

Formby Trading Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 January 2017

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Southport
Merseyside
PR9 0PG

Formby Trading Limited

Contents

Balance Sheet	<u>1</u>
Notes to the Financial Statements	<u>2</u> to <u>5</u>

Formby Trading Limited
(Registration number: 05978521)
Balance Sheet as at 31 January 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>4</u>	3,889	3,511
Current assets			
Stocks	<u>5</u>	47,503	49,296
Debtors	<u>6</u>	2,378	2,315
Cash at bank and in hand		61,420	52,256
		111,301	103,867
Creditors: Amounts falling due within one year	<u>7</u>	(114,070)	(105,551)
Net current liabilities		(2,769)	(1,684)
Net assets		1,120	1,827
Capital and reserves			
Called up share capital		180	180
Profit and loss account		940	1,647
Total equity		1,120	1,827

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

Director's 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 director acknowledges her responsibilities for complying with the requirements of the Act with respect to accounting

records and the preparation of accounts.

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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.

Approved and authorised by the director on 31 July 2017

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Mrs R Jackson

Director

The notes on pages 2 to 5 form an integral part of these financial statements.

Formby Trading Limited
Notes to the Financial Statements for the Year Ended 31 January 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:
55 Houghton Street
Southport
Merseyside
PR9 0PG

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
Plant and machinery	15% Reducing balance

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.

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.

Formby Trading Limited
Notes to the Financial Statements for the Year Ended 31 January 2017

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.

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.

3 Staff numbers

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

Formby Trading Limited
Notes to the Financial Statements for the Year Ended 31 January 2017

4 Tangible assets

	Other property, plant and equipment £	Total £
Cost or valuation		
At 1 February 2016	7,463	7,463
Additions	916	916
At 31 January 2017	8,379	8,379
Depreciation		
At 1 February 2016	3,952	3,952
Charge for the year	538	538
At 31 January 2017	4,490	4,490
Carrying amount		
At 31 January 2017	3,889	3,889
At 31 January 2016	3,511	3,511

5 Stocks

	2017 £	2016 £
Finished goods and goods for resale	47,503	49,296

6 Debtors

	2017 £	2016 £
Trade debtors	52	420
Other debtors	2,326	1,895
Total current trade and other debtors	2,378	2,315

7 Creditors

	Note	2017 £	2016 £
Due within one year			
Trade creditors		20,179	13,638
Amounts owed to related parties	<u>8</u>	73,137	70,893
Taxation and social security		11,711	9,516
Other creditors		9,043	11,504
		114,070	105,551

Formby Trading Limited
Notes to the Financial Statements for the Year Ended 31 January 2017

8 Related party transactions

Transactions with directors

2017	At 1 February 2016 £	Advances to directors £	Repayments by director £	At 31 January 2017 £
Mrs R Jackson				
Directors loan account	(70,893)	121	(2,364)	(73,137)

2016	At 1 February 2015 £	Advances to directors £	Repayments by director £	At 31 January 2016 £
Mrs R Jackson				
Directors loan account	(105,212)	35,399	(1,080)	(70,893)

9 Transition to FRS 102

These are the company's first financial statements under FRS 102 Section 1A. The company's date of transition was 1st February 2016, with the financial statements for the year ended 31st January 2016 being the last financial statements prepared under the previous accounting framework.

The policies applied under the company's previous accounting framework are not materially different to FRS102 Section 1A and have not impacted on equity or profit and loss.