REGISTERED NUMBER: 05022721 (England and Wales)

Unaudited Financial Statements

for the Year Ended 31 January 2018

for

BIRDS AND WORDS LIMITED

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for the year ended 31 January 2018

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Directors:	Mr S Moss Ms S Moss
Secretary:	Mr S Moss
Registered office:	Mill Batch Blackford Road Mark Highbridge Somerset TA9 4NR
Registered number:	05022721 (England and Wales)
Accountants:	Haines Watts Chartered Accountants 305 Regents Park Road Finchley London N3 1DP

Balance Sheet
31 January 2018

	Notes	£	2018 £	£	2017 £
Fixed assets					
Tangible assets	4		2,421		2,464
Current assets					
Debtors	5	11,744		6,914	
Cash at bank and in hand		1,581		1,056	
		13,325		7,970	
Creditors					
Amounts falling due within one year	6	15,273		9,898	
Net current liabilities			(1,948)		(1,928)
Total assets less current liabilities			473		536
Provisions for liabilities	7		464		493
Net assets			9		43
Capital and reserves					
Called up share capital	8		2		2
Retained earnings			7		41
Shareholders' funds			9		43

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 January 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 January 2018 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

(b) 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.

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 Profit and Loss Account has not been delivered.

The financial statements were approved by the Board of Directors on 10 October 2018 and were signed on its behalf by:

Mr S Moss - Director

The notes form part of these financial statements

1. Statutory information

Birds And Words 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.

The company has net current liabilities of £1,948 (2017: £1,928) and relies on the support of its directors to ensure it meets its liabilities as they fall due. On this basis, the directors considers it appropriate to prepare the financial statements on the going concern basis.

Key source of estimation, uncertainty and judgement
The preparation of financial statements in conformity with generally accepted accounting practice requires management to make estimates and judgement that affect the reported amounts of assets and liabilities as well as the disclosure of contingent assets and liabilities at the balance sheet date and the reported amounts of revenues and expenses during the reporting period.

There is estimation uncertainty in calculating depreciation. A full line by line review of fixed assets is carried out by management regularly. Whilst every attempt is made to ensure that the depreciation policy is as accurate as possible, there remains a risk that the policy does not match the useful life of the assets.

There is estimation uncertainty in calculating deferred tax. A review of the provision for future taxation is carried out by management. Whilst every attempt is made to ensure that the deferred tax is accurate as possible, there remains a risk that the provisions do not match the actual tax liability when the asset is disposed off.

There is estimation uncertainty in calculating bad debt provisions. A full line by line review of trade debtors is carried out at the end of each month. Whilst every attempt is made to ensure that the bad debt provisions are as accurate as possible, there remains a risk that the provisions do not match the level of debts which ultimately prove to be uncollectable.

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.

Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 25% straight line

2. **Accounting policies - continued**

Financial instruments
Financial assets and financial liabilities are recognised in the balance sheet when the company becomes a party to the contractual provisions of the instrument.

Trade and other debtors and creditors are classified as basic financial instruments and measured at initial recognition at transaction price. Debtors and creditors are subsequently measured at amortised cost using the effective interest rate method. A provision is established when there is objective evidence that the company will not be able to collect all amounts due.

Cash and cash equivalents are classified as basic financial instruments and comprise cash in hand and at bank and bank overdrafts which are integral part of the company's cash management.

Financial liabilities and equity instruments issued by the company are classified in accordance with the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs.

Taxation
Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss Account, 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.

3. **Employees and directors**

The average number of employees during the year was 2 (2017 - 2) .

4. **Tangible fixed assets**

	Fixtures and fittings £	Computer equipment £	Totals £
Cost			
At 1 February 2017	9,666	6,845	16,511
Additions	-	999	999
At 31 January 2018	9,666	7,844	17,510
Depreciation			
At 1 February 2017	8,299	5,748	14,047
Charge for year	342	700	1,042
At 31 January 2018	8,641	6,448	15,089
Net book value			
At 31 January 2018	1,025	1,396	2,421
At 31 January 2017	1,367	1,097	2,464

5. **Debtors: amounts falling due within one year**

	2018 £	2017 £
Trade debtors	4,104	1,028
Other debtors	7,640	5,886
	11,744	6,914

6. **Creditors: amounts falling due within one year**

	2018 £	2017 £
Bank loans and overdrafts	6,091	-
Trade creditors	-	300
Taxation and social security	7,742	8,158
Other creditors	1,440	1,440
	15,273	9,898

Bank overdrafts and bank loans are secured by way of fixed and floating charge over the company's assets and undertaking.

7. **Provisions for liabilities**

	2018 £	2017 £
Deferred tax	464	493

	Deferred tax £
Balance at 1 February 2017	493
Released during the year	(29)
Balance at 31 January 2018	464

8. **Called up share capital**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2018 £	2017 £
2	Ordinary	£1	2	2

9. **Directors' advances, credits and guarantees**

The following advances and credits to a director subsisted during the years ended 31 January 2018 and 31 January 2017:

	2018 £	2017 £
Mr S Moss		
Balance outstanding at start of year	4,657	4,257
Amounts advanced	35,395	33,900
Amounts repaid	(32,412)	(33,500)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	7,640	4,657

The director's loan from the company was repaid within nine months of the company year end 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.