

Bread & Butter Foods Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 30 June 2017

Bread & Butter Foods Ltd

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Bread & Butter Foods Ltd
(Registration number: 09525927)
Balance Sheet as at 30 June 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>4</u>	11,132	14,843
Current assets			
Stocks	<u>5</u>	1,600	1,050
Debtors	<u>6</u>	12,926	17,201
Cash at bank and in hand		8,434	5,919
		22,960	24,170
Creditors: Amounts falling due within one year	<u>7</u>	(30,950)	(28,334)
Net current liabilities		(7,990)	(4,164)
Total assets less current liabilities		3,142	10,679
Creditors: Amounts falling due after more than one year	<u>7</u>	(2,245)	(4,034)
Provisions for liabilities		(1,238)	(1,737)
Net (liabilities)/assets		(341)	4,908
Capital and reserves			
Called up share capital		100	100
Profit and loss account		(441)	4,808
Total equity		(341)	4,908

For the financial year ending 30 June 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.

The notes on pages 3 to 7 form an integral part of these financial statements.

Bread & Butter Foods Ltd
(Registration number: 09525927)
Balance Sheet as at 30 June 2017

Approved and authorised by the Board on 31 October 2017 and signed on its behalf by:

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Miss S E Loader

Director

.....

Mrs K Ward

Director

The notes on pages 3 to 7 form an integral part of these financial statements.
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Bread & Butter Foods Ltd

Notes to the Financial Statements for the Year Ended 30 June 2017

1 General information

The company is a private company limited by share capital incorporated in England & Wales.

The address of its registered office is:

Unit 6 Waterloo Park Ind Est

Upper Brook Street

Stockport

SK1 3BP

These financial statements were authorised for issue by the Board on 31 October 2017.

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.

Going concern

The financial statements have been prepared on a going concern basis.

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% Reducing balance
Fixtures and fittings	25% Reducing balance
Motor vehicles	25% 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.

Bread & Butter Foods Ltd

Notes to the Financial Statements for the Year Ended 30 June 2017

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.

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.

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.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Bread & Butter Foods Ltd

Notes to the Financial Statements for the Year Ended 30 June 2017

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 directors) during the year, was 7 (2016 - 6).

Bread & Butter Foods Ltd

Notes to the Financial Statements for the Year Ended 30 June 2017

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation			
At 1 July 2016	8,517	10,653	19,170
At 30 June 2017	8,517	10,653	19,170
Depreciation			
At 1 July 2016	1,863	2,464	4,327
Charge for the period	1,664	2,047	3,711
At 30 June 2017	3,527	4,511	8,038
Carrying amount			
At 30 June 2017	4,990	6,142	11,132
At 30 June 2016	6,654	8,189	14,843

5 Stocks

	2017 £	2016 £
Other inventories	1,600	1,050

6 Debtors

	2017 £	2016 £
Trade debtors	9,998	14,300
Rental deposit	2,928	2,901
Total current trade and other debtors	12,926	17,201

7 Creditors

Bread & Butter Foods Ltd

Notes to the Financial Statements for the Year Ended 30 June 2017

	Note	2017 £	2016 £
Due within one year			
Bank loans and overdrafts	<u>8</u>	10,564	6,788
Trade creditors		3,392	-
Directors loan accounts	<u>9</u>	6,281	11,713
Taxation and social security		6,453	1,214
Corporation tax and accruals		<u>4,260</u>	<u>8,619</u>
		<u>30,950</u>	<u>28,334</u>
Due after one year			
Loans and borrowings	<u>8</u>	<u>2,245</u>	<u>4,034</u>

8 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Finance lease liabilities	<u>2,245</u>	<u>4,034</u>

	2017 £	2016 £
Current loans and borrowings		
Bank overdrafts	3,776	-
Finance lease liabilities	1,788	1,788
Other borrowings	<u>5,000</u>	<u>5,000</u>
	<u>10,564</u>	<u>6,788</u>

9 Related party transactions

Transactions with directors

Other transactions with directors

The directors advanced a loan to the company. The loan is interest free and repayable at the directors discretion. At the balance sheet date the amount due to the directors was £6281.