

Red Oak Direct Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 May 2017

Gibbons
Chartered Accountants
Carleton House
136 Gray Street
Workington
Cumbria
CA14 2LU

Red Oak Direct Limited

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Red Oak Direct Limited

Company Information

Directors Mr N Brayton
Mrs M Brayton

Company secretary Mrs M Brayton

Registered office Barngill
Distington
Cumbria
CA14 5SH

Bankers HSBC Bank plc
69 Lowther Street
Whitehaven
Cumbria
CA28 7AD

Accountants Gibbons
Chartered Accountants
Carleton House
136 Gray Street
Workington
Cumbria
CA14 2LU

Red Oak Direct Limited

(Registration number: 04780413)

Balance Sheet as at 31 May 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>4</u>	155,984	157,138
Current assets			
Stocks	<u>5</u>	72,931	67,284
Debtors	<u>6</u>	29,667	25,671
Cash at bank and in hand		1,129	737
		<u>103,727</u>	<u>93,692</u>
Creditors: Amounts falling due within one year	<u>7</u>	<u>(158,162)</u>	<u>(144,437)</u>
Net current liabilities		<u>(54,435)</u>	<u>(50,745)</u>
Total assets less current liabilities		101,549	106,393
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(70,057)</u>	<u>(77,925)</u>
Provisions for liabilities		<u>(1,395)</u>	<u>(1,516)</u>
Net assets		<u>30,097</u>	<u>26,952</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>29,997</u>	<u>26,852</u>
Total equity		<u>30,097</u>	<u>26,952</u>

For the financial year ending 31 May 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 4 to 7 form an integral part of these financial statements.

Red Oak Direct Limited

(Registration number: 04780413)

Balance Sheet as at 31 May 2017

Approved and authorised by the Board on 26 February 2018 and signed on its behalf by:

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Mr N Brayton

Director

The notes on pages 4 to 7 form an integral part of these financial statements.

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Red Oak Direct Limited

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

1 General information

The company is a private company limited by share capital incorporated in England and Wales.

The address of its registered office is:

Barnhill
Distington
Cumbria
CA14 5SH

The principal place of business is:

Barnhill
Distington
Cumbria
CA14 5SH

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Land and buildings	Nil
Fixtures, fitting and equipment	25% Straight line basis
Other property, plant and equipment	25% Reducing balance basis

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Red Oak Direct Limited

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

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Red Oak Direct Limited

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

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 7 (2016 - 7).

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Other property, plant and equipment £	Total £
Cost or valuation				
At 1 June 2016	149,999	12,559	28,797	191,355
Additions	-	923	-	923
At 31 May 2017	149,999	13,482	28,797	192,278
Depreciation				
At 1 June 2016	-	10,412	23,801	34,213
Charge for the year	-	865	1,216	2,081
At 31 May 2017	-	11,277	25,017	36,294
Carrying amount				
At 31 May 2017	149,999	2,205	3,780	155,984
At 31 May 2016	149,999	2,145	4,994	157,138

Included within the net book value of land and buildings above is £149,999 (2016 - £149,999) in respect of freehold land and buildings.

5 Stocks

	2017 £	2016 £
Finished goods and goods for resale	72,931	67,284

6 Debtors

	2017 £	2016 £
Trade debtors	24,919	22,328
Other debtors	4,748	3,343
Total current trade and other debtors	29,667	25,671

Red Oak Direct Limited

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

7 Creditors

	Note	2017 £	2016 £
Due within one year			
Loans and borrowings	<u>8</u>	38,786	82,819
Trade creditors		33,556	34,621
Taxation and social security		5,584	5,798
Other creditors		76,749	18,276
Corporation tax control		3,487	2,923
		<u>158,162</u>	<u>144,437</u>
Due after one year			
Loans and borrowings	<u>8</u>	<u>70,057</u>	<u>77,925</u>

8 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Bank borrowings	<u>70,057</u>	<u>77,925</u>
Current loans and borrowings		
Bank borrowings	7,548	7,228
Bank overdrafts	<u>31,238</u>	<u>75,591</u>
	<u>38,786</u>	<u>82,819</u>

Loans and borrowings

The company has given security on the bank loan and bank overdraft in the form of fixed and floating charges.

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.