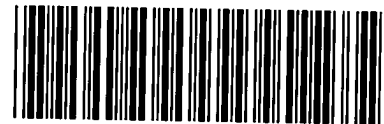


HAPPYSMILE LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2017
PAGES FOR FILING WITH REGISTRAR

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COMPANIES HOUSE

THE A9 PARTNERSHIP LIMITED

Chartered Accountants

Abercorn School

Newton

West Lothian

EH52 6PZ

HAPPYSMILE LIMITED

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HAPPYSMILE LIMITED

COMPANY INFORMATION

Director	Mr S Cattle
Secretary	Mr G R Hetherington
Company number	SC273630
Registered office	Abercorn School Newton Broxburn West Lothian EH52 6PZ
Accountants	The A9 Partnership Limited Abercorn School Newton West Lothian EH52 6PZ

HAPPYSMILE LIMITED

BALANCE SHEET

AS AT 31 MARCH 2017

	Notes	2017 £	£	2016 £	£
Fixed assets					
Goodwill	4		-		-
Tangible assets	5		1,558		1,337
			<u>1,558</u>		<u>1,337</u>
Current assets					
Stocks		900		900	
Debtors	6	41,194		43,741	
Cash at bank and in hand		2,101		3,189	
		<u>44,195</u>		<u>47,830</u>	
Creditors: amounts falling due within one year	7	(135,997)		(159,322)	
Net current liabilities			(91,802)		(111,492)
Total assets less current liabilities			<u>(90,244)</u>		<u>(110,155)</u>
Capital and reserves					
Called up share capital	8		2		2
Profit and loss reserves			(90,246)		(110,157)
Total equity			<u>(90,244)</u>		<u>(110,155)</u>

The director 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 March 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The member has 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 11/9/17

Mr S Cantle
Director

Company Registration No. SC273630

HAPPYSMILE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

Company information

Happysmile Limited is a private company limited by shares incorporated in Scotland. The registered office is Abercorn School, Newton, Broxburn, West Lothian, EH52 6PZ.

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, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

The company has a net asset deficiency of £90,246. The company is dependent on the continued financial support of the director, S Cantle. The director will continue to provide support on the basis it is appropriate to prepare the accounts on a going concern basis.

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

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 on a systematic basis over its expected life, which is 10 years.

For the purposes of impairment testing, goodwill is allocated to the cash-generating units expected to benefit from the acquisition. Cash-generating units to which goodwill has been allocated are tested for impairment at least annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash-generating unit is less than the carrying amount of the unit, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata on the basis of the carrying amount of each asset in the unit.

1.5 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.

HAPPYSMILE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

(Continued)

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:

Fixtures & fittings	10% straight line
Equipment	33% straight line

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.

1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

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.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

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.

HAPPYSMILE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

(Continued)

1.9 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.10 Equity instruments

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

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.

HAPPYSMILE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies (Continued)

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 income 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 lease asset are consumed.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 1 (2016 - 1).

3 Director's remuneration

	2017 £	2016 £
Remuneration paid to directors	11,040	11,060

Dividends totalling £0 (2016 - £0) were paid in the year in respect of shares held by the company's directors.

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 1 (2016 - 1).

4 Intangible fixed assets

	Goodwill £
Cost	
At 1 April 2016 and 31 March 2017	180,000
Amortisation and impairment	
At 1 April 2016 and 31 March 2017	180,000
Carrying amount	
At 31 March 2017	-
At 31 March 2016	-

HAPPYSMILE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2017

5 Tangible fixed assets

Plant and machinery etc £

Cost

At 1 April 2016

21,792

Additions

842

At 31 March 2017

22,634

Depreciation and impairment

At 1 April 2016

20,455

Depreciation charged in the year

621

At 31 March 2017

21,076

Carrying amount

At 31 March 2017

1,558

At 31 March 2016

1,337

6 Debtors

2017

2016

Amounts falling due within one year:

£

£

Trade debtors

39,378

43,272

Other debtors

1,816

469

41,194

43,741

7 Creditors: amounts falling due within one year

2017

2016

£

£

Bank loans and overdrafts

8

-

Trade creditors

16,215

11,039

Other taxation and social security

4,227

6,192

Other creditors

115,547

142,091

135,997

159,322

HAPPYSMILE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

8 Called up share capital

	2017 £	2016 £
Ordinary share capital		
Issued and fully paid		
2 Ordinary shares of £1 each	2	2

9 Related party transactions

The company was under the control of Mr S Cante throughout the current and previous year. Mr Cante is the managing director.

During the year the above director operated a loan account with the company. During the year Mr Cante was repaid £26,847 (2016 £16,125). The amount due to Mr Cante at the year end was £113,544 (2016 £140,391). This loan is unsecured, interest free and repayable on demand.

10 Reconciliations on adoption of FRS 102

Reconciliation of equity

	Notes	At 1 April 2015			At 31 March 2016		
		Previous UK GAAP £	Effect of transition £	FRS 102 £	Previous UK GAAP £	Effect of transition £	FRS 102 £
Fixed assets							
Goodwill	1	57,600	(57,600)	-	45,600	(45,600)	-
Tangible assets		-	-	-	1,337	-	1,337
		<u>57,600</u>	<u>(57,600)</u>	<u>-</u>	<u>46,937</u>	<u>(45,600)</u>	<u>1,337</u>
Current assets							
Stocks		900	-	900	900	-	900
Debtors		29,959	-	29,959	43,741	-	43,741
Bank and cash		887	-	887	3,189	-	3,189
		<u>31,746</u>	<u>-</u>	<u>31,746</u>	<u>47,830</u>	<u>-</u>	<u>47,830</u>
Creditors due within one year							
Loans and overdrafts		(156,664)	-	(156,664)	(140,391)	-	(140,391)
Taxation		(4,106)	-	(4,106)	(6,192)	-	(6,192)
Other creditors		(14,780)	-	(14,780)	(12,739)	-	(12,739)
		<u>(175,550)</u>	<u>-</u>	<u>(175,550)</u>	<u>(159,322)</u>	<u>-</u>	<u>(159,322)</u>
Net current liabilities		<u>(143,804)</u>	<u>-</u>	<u>(143,804)</u>	<u>(111,492)</u>	<u>-</u>	<u>(111,492)</u>
Total assets less current liabilities		<u>(86,204)</u>	<u>(57,600)</u>	<u>(143,804)</u>	<u>(64,555)</u>	<u>(45,600)</u>	<u>(110,155)</u>
Net assets		<u>(86,204)</u>	<u>(57,600)</u>	<u>(143,804)</u>	<u>(64,555)</u>	<u>(45,600)</u>	<u>(110,155)</u>

HAPPYSMILE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

10 Reconciliations on adoption of FRS 102

(Continued)

		At 1 April 2015			At 31 March 2016		
		Previous UK GAAP	Effect of transition	FRS 102	Previous UK GAAP	Effect of transition	FRS 102
	Notes	£	£	£	£	£	£
Capital and reserves							
Share capital		2	-	2	2	-	2
Profit and loss	1	(86,206)	(57,600)	(143,806)	(64,557)	(45,600)	(110,157)
Total equity		<u>(86,204)</u>	<u>(57,600)</u>	<u>(143,804)</u>	<u>(64,555)</u>	<u>(45,600)</u>	<u>(110,155)</u>

Reconciliation of profit for the financial period

		Year ended 31 March 2016		
		Previous UK GAAP	Effect of transition	FRS 102
	Notes	£	£	£
Turnover		229,428	-	229,428
Cost of sales		<u>(167,058)</u>	<u>-</u>	<u>(167,058)</u>
Gross profit		62,370	-	62,370
Administrative expenses	1	(40,721)	12,000	(28,721)
Taxation		<u>-</u>	<u>-</u>	<u>-</u>
Profit for the financial period		<u>21,649</u>	<u>12,000</u>	<u>33,649</u>

Notes to reconciliations on adoption of FRS 102

1. Amortisation of goodwill

Previously, under the Financial Reporting Standards for Small Entities, goodwill was being amortised over 20 years. However, under FRS102, in the absence of a reliable estimate of the useful life of goodwill, goodwill is to be amortised over a period of 10 years.