

Unaudited Financial Statements
for the Year Ended 31 August 2017
for
P.h.a. b Wholesale Limited

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for the Year Ended 31 August 2017

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P.h.a. b Wholesale Limited
Company Information
for the Year Ended 31 August 2017

DIRECTORS:	G Northover Mrs J Northover
SECRETARY:	Mrs J Northover
REGISTERED OFFICE:	Unit 26 Trade City Apple Lane Sowton Exeter Devon EX2 7HA
REGISTERED NUMBER:	04465821 (England and Wales)
ACCOUNTANTS:	Kirk Hills Chartered Accountants 5 Barnfield Crescent Exeter Devon EX1 1QT
BANKERS:	National Westminster Bank Plc 59 High Street Exeter Devon EX4 3DL

Balance Sheet
31 August 2017

	Notes	31.8.17 £	£	31.8.16 £	£
FIXED ASSETS					
Intangible assets	4		28,020		40,888
Tangible assets	5		81,008		95,866
			<u>109,028</u>		<u>136,754</u>
CURRENT ASSETS					
Stocks		195,000		156,000	
Debtors	6	162,608		196,501	
Cash at bank and in hand		96,927		118,249	
		<u>454,535</u>		<u>470,750</u>	
CREDITORS					
Amounts falling due within one year	7	312,957		306,067	
NET CURRENT ASSETS			<u>141,578</u>		<u>164,683</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>250,606</u>		<u>301,437</u>
CREDITORS					
Amounts falling due after more than one year	8		(5,938)		(9,688)
PROVISIONS FOR LIABILITIES			<u>(10,199)</u>		<u>(12,119)</u>
NET ASSETS			<u>234,469</u>		<u>279,630</u>
CAPITAL AND RESERVES					
Called up share capital			200		200
Retained earnings			234,269		279,430
SHAREHOLDERS' FUNDS			<u>234,469</u>		<u>279,630</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

Balance Sheet - continued
31 August 2017

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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 on 30 May 2018 and were signed on its behalf by:

G Northover - Director

Notes to the Financial Statements
for the Year Ended 31 August 2017

1. STATUTORY INFORMATION

P.h.a. b Wholesale 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.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of 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 is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

In line with FRS102a requirement the goodwill will be written down to nil by 31 August 2020.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on reducing balance

Stocks

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

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling cost in bringing stocks to their present location and condition.

Notes to the Financial Statements - continued
for the Year Ended 31 August 2017

2. ACCOUNTING POLICIES - continued

Financial instruments

(i) Financial assets

Basic financial assets, including trade and other debtors are initially recognised at the transaction price and therefore stated at amortisation cost using the effective interest method, less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases, the debtors are stated at cost less impairment losses for bad and doubtful debts.

Financial assets are derecognised when (a) the contractual rights to the cash flows from the asset expire or are settled, or (b) substantially all the risks and rewards of the ownership of the asset are transferred to another party or (c) despite having retained some significant risks and rewards of ownership, control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

(ii) Financial liabilities

Basic financial liabilities, including trade and other creditors, bank loans and other loans are initially recognised at transaction price, unless the arrangement constitutes a financing transaction.

Trade creditors are obligations to pay for goods and services that have been acquired in the ordinary course of business from suppliers. Creditors are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortisation cost using the effective interest method.

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires

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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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.

Notes to the Financial Statements - continued
for the Year Ended 31 August 2017

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 20 .

4. INTANGIBLE FIXED ASSETS

Goodwill
£

COST

At 1 September 2016
and 31 August 2017

110,000

AMORTISATION

At 1 September 2016

69,112

Charge for year

12,868

At 31 August 2017

81,980

NET BOOK VALUE

At 31 August 2017

28,020

At 31 August 2016

40,888

5. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 September 2016	30,437	229,601	72,985	77,151	410,174
Additions	2,085	-	-	6,163	8,248
At 31 August 2017	<u>32,522</u>	<u>229,601</u>	<u>72,985</u>	<u>83,314</u>	<u>418,422</u>
DEPRECIATION					
At 1 September 2016	22,413	195,475	31,889	64,531	314,308
Charge for year	1,516	5,118	10,274	6,198	23,106
At 31 August 2017	<u>23,929</u>	<u>200,593</u>	<u>42,163</u>	<u>70,729</u>	<u>337,414</u>
NET BOOK VALUE					
At 31 August 2017	<u>8,593</u>	<u>29,008</u>	<u>30,822</u>	<u>12,585</u>	<u>81,008</u>
At 31 August 2016	<u>8,024</u>	<u>34,126</u>	<u>41,096</u>	<u>12,620</u>	<u>95,866</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2017

5. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 September 2016	4,250	25,000	13,919	43,169
Transfer to ownership	(4,250)	-	(13,919)	(18,169)
At 31 August 2017	-	25,000	-	25,000
DEPRECIATION				
At 1 September 2016	1,722	3,125	9,753	14,600
Charge for year	379	5,469	1,375	7,223
Transfer to ownership	(2,101)	-	(11,128)	(13,229)
At 31 August 2017	-	8,594	-	8,594
NET BOOK VALUE				
At 31 August 2017	-	16,406	-	16,406
At 31 August 2016	2,528	21,875	4,166	28,569

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.17 £	31.8.16 £
Trade debtors	140,747	170,942
Other debtors	21,861	25,559
	162,608	196,501

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.17 £	31.8.16 £
Hire purchase contracts	3,750	9,367
Trade creditors	186,876	216,680
Taxation and social security	58,701	61,439
Other creditors	63,630	18,581
	312,957	306,067

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

	31.8.17 £	31.8.16 £
Hire purchase contracts	5,938	9,688

Notes to the Financial Statements - continued
for the Year Ended 31 August 2017

9. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

During the year the directors received a total of £134,900 dividends.

The business premises are leased from a pension scheme owned by the directors. Rent is payable of £18,297 by the company.

10. RELATED PARTY DISCLOSURES

During the year the company purchased goods at arm's length totalling £211,640 from Red Hot Products Ltd, £47,949 was owed to Red Hot Products Ltd at the year end. This company is 50% owned by Mr G Northover who is also a director.

Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
P.h.a. b Wholesale Limited

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of P.h.a. b Wholesale Limited for the year ended 31 August 2017 which comprise the Income Statement, Balance Sheet, Statement of Changes in Equity and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of P.h.a. b Wholesale Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of P.h.a. b Wholesale Limited and state those matters that we have agreed to state to the Board of Directors of P.h.a. b Wholesale Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than P.h.a. b Wholesale Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that P.h.a. b Wholesale Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of P.h.a. b Wholesale Limited. You consider that P.h.a. b Wholesale Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of P.h.a. b Wholesale Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Kirk Hills Chartered Accountants
5 Barnfield Crescent
Exeter
Devon
EX1 1QT

Date:

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.