162</u>	<u>179,819</u>

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021	2020
	£	£
Trade debtors	9,060	-
Amounts owed by group undertakings	52,807	30,299
Other debtors	<u>16,485</u>	<u>55,308</u>
	<u>78,352</u>	<u>85,607</u>

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021	2020
	£	£
Trade creditors	348,193	107,799
Amounts owed to group undertakings	474,006	66,865
Taxation and social security	142,411	72,937
Other creditors	<u>106,138</u>	<u>91,090</u>
	<u>1,070,748</u>	<u>338,691</u>

8. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2021	2020
	£	£
Other creditors	<u>41,343</u>	<u>104,028</u>

9. **LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2021	2020
	£	£
Within one year	452,262	439,391
Between one and five years	<u>219,096</u>	<u>671,358</u>
	<u>671,358</u>	<u>1,110,749</u>

10. **PROVISIONS FOR LIABILITIES**

	2021	2020
	£	£
Deferred tax	<u>8,186</u>	<u>16,530</u>

	Deferred tax
	£
Balance at 1 January 2021	16,530
Provided during year	<u>(8,344)</u>
Balance at 31 December 2021	<u>8,186</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2021 £	2020 £
1	Ordinary	1	<u>1</u>	<u>1</u>

12. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Tony Castagnetti (Senior Statutory Auditor)
for and on behalf of Belluzzo Audit Limited

13. RELATED PARTY DISCLOSURES

During the year, the company was charged royalties of £330,956 (2020: £234,757) from YYGM SA, a company owned by the director's son.

At 31st December 2021, amount due to YYGM SA was £127,421 (2020: £47,501).

14. POST BALANCE SHEET EVENTS

The increase in the energy prices, bank interest rates and inflation is leading UK into a cost of living crisis. This is expected to affect the lower and middle class families, considering they are the main target customers of this company, this could have a negative impact on non-essential retail and it is possible to expect a drop in sales post year end. The directors have recognised this issue and are closely monitoring the situation, while exploring alternative strategies to improve sales.

15. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is M Kermabon, who is the director of the company.

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.