

REGALHOUSE LLC

Annual report

For the year ended 31 December 2022

GENERAL INFORMATION

Name of the company	Regalhouse LLC
Legal status of the company	Limited liability company
Legal address	Valentina street 16k-2-43, Riga
Registration No., date	40103971669 23.02.2016
Information about shareholders	Higham Finance Limited -26,43% Regalhouse Engineering Limited – 53,57% Laurence Jeanne Beuchard – 20,00%
Board members	Aleksandrs Zaicevs - Board member Laurence Jeanne Beuchard - Board member Jean-Francois Havier Velut - Board member
Financial year	01.01.2022. - 31.12.2022.
Accountant	SIA "VG&A. Tax&accounting services" 43603024519 Baiba Altenberga

Statement of profit or loss

(Classified by expense function)

For year 2022

Nr. p.k.	Indicator name	Note	Row code	Year 2022	Year 2021
1	2	3	4	5	6
1	Net turnover:	1	010	317 436	291 740
	a) from agricultural activity				
	b) from other main activities			317 436	291 740
2	Cost of sale	2	020	52 035	63 259
3	Gross profit		030	265 401	228 481
4	Sale expenses	3	040	304 593	187 055
5	Administration expenses	4	050	8 130	9 727
6	Other operation income	5	060	36 280	1 487
7	Other operating expenses	6	070		132
8	Income from capital participation in subsidiaries and associated companies		080		
	a) capital of affiliated companies				
	b) capital of associated companies				
	c) capital of other companies				
9	Income from securities and loans forming non-current assets				
	a) capital of affiliated companies				
	b) from associated companies and other entities, as well as securities and other long-term debtors				
10	Interest receivable and similar income	7	100	669	1 745
	a) capital of affiliated companies				
	b) other companies			669	1 745
11	Written-off of the value of non-current financial assets and short term securities				
	a) The impairment interest in associated companies ' capital				
	b) other impairment adjustments				
12	Interest payable and similar expenses	8	120	911	2 239
	a) capital of affiliated companies				
	b) other companies			911	2 239
13	Profit or loss before Corporate income tax			-11 284	32 560
14	Corporate income tax for the period		170		
15	Profit or loss for the financial year		200	-11 284	32 560

Laurence Jeanne Beuchard

BALANCE SHEET TO 31 DECEMBER, 2022

ASSETS	Note.	31.12. 2022.	31.12. 2021.
1.Non-current assets			
2.Tangible fixed assets			
Land, buildings, structures and permanent crops		75 825	140 357
Other fixed assets and equipment		780	155
1. TOTALLY:	9	76 605	140 512
2. Current assets			
I. Stocks			
1. Row materials, direct materials and auxiliary materials			
2. Finished goods and goods for resale			
3. Complete products and goods for sale		16 327	17 811
4. Unfinished orders			
5. Advanced payments for goods			
6. Work animals and productive animals			
I. TOTALLY:		16 327	17 811
I.I Debtors			
1. Customers and client debts		45 820	107 074
2. Related companies debts	10	11 840	15 771
3. Affiliated companies debts			
4. Other debts	11	11 833	5 125
5. Unpaid shares in business capital			
6. Short-term loans to joint owners and administration			
7. Next period expenses	12	4 014	3 741
8. Accrued income		30 935	
II. TOTALLY :		104 442	131 711
IV. Cash assets	13	41 556	64 411
2. TOTALLY		162 325	214 003
BALANCE		238 930	354 515

Laurence Jeanne Beuchard

BALANCE SHEET TO 31 DECEMBER, 2022

LIABILITIES	Note	31.12. 2022.	31.12. 2021.
1. Equity			
1. Share capital	14	2 800	2 800
2. Stock issue extra charge			
3. Long-term investment reestimation reserve			
4. Reserves			
a) prescribed reserves;			
b) reserves for own stocks and shares;			
c) reserves prescribed by enterprise;			
d) other reserves.			
IV. TOTALLY:			
5. Retained profit:			
a) retained profit of previous years;		93 297	60 737
b) retained profit of the year of account.	15	-11 284	32 560
1. TOTALLY		84 813	96 097
3. Creditors			
I. Long-term creditors			
Payables to related companies	16	62 863	132 113
I. TOTALLY :		62 863	132 113
II. Short-term creditors			
1. Funded borrowings			
2. Borrowings for shares			
3. Bank borrowings			
4. Other borrowings		41 207	44 936
5. Customers advanced payments		450	1 168
6. Debts to suppliers and contractors		23 180	40 123
7. Bills to be paid			
8. Payables to related companies	16		
9. Payables to affiliated companies			
10. Taxes and social security payments	17	6 606	12 545
11. Other creditors	18	9 830	13 770
12. Deferred income			
13. Dividends of the year of account			
14. Unpaid dividends of previous years			
15. Accrued liabilities	19	9 981	13 770
II. TOTALLY :		91 254	126 305
3. TOTALLY		154 117	258 418
BALANCE		238 930	354 515

Laurence Jeanne Beuchard

Appendices of the Annual report

Accounting and evaluation methods – general principles

Posts of the annual report are evaluated according to the following accounting principles:

- a) Assume that company will continue it's business
- b) Evaluation is done with certain precaution:
 - only profit gained till the balance sheet date is included;
 - one has taken into account all forecasted risk sums and loses, which appeared during the financial year in the case, if they appeared between the balance date and the completion day of the annual report;
 - all sums that decrease value or depreciation are taken into account disregarding the profit or loss gained in the financial year..
- c) All income and costs of the financial year are taken into account disregarding the date of payment or the date of the bill reception. Costs are synchronized in the financial period.
- d) The posts of assets and liabilities are evaluated independently.
- e) All posts are shown that significant impact the evaluation of the annual report by the users or the decision-making process, all the smaller posts are unified of them are given in appendix.
- f) Economic transactions in the annual year are shown taking into account their economical content and meaning, not legal form.

Related parties

The following persons are considered to be related parties: owners of the company, members of council and board, close relatives of those persons and companies, where persons have significant influence.

Tangible fixed assets

All property, plants and equipment are carried at cost less accumulated depreciation on the balance sheet. Acquired assets under 400 EUR are considered as low value inventory.

Depreciation is calculated in a straight-line basis over the estimate useful life of the assets.

The following depreciation rates were established and applied:

- computer, communication and office equipment 33%
- other fixed assets 20%
- building 5%

Trade debtors

Accounts receivable in the balance sheet are shown at net worth, minus the special provisions for doubtful receivables. The amount of doubtful receivables is determined

by the term analysis of each debtor's debt and using other relevant information on the debt recovery.

Cash

Cash in bank is considered as cash and its equivalents

Recognition of income

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

Revenue from the rendering of services are recognized by reference to the stage of completion.

Interest revenue is recognized as the interest accrues.

Statement of profit or loss

(1) Net turnover

	Year 2022	Year 2021
Revenue from sales of goods in Latvia	13 121	17 987
Revenue from sales of goods in EU countries	790	4 857
Revenue from services provided EU countries	4 320	18 100
Other revenue	1 873	722
Revenue from sales of goods in Estonia	42 360	31 395
Revenue from services provided in Estonia	254 965	213 048
Revenue from sales of goods in Lithuania	7	5 631
Total:		291 740

Turnover is the revenue generated during the year from the company's main activity – sales of goods and provision of services without VAT.

(2) Cost of sales

	Year 2022	Year 2021
Purchase cost of goods	44 410	46 307
Depreciation	4 813	9 351
Payment for services received	423	7 110
Other costs	2 389	491
Total:	52 035	63 259

(3) Selling expenses

	Year 2022	Year 2021
Personal costs	109 818	100 951
Social insurance	34 462	30 735
Business trips	47 656	30
Marketing costs	13 375	7 669
Natural loss of goods	437	
Rent of premises	4 964	9 605
Transportation and insurance expenses	10 561	8 851
Wrapping material	948	
Land tax	122	102
Other selling expenses	82 250	29 112
Total:	304593	187 055

(4) Administrative expenses

	Year 2022	Year 2021
Communication expenses	892	592
Bank charges	461	459
Professional services	4 334	5 885
Office costs	99	512
Other expenses	2 344	2 279
Total:	8 130	9 727

(5) Other income from operations

	Year 2022	Year 2021
Income from sales of property	34 092	
State support for Lithuanian branch		1 056
Exchange rate revenue	2 188	
Other incomes		431
Total:	36 280	1 487

(6) Other operating expenses

	Year 2022	Year 2021
Exchange rate losses		132
Total:		132

(7) Other interest and similar income

	Year 2022	Year 2021
Interest income from other persons	669	1 745
Total:	669	1 745

(8) Interest and similar expenses

	Year 2021	Year 2020
Penalties paid to other persons	288	1 501
Interest costs for other persons	623	738
Total:	911	2 239

Balance sheet

(9) Tangible value assets

	Buildings	Other fixed assets	Total
Acquisition value			
31.12.2021.	170569	373	170 942
Additions 2022.		772	772
Sold 2022.	77 246		77 246
31.12.2022.	93 323	1 145	94 468
Accumulated depreciation			
31.12.2021.	30 212	218	30 430
Depreciation calculated 2022.	4 666	147	4 813
Written-off	17 380		17 380
31.12.2022.	17 498	365	17 863
Net carrying amount at 31.12.2021.	140 357	155	140 512
Net carrying amount at 31.12.2022.	75 825	780	76 605

(10) Receivables from related companies

	31.12.2022	31.12.2021
Regalhouse Engineering UK, deposit	10 000	10 000
Higham Finance SIA		3 931
Cabinet Velut	1 840	1 840
Total:	11 840	15 771

(11) Other receivables

	31.12.2022	31.12.2021
Tax overpayment in Lithuania	32	519
Prepayment for services		350
Loan to other companies	11 801	
Other		4 256
Total:	11 833	5 125

(12) Next period expenses

	31.12.2022	31.12.2021
Insurance	97	134
Rent payment	3 772	3 100
Other expenses	145	507
Total:	4 014	3 741

(13) Cash assets

	31.12.2022	31.12.2021
Bank account Regalhouse LLC	11 675	4 430
Bank account Lithuanian branch	37	31
Bank account Estonian branch	29 844	59 950
Total:	41 556	64 411

(14) Share capital

The share capital is fully paid. It consists of 2800 shares with the nominal value of 1,00 EUR.

(15) Retained earnings for the reporting year

	31.12.2022	31.12.2021
Regalhouse LLC Latvia	-35 413	50 161
Lithuanian branch	-932	-1 091
Estonian branch	25 061	-16 510
Total:	-11 284	32 560

(16) Payables to related companies

Long term

	31.12.2022	31.12.2021
Loan from Regalhouse Engineering LTD	62 863	132 113
Total:	62 863	132 113

The loan is with 3% interest.

Short term

	31.12.2022	31.12.2021
Loan from Higham Finance SIA	8 047	
Loan from Higham Finance Estonian branch	33 160	
Total:	41 207	

Loan is interest free.

(17) Taxes and social security payables

	31.12.2022	31.12.2021
Tax debt to an Estonian branch	4 364	7 725
Value added tax	393	1 220
Personal income tax	640	961
Statutory social insurance contributions	1 208	2 637
Business risk duty	1	2
Total:	6 606	12 545

(18) Other payables

	31.12.2022	31.12.2021
Payment for salary	7 564	11 464
Payment to employees	146	210
Settlement of the deposit	24	
Unpaid salary	2 096	2 096
Total:	9 830	13 770

(19) Accrual liabilities

	31.12.2022	31.12.2021
Accruals for vacations	9 938	13 763
Kopā:	9 938	13 763

Other information

Taxes

Type of tax	Residue on 31.12. 2021	Calculated in 2022	Penalty	Paid 2022	Residue on 31.12. 2022
PIT Latvia	961	2 804	4	3 129	640
SSIC Latvia	2 637	6 457		7 886	1 208
Unemployment risk duty	2	4		5	1
VAT Latvia	1 220	1 203	29	2 059	393
Taxes Estonian branch	7 725	54 264		57 625	4 364
Taxes Lithuanian branch	-519			-487	-32
Total:	12 026	64 732	33	70 217	6 574
Including	519				32
- overpayment					
- tax debt	12 545				6 606

Amount of employees in the company

	Year 2022	Year 2021
Average number of employees during the financial year	4	4

Employees costs

Type of costs	Year 2022	Year 2021
Salary	109 818	100 951
Statutory social insurance contributions	34 457	30 728
Unemployment risk duty	4	6
Total:	144 279	131 685

Staff costs

The company's Board members do not received remuneration for their functions in the Board.

Information on off-balance sheet liabilities, pledged assets

No off-balance sheet commitments. The pledge agreements are not closed. There is no public involvement in court proceedings.

Regalhouse SIA 01.01.2022-31.12.2022
Annual Report
signatures

Board members confirm that the Annual Report, presented on pages 2 to 12, for Regalhouse SIA is accurate and complete (reporting period 01.01.2022-31.12.2022).

Regalhouse SIA 01.01.2022-31.12.2022
majandusaasta aruande allkirjad

Juhatus kinnitab lehekülgedel 2 kuni 12 esitatud Regalhouse SIA majandusaasta aruande koostamise õigsust ja täielikkust (aruandlusperiood 01.01.2022 -31.12.2022).

Laurence Jeanne Beuchard
Board member / Juhatuseliige

Regalhouse SIA 01.01.2022-31.12.2022
Annual Report
signatures

Date

26.05.2023.

Sidevahendid

Liik	Sisu
Mobiiltelefon	+372 59825122
E-posti aadress	laurence.beuchard@gmail.com