

REGISTERED NUMBER: 09471821 (England and Wales)

Girardo & Co Limited

Strategic Report, Report of the Directors and

Financial Statements for the Year Ended 31 March 2022



Girardo & Co Limited

Contents of the Financial Statements  
for the Year Ended 31 March 2022

	Page
Company Information	1
Strategic Report	2
Report of the Directors	3
Report of the Independent Auditors	5
Statement of Income and Retained Earnings	9
Balance Sheet	10
Cash Flow Statement	11
Notes to the Cash Flow Statement	12
Notes to the Financial Statements	13
Trading and Profit and Loss Account	22

Girardo & Co Limited

Company Information  
for the Year Ended 31 March 2022

**DIRECTORS:** M F Girardo  
P Marion

**SECRETARY:** Mrs C Bunch

**REGISTERED OFFICE:** Belchers Farm  
Ascott  
Oxford  
OX44 7UH

**REGISTERED NUMBER:** 09471821 (England and Wales)

**AUDITORS:** Lewis Golden LLP  
40 Queen Anne Street  
London  
W1G 9EL

Girardo & Co Limited

Strategic Report  
for the Year Ended 31 March 2022

The directors present their strategic report for the year ended 31 March 2022.

Girardo & Co. Limited ("the Company") has been in operation since June 2016. The company consigns, buys and sells classic cars from its Oxfordshire office to an international clientèle. The focus of the business is to buy and sell high quality collector cars and to sell client cars taken on consignment. The business also offers its clients a valuation service and sells rights to images from its photo archive. It is a boutique business based on strong client relationships and on offering expert market knowledge in classic cars.

**REVIEW OF BUSINESS**

Our objective is to focus on sourcing rare and high-quality cars and making these premium sales more profitable, whereas low value stock will be held for shorter periods whilst incurring little to no expenses.

**PRINCIPAL RISKS AND UNCERTAINTIES**

The principal risk to the company under review is that of exchange rate risk. With the foreign exchange market becoming increasingly volatile.

Additionally in line with this, the fluctuating interest and inflation rates, represent a credit risk to the company, if not as significant as those risk associated to foreign exchange.

In order to mitigate the increased exchange rate risk the company looks to operate in its functional currency as far as possible. Where this isn't practical, any additional credit or liabilities taken on are matched against corresponding assets such as stock, to mitigate fluctuations.

**THIS REPORT WAS APPROVED BY AND SIGNED ON:**



.....  
M F Girardo - Director

Date: 19-12-2022  
.....

Girardo & Co Limited

Report of the Directors  
for the Year Ended 31 March 2022

The directors present their report with the financial statements of the company for the year ended 31 March 2022.

**DIVIDENDS**

No dividends will be distributed for the year ended 31 March 2022.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 April 2021 to the date of this report.

M F Girardo  
P Marion

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing these financial statements, the directors are required to:

- a) select suitable accounting policies and then apply them consistently;
- b) make judgments and accounting estimates that are reasonable and prudent; and
- c) prepare the financial statements on the going concern basis, unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Girardo & Co Limited

Report of the Directors  
for the Year Ended 31 March 2022

**AUDITORS**

The auditors, Lewis Golden LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**THIS REPORT WAS APPROVED BY AND SIGNED ON:**



.....  
M F Girardo - Director

Date: 19-12-2022

Report of the Independent Auditors to the Members of  
Girardo & Co Limited

**Opinion**

We have audited the financial statements of Girardo & Co Limited (the 'company') for the year ended 31 March 2022 which comprise the Statement of Income and Retained Earnings, Balance Sheet, Cash Flow Statement and relates Notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2022 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the entity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

**Other information**

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Report of the Independent Auditors to the Members of  
Girardo & Co Limited

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Directors' report has been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Directors' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of directors**

As explained more fully in the Directors' Responsibilities Statement set out on page 4 the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Report of the Independent Auditors to the Members of  
Girardo & Co Limited

**Auditors' responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

As part of designing our audit, we determined materiality and assessed the risk of material misstatement in the financial statements, whether due to fraud or error, and then designed and performed audit procedures responsive to those risks. In particular, we looked at where the directors made subjective judgments such as making assumptions on significant accounting estimates.

We tailored the scope of our audit to ensure that we performed sufficient work to be able to give an opinion on the financial statements as a whole. We used the outputs of a risk assessment, our understanding of the company, its environment, its controls and critical business processes, to consider qualitative factors in order to ensure that we obtained sufficient coverage across all financial statement line items.

Our audit procedures were designed to respond to those identified risks, including non-compliance with laws and regulations (irregularities) and fraud that are material to the financial statements. In identifying and assessing risks of material misstatement in respect of irregularities including non-compliance with laws and regulations, our procedures included but were not limited to:

- at the planning stage, we gained an understanding of the legal and regulatory framework applicable to the company, the industry in which it operates, the structure of the company, and considered the risk of failing to comply with these legal and regulatory requirements;
- we discussed with management the policies and procedures in place regarding compliance with laws and regulations;
- we discussed amongst the engagement team the identified laws and regulations, and remained alert to any indications of non-compliance; and
- during the audit, we focused on areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience and through discussions with the directors (as required by auditing standards) from inspection of the company's regulatory and legal correspondence.

We also considered those other laws and regulations that have a direct impact on the preparation of financial statements, such as the Companies Act 2006 and UK tax legislation.

Our procedures in relation to fraud included but were not limited to:

- inquiries of management whether they have knowledge of any actual, suspected or alleged fraud;

Report of the Independent Auditors to the Members of  
Girardo & Co Limited

- gaining an understanding of the internal controls established to mitigate risk related to fraud;
- using analytical procedures to identify any unusual or unexpected relationships;
- discussion amongst the engagement team regarding risk of fraud such as opportunities for fraudulent manipulation of financial statements; and
- scrutiny of unusual transactions and entries in sensitive nominal ledger accounts.

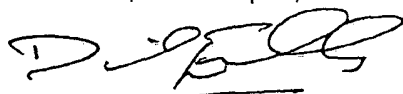
The primary responsibility for the prevention and detection of irregularities including fraud rests with both those charged with governance and management. As with any audit, there remained a risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal controls.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

**Use of our report**

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



David Edwards ACA (Senior Statutory Auditor)  
for and on behalf of Lewis Golden LLP  
40 Queen Anne Street  
London  
W1G 9EL

Date: 22 December 2022  
Date: .....

Girardo & Co Limited

Statement of Income and Retained Earnings  
for the Year Ended 31 March 2022

	Notes	31.3.22 £	31.3.21 £
<b>TURNOVER</b>	3	11,120,193	15,493,071
Cost of sales		<u>9,747,360</u>	<u>13,373,523</u>
<b>GROSS PROFIT</b>		1,372,833	2,119,548
Administrative expenses		<u>1,405,850</u>	<u>1,061,063</u>
		(33,017)	1,058,485
Other operating income		<u>694,799</u>	<u>429,739</u>
<b>OPERATING PROFIT</b>	5	661,782	1,488,224
Interest payable and similar expenses	6	<u>39,211</u>	<u>38,623</u>
<b>PROFIT BEFORE TAXATION</b>		622,571	1,449,601
Tax on profit	7	<u>160,075</u>	<u>279,377</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		462,496	1,170,224
Retained earnings at beginning of year		<u>4,746,770</u>	<u>3,576,546</u>
<b>RETAINED EARNINGS AT END OF YEAR</b>		<u><u>5,209,266</u></u>	<u><u>4,746,770</u></u>

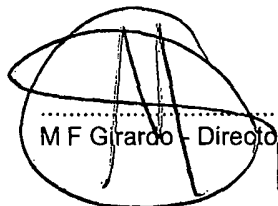
The notes form part of these financial statements

Girardo & Co Limited (Registered number: 09471821)

Balance Sheet  
31 March 2022

	Notes	31.3.22		31.3.21	
		£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	9		150,174		167,657
Tangible assets	10		3,528,321		2,951,854
			<u>3,678,495</u>		<u>3,119,511</u>
<b>CURRENT ASSETS</b>					
Stocks	11	1,681,652		1,608,485	
Debtors	12	1,957,383		2,058,275	
Cash at bank		134,821		944,714	
			<u>3,773,856</u>	<u>4,611,474</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	13	591,207		1,202,693	
<b>NET CURRENT ASSETS</b>			<u>3,182,649</u>	<u>3,408,781</u>	
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			6,861,144	6,528,292	
<b>CREDITORS</b>					
Amounts falling due after more than one year	14		1,367,107	1,496,751	
<b>NET ASSETS</b>			<u>5,494,037</u>	<u>5,031,541</u>	
<b>CAPITAL AND RESERVES</b>					
Called up share capital	16		1,000	1,000	
Share premium			283,771	283,771	
Retained earnings			5,209,266	4,746,770	
<b>SHAREHOLDERS' FUNDS</b>			<u>5,494,037</u>	<u>5,031,541</u>	

The financial statements were approved by the Board of Directors and authorised for issue on 12 - DEC - 2022 and were signed on its behalf by:

  
.....  
M F Girardo - Director

The notes form part of these financial statements

Girardo & Co Limited

Cash Flow Statement  
for the Year Ended 31 March 2022

	Notes	31.3.22 £	31.3.21 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	535,266	385,048
Interest paid		(37,925)	(34,518)
Interest element of hire purchase or finance lease rental payments paid		(1,286)	(4,105)
Tax paid		(280,730)	(138,271)
Net cash from operating activities		<u>215,325</u>	<u>208,154</u>
<b>Cash flows from investing activities</b>			
Purchase of intangible fixed assets		-	(174,894)
Purchase of tangible fixed assets		(654,088)	(2,686,482)
Sale of tangible fixed assets		-	1,539
Investments in related undertakings		(233,681)	(675,496)
Net cash from investing activities		<u>(887,769)</u>	<u>(3,535,333)</u>
<b>Cash flows from financing activities</b>			
New loans in year		-	1,700,000
Loan repayments in year		(129,642)	(97,692)
Amount withdrawn by directors		(7,807)	-
Net cash from financing activities		<u>(137,449)</u>	<u>1,602,308</u>
Decrease in cash and cash equivalents		<u>(809,893)</u>	<u>(1,724,871)</u>
Cash and cash equivalents at beginning of year	2	944,714	2,669,585
Cash and cash equivalents at end of year	2	<u>134,821</u>	<u>944,714</u>

The notes form part of these financial statements

Girardo & Co Limited

Notes to the Cash Flow Statement  
for the Year Ended 31 March 2022

1. **RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	31.3.22	31.3.21
	£	£
Profit before taxation	622,571	1,449,601
Depreciation charges	95,103	49,442
Finance costs	39,211	38,623
	<u>756,885</u>	<u>1,537,666</u>
(Increase)/decrease in stocks	(73,167)	42,341
Decrease/(increase) in trade and other debtors	342,379	(121,936)
Decrease in trade and other creditors	(490,831)	(1,073,023)
<b>Cash generated from operations</b>	<u><u>535,266</u></u>	<u><u>385,048</u></u>

2. **CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

**Year ended 31 March 2022**

	31.3.22	1.4.21
	£	£
Cash and cash equivalents	<u><u>134,821</u></u>	<u><u>944,714</u></u>

**Year ended 31 March 2021**

	31.3.21	1.4.20
	£	£
Cash and cash equivalents	<u><u>944,714</u></u>	<u><u>2,669,585</u></u>

3. **ANALYSIS OF CHANGES IN NET DEBT**

	At 1.4.21	Cash flow	At 31.3.22
	£	£	£
<b>Net cash</b>			
Cash at bank	<u>944,714</u>	<u>(809,893)</u>	<u>134,821</u>
	<u>944,714</u>	<u>(809,893)</u>	<u>134,821</u>
<b>Debt</b>			
Debts falling due within 1 year	(123,835)	-	(123,835)
Debts falling due after 1 year	<u>(1,496,751)</u>	<u>129,644</u>	<u>(1,367,107)</u>
	<u>(1,620,586)</u>	<u>129,644</u>	<u>(1,490,942)</u>
<b>Total</b>	<u><u>(675,872)</u></u>	<u><u>(680,249)</u></u>	<u><u>(1,356,121)</u></u>

The notes form part of these financial statements

Girardo & Co Limited

Notes to the Financial Statements  
for the Year Ended 31 March 2022

1. **STATUTORY INFORMATION**

Girardo & Co 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" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Turnover**

Turnover comprises the sale of goods to third parties and is recognised on signature of a binding contract for the sale. Turnover excludes VAT and equivalent taxes, duty and other disbursements made on behalf of customers.

**Intangible assets**

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less accumulated amortisation and any accumulated impairment losses.

All intangibles are measured at cost less any accumulated amortisation and any accumulated impairment losses.

The estimated useful lives range as follows:

Photo archive - 10 years

**2. ACCOUNTING POLICIES - continued**

**Tangible fixed assets**

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

- Freehold property - 50 years
- Motor vehicles - 5 years
- Fixtures and fittings - 3 years
- Office equipment - 3 years
- Computer equipment - 3 years

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

Assets under construction are held separately and no depreciation is charged until the assets are in use. Once the asset is in use, it will be transferred to the appropriate category and depreciation will be charged on an appropriate basis.

**Stocks**

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

**Financial instruments**

The company does not trade in financial instruments and all such instruments arise directly from operations.

All trade and other debtors are initially recognised at transaction value, as none contain in substance a financing transaction. Thereafter trade and other debtors are reviewed for impairment where there is objective evidence based on observable data that the balance may be impaired. The company does not hold collateral against its trade and other receivables so its exposure to credit risk is the net balance of trade and other debtors after allowance for impairment.

The company's cash holdings comprise on demand balances and is held with banks with strong external credit ratings.

Trade and other creditors and accruals are initially recognised at transaction value as none represent a financing transaction. They are only derecognised when they are extinguished. As the company only has short term receivables and payables, its net current asset position is a reasonable measure of its liquidity at any given time.

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

**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. TURNOVER**

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by class of business is given below:

	31.3.22	31.3.21
	£	£
Motor vehicle sales	9,882,100	13,680,549
Consignment commission	1,022,039	1,656,434
Other income	216,054	156,088
	<u>11,120,193</u>	<u>15,493,071</u>

All turnover arose within the United Kingdom.

Girardo & Co Limited

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2022

4. **EMPLOYEES AND DIRECTORS**

	31.3.22	31.3.21
	£	£
Wages and salaries	706,069	479,037
Social security costs	88,043	57,128
Other pension costs	24,259	32,272
	<u>818,371</u>	<u>568,437</u>

The average number of employees during the year was as follows:

31.3.22	31.3.21

The average monthly number of employees.

<u>7</u>	<u>6</u>
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Directors' remuneration

31.3.22	31.3.21
£	£
<u>221,691</u>	<u>186,756</u>

Information regarding the highest paid director for the year ended 31 March 2022 is as follows:

31.3.22
£
<u>221,691</u>

5. **OPERATING PROFIT**

The operating profit is stated after charging:

	31.3.22	31.3.21
	£	£
Depreciation - owned assets	77,621	43,128
Photo archive amortisation	17,483	7,237
Auditor's remuneration - audit	6,750	10,500
Aud' remuneration - non-audit	-	34,567
Foreign exchange differences	34,743	102,295
	<u>136,607</u>	<u>197,727</u>

6. **INTEREST PAYABLE AND SIMILAR EXPENSES**

	31.3.22	31.3.21
	£	£
Bank loan interest	37,925	34,518
Leasing	1,286	4,105
	<u>39,211</u>	<u>38,623</u>

Girardo & Co Limited

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2022

**7. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit for the year was as follows:

	31.3.22	31.3.21
	£	£
Current tax:		
UK corporation tax	160,075	279,377
Tax on profit	160,075	279,377

**Reconciliation of total tax charge included in profit and loss**

The tax assessed for the year is higher than the standard rate of corporation tax in the UK.  
The difference is explained below:

	31.3.22	31.3.21
	£	£
Profit before tax	622,571	1,449,601
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2021 - 19%)	118,288	275,424
Effects of:		
Expenses not deductible for tax purposes	41,787	2,000
Income not taxable for tax purposes	-	1,953
Total tax charge	160,075	279,377

**8. PRIOR YEAR ADJUSTMENT**

In the prior year £429,739 of other operating income relating to management recharge income invoiced to a company under common control was included in administrative expenses and has subsequently been reanalysed. The total impact on the profit for the financial year is £nil.

Girardo & Co Limited

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2022

9. **INTANGIBLE FIXED ASSETS**

	Photo archive £
<b>COST</b>	
At 1 April 2021 and 31 March 2022	174,894
<b>AMORTISATION</b>	
At 1 April 2021	7,237
Amortisation for year	17,483
At 31 March 2022	24,720
<b>NET BOOK VALUE</b>	
At 31 March 2022	150,174
At 31 March 2021	167,657

10. **TANGIBLE FIXED ASSETS**

	Freehold property £	Asset under construction £	Fixtures, fittings & equipme £
<b>COST</b>			
At 1 April 2021	2,907,335	-	51,180
Additions	63,739	573,152	8,924
At 31 March 2022	2,971,074	573,152	60,104
<b>DEPRECIATION</b>			
At 1 April 2021	32,741	-	31,573
Charge for year	53,451	-	9,503
At 31 March 2022	86,192	-	41,076
<b>NET BOOK VALUE</b>			
At 31 March 2022	2,884,882	573,152	19,028
At 31 March 2021	2,874,594	-	19,607

Girardo & Co Limited

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2022

10. **TANGIBLE FIXED ASSETS - continued**

	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 April 2021	50,014	27,980	3,036,509
Additions	243	8,030	654,088
At 31 March 2022	50,257	36,010	3,690,597
<b>DEPRECIATION</b>			
At 1 April 2021	-	20,341	84,655
Charge for year	10,051	4,616	77,621
At 31 March 2022	10,051	24,957	162,276
<b>NET BOOK VALUE</b>			
At 31 March 2022	40,206	11,053	3,528,321
At 31 March 2021	50,014	7,639	2,951,854

11. **STOCKS**

	31.3.22 £	31.3.21 £
Stocks	1,681,652	1,608,485

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

	31.3.22 £	31.3.21 £
Trade debtors	371,964	771,648
Amounts owed by participating interests	1,453,488	1,219,808
Other debtors	13,701	16,013
Directors' current accounts	7,807	-
VAT	89,109	31,546
Prepayments and accrued income	21,314	19,260
	1,957,383	2,058,275

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2022

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

	31.3.22	31.3.21
	£	£
Bank loans and overdrafts (see note 15)	123,835	123,835
Trade creditors	221,003	418,138
Tax	158,758	279,413
Social security and other taxes	12,481	9,970
Other creditors	31,815	343,272
Accrued expenses	43,315	28,065
	<u>591,207</u>	<u>1,202,693</u>

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

	31.3.22	31.3.21
	£	£
Bank loans (see note 15)	<u>1,367,107</u>	<u>1,496,751</u>

**15. LOANS**

An analysis of the maturity of loans is given below:

	31.3.22	31.3.21
	£	£
Amounts falling due within one year or on demand:		
Bank loans	<u>123,835</u>	<u>123,835</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>526,604</u>	<u>526,604</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>840,503</u>	<u>970,147</u>

A Commercial Mortgage Loan Facility of £1,490,942 was in place at 31 March 2021, which is repayable on a monthly basis, with the final payment date due in August 2032 and which bears interest at base 2.75% plus rate per annum.

The loan is secured by a debenture including fixed charge over all present freehold and leasehold property; first fixed charge over book and other debts, chattels, goodwill and uncalled capital, both present and future; and first floating charge over all assets and undertaking both present and future dated 27 July 2020.

Girardo & Co Limited

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2022

**16. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.3.22	31.3.21
1,000	Ordinary	£1	£ 1,000	£ 1,000

**17. RELATED PARTY DISCLOSURES**

Other creditors includes amounts of £Nil (2021: £231,156) owed to a director.

Sales totalling £Nil (2021: £1,621,423) and commission totalling £Nil (2021: £88,526) were made to a shareholder during the year.

During the year the Company recharged £694,799 (2021: £429,739) in respect of operating expenses incurred on behalf of, and purchased stock on behalf of (and vice versa) Girardo & Co Private Sales Limited, a related party by virtue of common control. The amount outstanding at the year end in respect of this was £1,386,033 (2021: £1,155,249).

During the year the Company paid certain administrative expenses on behalf of another entity under common control. The amount outstanding at the year end in respect of this was £67,455 (2021: £64,559).

**18. ULTIMATE CONTROLLING PARTY**

The controlling party is M F Girardo.