Registration number: 05977621

Home and Beauty Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 December 2016



Home and Beauty Limited

(Registration number: 05977621)
Balance Sheet as at 31 December 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible assets	3	6,668	7,934
Current assets			
Stocks		2,194,562	2,006,150
Debtors	4	2,167,761	1,993,030
Cash at bank and in hand		203	7,802
		4,362,526	4,006,982
Creditors: Amounts falling due within one year	5	(3,749,994)	(3,210,702)
Net current assets		612,532	796,280
Total assets less current liabilities		619,200	804,214
Creditors: Amounts falling due after more than one year	5	-	(35,070)
Net assets		619,200	769,144
Capital and reserves			
Called up share capital		22	22
Profit and loss account		619,178	769,122
Total equity		619,200	769,144

The notes on pages 3 to 5 form an integral part of these financial statements.

Home and Beauty Limited

(Registration number: 05977621)
Balance Sheet as at 31 December 2016 (continued)

For the financial year ending 31 December 2016 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 and in accordance with the provisions of FRS 102 Section 1A Small Entities.

These annual accounts and reports 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.

Approved and authorised by the Board on 11 July 2017 and signed on its behalf by:

N.A. Warren

Mr N A Warren

Director

1 Accounting policies

Statutory information

Home and Beauty Limited is a private company, limited by shares, domiciled in England, company number 05977621. The registered office is at Unit 1 Omega Court, 370 Cemetery Road, Sheffield, S11 8TR.

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 the provisions of Financial Reporting Standard 102 Section 1A Small Entities.

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.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Depreciation

Depreciation is charged so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Fixtures & fittings	25% reducing balance
Office equipment	20% straight line

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.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the statement of comprehensive income.

2 Staff numbers

The average number of persons employed by the company (including directors) during the year, analysed by category was as follows:

	2016 No.	2015 No.
Sales and administration	5	6

3 Tangible assets

	Fixtures and fittings £	Office equipment £	Total £
Cost or valuation			
At 1 January 2016	3,638	15,307	18,945
Additions	-	1,472	1,472
Disposals	(1,028)	-	(1,028)
At 31 December 2016	2,610	16,779	19,389
Depreciation			
At 1 January 2016	1,372	9,639	11,011
Charge for the year	455	2,283	2,738
Eliminated on disposal	(1,028)	-	(1,028)
At 31 December 2016	799	11,922	12,721
Carrying amount			
At 31 December 2016	1,811	4,857	6,668
At 31 December 2015	2,266	5,668	7,934

4 Debtors

	2016 £	2015 £
Trade debtors	2,154,459	1,985,445
Prepayments	13,302	7,585
	2,167,761	1,993,030

5 Creditors

	2016 £	2015 £
Due within one year		
Bank borrowings	35,069	84,166
Bank overdrafts	39,081	-
Invoice finance (secured)	1,255,422	1,581,981
Trade creditors	2,103,307	927,489
Directors' current accounts	107,042	9,779
Corporation tax	71,058	85,000
Social security and other taxes	116,982	387,494
Other creditors	15,627	124,993
Accrued expenses	6,406	9,800
	3,749,994	3,210,702
Due after one year		
Loans and borrowings	-	35,070

Invoice financing is secured by a fixed and floating charge over the company's assets.

6 Related party transactions

Mr N A Warren and Mrs D K Warren
(directors of the company)

Mr & Mrs Warren have provided a personal guarantee for £75,000 to the company's bank in respect of the company's bank borrowings. In addition, Mr Warren has also provided a personal guarantee in respect of the company's bank loan.

7 Post balance sheet events

Subsequent to the balance sheet date, the company paid interim dividends amounting to £92,500 in respect of the period ended 31 December 2017.