Registration number: 06902921

Falkon Digital Limited

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



Hallidays
Chartered Accountants
Riverside House
Kings Reach Business Park
Yew Street
Stockport
Cheshire
SK4 2HD

Falkon Digital Limited

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Falkon Digital Limited

Company Information

Directors	Mr L Sherran Mrs S Sherran
Registered office	26 Springwood Avenue Knutsford Cheshire WA16 8JA
Accountants	Hallidays Chartered Accountants Riverside House Kings Reach Business Park Yew Street Stockport Cheshire SK4 2HD

Falkon Digital Limited

(Registration number: 06902921)
Balance Sheet as at 31 May 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	2,331	2,377
Current assets			
Debtors	5	30,564	17,427
Cash at bank and in hand		1	16,354
		30,565	33,781
Creditors: Amounts falling due within one year	6	(38,293)	(31,377)
Net current (liabilities)/assets		(7,728)	2,404
Net (liabilities)/assets		(5,397)	4,781
Capital and reserves			
Called up share capital		2	2
Profit and loss account		(5,399)	4,779
Total equity		(5,397)	4,781

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.

Approved and authorised by the Board on 27 February 2018 and signed on its behalf by:

.....

Mr L Sherran

Director

Falkon Digital 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:
26 Springwood Avenue
Knutsford
Cheshire
WA16 8JA

These financial statements were authorised for issue by the Board on 27 February 2018.

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
Office equipment	25% written down value

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.

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.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.
Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 5 (2016 - 5).

4 Tangible assets

	Furniture, fittings and equipment £	Total £
Cost or valuation		
At 1 June 2016	7,569	7,569
Additions	731	731
At 31 May 2017	8,300	8,300
Depreciation		
At 1 June 2016	5,192	5,192
Charge for the year	777	777
At 31 May 2017	5,969	5,969
Carrying amount		
At 31 May 2017	2,331	2,331
At 31 May 2016	2,377	2,377

5 Debtors

	2017 £	2016 £
Trade debtors	16,785	17,427
Other debtors	13,779	-
Total current trade and other debtors	30,564	17,427

6 Creditors

	Note	2017 £	2016 £
Due within one year			
Bank loans and overdrafts	7	12,505	-
Taxation and social security		15,027	16,669
Other creditors		10,761	14,708
		38,293	31,377

7 Loans and borrowings

	2017 £	2016 £
Current loans and borrowings		
Bank overdrafts	12,505	-

8 Related party transactions

Transactions with directors

2017	Advances to directors £	At 31 May 2017 £
Mr L Sherran		
Adsvances	6,290	6,290
Mrs S Sherran		
Advances	6,289	6,289

9 Transition to FRS 102

The first time adoption of FRS102 (section 1A) has not required any transitional adjustments to be made.

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.