

REGISTERED NUMBER: 06734971 (England and Wales)

Financial Statements for the Year Ended 31 December 2019

for

Ghost Retail Limited

BBK Partnership
Chartered Accountants & Statutory Auditors
1 Beauchamp Court
10 Victors Way
Barnet
Hertfordshire
EN5 5TZ

www.datalog.co.uk

Apache

Access forbidden!

Ghost Retail Limited (Registered number: 06734971)

**Contents of the Financial Statements
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Page
Company Information	1
Statement of Financial Position	2
Notes to the Financial Statements	3 to 7

Ghost Retail Limited
Company Information
FOR THE YEAR ENDED 31 DECEMBER 2019

DIRECTORS: T Suleyman
M Suleyman

SECRETARY: Mr. S Karunyanesan

REGISTERED OFFICE: 85 Frampton Street
London
NW8 8NQ

REGISTERED NUMBER: 06734971 (England and Wales)

AUDITORS: BBK Partnership
Chartered Accountants & Statutory Auditors
1 Beauchamp Court
10 Victors Way
Barnet
Hertfordshire
EN5 5TZ

Ghost Retail Limited (Registered number: 06734971)**Statement of Financial Position
31 DECEMBER 2019**

	Notes	31.12.19 £	£	31.12.18 £	£
FIXED ASSETS					
Tangible assets	5		31,845		67,750
CURRENT ASSETS					
Stocks		1,369,771		1,129,741	
Debtors	6	627,805		317,870	
Cash at bank and in hand		<u>203,370</u>		<u>256,331</u>	
		2,200,946		1,703,942	
CREDITORS					
Amounts falling due within one year	7	<u>224,272</u>		<u>217,402</u>	
NET CURRENT ASSETS			<u>1,976,674</u>		<u>1,486,540</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,008,519		1,554,290
CREDITORS					
Amounts falling due after more than one year	8		2,009,767		1,804,138
NET LIABILITIES			<u>(1,248)</u>		<u>(249,848)</u>
CAPITAL AND RESERVES					
Called up share capital	9		1		1
Retained earnings	10		<u>(1,249)</u>		<u>(249,849)</u>
SHAREHOLDERS' FUNDS			<u>(1,248)</u>		<u>(249,848)</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 16 November 2020 and were signed on its behalf by:

T Suleyman - Director

Ghost Retail Limited (Registered number: 06734971)

**Notes to the Financial Statements
FOR THE YEAR ENDED 31 DECEMBER 2019**

1. STATUTORY INFORMATION

Ghost Retail 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.

Significant judgements and estimates

In the application of the Company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of the assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

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

Short leasehold	- Over the lease period
Fixtures and fittings	- 25% on reducing balance and 20% on reducing balance

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 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 statement of financial position date.

Ghost Retail Limited (Registered number: 06734971)

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

2. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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 statement of financial position 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.

Going concern

The accounts have been prepared in a going concern basis.

The current pandemic caused by Covid-19 has triggered global uncertainty and the impact particularly in the fashion and retail industry is expected to be extraordinary. The directors are monitoring the progress and effect of the spread of the virus, though they are unable to immediately quantify its impact on future commerciality. Strategies and policies to manage the evolving developments have been implemented by the directors, specifically:

- Monitoring changes in confirmed orders and cancellations
- Monitoring the management responses of consumer demand and trends
- Reviewing the impact on forecast that may impact impairment evaluations
- Possibilities in insurance recoveries

The directors assured that the company has sufficient resources to bear the global impact within the industry.

Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs.

Subsequently, they are measured at amortised cost using the effective interest rate method of 0%, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Ghost Retail Limited (Registered number: 06734971)**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 28 (2018 - 20).

4. AUDITORS' REMUNERATION

	31.12.19	31.12.18
	£	£
Fees payable to the company's auditors for the audit of the company's financial statements	4,700	4,700

5. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 January 2019	101,199	286,097	387,296
Additions	-	695	695
Disposals	(101,199)	(14,260)	(115,459)
At 31 December 2019	<u>-</u>	<u>272,532</u>	<u>272,532</u>
DEPRECIATION			
At 1 January 2019	101,199	218,347	319,546
Charge for year	-	36,599	36,599
Eliminated on disposal	(101,199)	(14,259)	(115,458)
At 31 December 2019	<u>-</u>	<u>240,687</u>	<u>240,687</u>
NET BOOK VALUE			
At 31 December 2019	<u>-</u>	<u>31,845</u>	<u>31,845</u>
At 31 December 2018	<u>-</u>	<u>67,750</u>	<u>67,750</u>

6. DEBTORS

	31.12.19	31.12.18
	£	£
Amounts falling due within one year:		
Trade debtors	515,256	201,698
Other debtors	<u>73,292</u>	<u>95,286</u>
	<u>588,548</u>	<u>296,984</u>
Amounts falling due after more than one year:		
Amounts owed by group undertakings	<u>39,257</u>	<u>20,886</u>
Aggregate amounts	<u>627,805</u>	<u>317,870</u>

Ghost Retail Limited (Registered number: 06734971)**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR			
		31.12.19	31.12.18
		£	£
Trade creditors		105,446	165,792
Taxation and social security		43,170	12,133
Other creditors		<u>75,656</u>	<u>39,477</u>
		<u>224,272</u>	<u>217,402</u>
8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR			
		31.12.19	31.12.18
		£	£
Amounts owed to group undertakings		1,145,516	943,566
Other creditors		<u>864,251</u>	<u>860,572</u>
		<u>2,009,767</u>	<u>1,804,138</u>
9. CALLED UP SHARE CAPITAL			
Allotted, issued and fully paid:			
Number: Class:	Nominal	31.12.19	31.12.18
	value:	£	£
1 Ordinary	1.0	<u>1</u>	<u>1</u>
10. RESERVES			Retained earnings
			£
At 1 January 2019			(249,849)
Profit for the year			<u>248,600</u>
At 31 December 2019			<u>(1,249)</u>
11. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006			

The Report of the Auditors was unqualified.

Going Concern: In forming our opinion we have considered the adequacy of the disclosure made in the directors' report and in note 2 of the financial statements regarding the global uncertainty caused by Covid-19 coronavirus. The financial statements have been prepared on a going concern basis. The appropriateness of this basis is supported by the preserved demand in the company's service and products, and its ability to continue its operations via online tools. In view of the significance of this matter we consider that it should be drawn to your attention but our opinion is not qualified in this respect.

Mr David Beckwith FCA (Senior Statutory Auditor)
for and on behalf of BBK Partnership

Ghost Retail Limited (Registered number: 06734971)

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

12. RELATED PARTY DISCLOSURES

During the year, the company received management charges of £12,500 (2018: £12,500) from Ghost Brand Limited. These management charges relate to administrative costs. Also the company paid royalties of £180,791 (2018: £113,289) to Ghost Brand Limited for the use of the Ghost Brand.

During the year, the company paid management charges of £75,000 (2018: £68,750) to Low Profile Holdings Limited. These management charges relate to administrative costs.

During the year, the company paid management charges of £72,000 (2018: £45,000) to Low Profile Fashions Limited. These management charges relate to administrative costs.

The company owed the amount of £1,145,516 (2018: £943,566) to its parent company Ghost Brand Limited which is continuing to provide financial assistance.

The company owed the amount of £638,275 (2018: £814,305) to Low Profile Fashions Limited at the year end.

The company owed the amount of £225,976 (2018: £46,268) to Hawes and Curtis Limited at the year end.

The company was owed the amount of £39,256.58 (2018: £20,886) by Ghost USA Inc at the year end.

During the year, the company purchased goods to the value of £2,319,144 (2018: £1,139,058) from Low Profile Istanbul. No amount was owed to Low Profile Istanbul at the year end.

All the above companies are under the common ownership of the directors.

13. CHARGES

A Rent deposit deed has been registered in favour of Michael David Bradley Sinclair covering all sums, whether actual or contingent under the Lease or on its expiry.

14. ULTIMATE CONTROLLING PARTY

The company is controlled by Ghost Brand Limited which is the parent undertaking.

