

Company Registration No. 05737708 (England and Wales)

FABRICON DESIGN LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

FABRICON DESIGN LIMITED

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FABRICON DESIGN LIMITED

BALANCE SHEET

AS AT 31 AUGUST 2020

		2020	2019
	Notes	£	£
Fixed assets			
Intangible assets	3	15,843	400
Tangible assets	4	519,465	465,085
		<u>535,308</u>	<u>465,485</u>
Current assets			
Stocks		66,273	51,610
Debtors	5	231,743	282,240
Cash at bank and in hand		513,636	242,462
		<u>811,652</u>	<u>576,312</u>
Creditors: amounts falling due within one year	6	<u>(273,468)</u>	<u>(212,674)</u>
Net current assets		<u>538,184</u>	<u>363,638</u>
Total assets less current liabilities		<u>1,073,492</u>	<u>829,123</u>
Creditors: amounts falling due after more than one year	7	(28,943)	(33,251)
Provisions for liabilities		<u>(94,360)</u>	<u>(83,076)</u>
Net assets		<u>950,189</u>	<u>712,796</u>
Capital and reserves			
Called up share capital	8	1,000	1,000
Profit and loss reserves		949,189	711,796
Total equity		<u>950,189</u>	<u>712,796</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 August 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and signed by the director and authorised for issue on 11 January 2021

M E Bushdyhan
Director

Company Registration No. 05737708

FABRICON DESIGN LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2020

1 Accounting policies

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

On 11 March 2020, Covid-19 was designated a pandemic by the World Health Organisation (WHO). The directors continue to review the impact on the business, ensuring provisions are put in place to mitigate any risk to the company's ability to trade as a going concern. At the date of signing the financial statements, in the opinion of the directors, Covid-19 will not impact on the company's ability to trade as a going concern. Consequently, the company continues to adopt the going concern basis in preparing the financial statements.

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services in relation to innovative plastics component design, manufacturing process (3Dimensional ABS Prototype Modelling), product production and product testing and is shown net of VAT.

1.4 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised at a rate of 10% on a straight line basis.

1.5 Intangible fixed assets other than goodwill

Intangible assets represent Trade Marks and Patents and are recognised at cost. No depreciation has been provided against these assets, as in the opinion of the director, their market value has not fallen below their historical cost.

Software	33% straight line
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1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold improvements	15% straight line
Plant and equipment	10% straight line/25% straight line
Fixtures and fittings	10% straight line/33.3% straight line/25% straight line
Motor vehicles	25% straight line

FABRICON DESIGN LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

1 Accounting policies

(Continued)

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.7 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

1.8 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.10 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

FABRICON DESIGN LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

1 Accounting policies

(Continued)

1.11 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.13 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

1.14 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

1.15 Company information

Fabrics Design Limited is a private company limited by shares incorporated in England and Wales. The registered office is Unit 2 Wellington Centre, Whitelands Road, Ashton-Under-Lyne, Lancashire, OL6 6UY.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 10 (2019 - 12).

FABRICON DESIGN LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

3 Intangible fixed assets

	Goodwill £	Other £	Total £
Cost			
At 1 September 2019	68,480	400	68,880
Additions	-	23,164	23,164
At 31 August 2020	68,480	23,564	92,044
Amortisation and impairment			
At 1 September 2019	68,480	-	68,480
Amortisation charged for the year	-	7,721	7,721
At 31 August 2020	68,480	7,721	76,201
Carrying amount			
At 31 August 2020	-	15,843	15,843
At 31 August 2019	-	400	400

4 Tangible fixed assets

	Land and buildings £	Plant and machinery etc £	Total £
Cost			
At 1 September 2019	46,937	1,062,681	1,109,618
Additions	-	183,768	183,768
Disposals	-	(10,208)	(10,208)
At 31 August 2020	46,937	1,236,241	1,283,178
Depreciation and impairment			
At 1 September 2019	34,918	609,615	644,533
Depreciation charged in the year	7,040	122,348	129,388
Eliminated in respect of disposals	-	(10,208)	(10,208)
At 31 August 2020	41,958	721,755	763,713
Carrying amount			
At 31 August 2020	4,979	514,486	519,465
At 31 August 2019	12,019	453,066	465,085

FABRICON DESIGN LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

5 Debtors	2020	2019
	£	£
Amounts falling due within one year:		
Trade debtors	173,286	96,809
Amounts owed by group undertakings	-	100,616
Other debtors	58,457	84,815
	<u>231,743</u>	<u>282,240</u>
	<u><u>231,743</u></u>	<u><u>282,240</u></u>
 6 Creditors: amounts falling due within one year	 2020	 2019
	£	£
Trade creditors	141,326	131,462
Amounts owed to group undertakings	2,440	-
Taxation and social security	65,028	36,635
Other creditors	64,674	44,577
	<u>273,468</u>	<u>212,674</u>
	<u><u>273,468</u></u>	<u><u>212,674</u></u>
 7 Creditors: amounts falling due after more than one year	 2020	 2019
	£	£
Other creditors	28,943	33,251
	<u>28,943</u>	<u>33,251</u>
	<u><u>28,943</u></u>	<u><u>33,251</u></u>
 8 Called up share capital	 2020	 2019
	£	£
Ordinary share capital		
Issued and fully paid		
999 A Ordinary shares of £1 each	999	999
1 B Ordinary shares of £1 each	1	1
	<u>1,000</u>	<u>1,000</u>
	<u><u>1,000</u></u>	<u><u>1,000</u></u>

FABRICON DESIGN LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2020

9 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2020	2019
£	£
53,618	93,818
<u>53,618</u>	<u>93,818</u>

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.