Registration number: SC277901

Wee Gems Limited

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

Glen Drummond Ltd
Chartered Accountants
Argyll House
Quarrywood Court
Livingston
West Lothian
EH54 6AX

Wee Gems Limited

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Wee Gems Limited

Company Information

Directors	Mr M Mortazavi Mr J B Murdoch
Registered office	6 Dunnet Way East Mains Ind Estate Broxburn West Lothian EH52 5NN
Accountants	Glen Drummond Ltd Chartered Accountants Argyll House Quarrywood Court Livingston West Lothian EH54 6AX

Wee Gems Limited

(Registration number: SC277901)
Balance Sheet as at 31 March 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	44,396	38,279
Current assets			
Stocks	5	4,325	4,208
Debtors	6	25,970	37,438
Cash at bank and in hand		3,099	240
		33,394	41,886
Creditors: Amounts falling due within one year	7	(53,038)	(79,754)
Net current liabilities		(19,644)	(37,868)
Total assets less current liabilities		24,752	411
Creditors: Amounts falling due after more than one year	7	(9,873)	(10,421)
Provisions for liabilities		(4,697)	(2,843)
Net assets/(liabilities)		10,182	(12,853)
Capital and reserves			
Called up share capital		200	200
Share premium reserve		119,940	119,940
Profit and loss account		(109,958)	(132,993)
Total equity		10,182	(12,853)

For the financial year ending 31 March 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 Sections 386 and 387 of the Companies Act 2006 with respect to accounting records and the preparation of the financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

Wee Gems Limited

(Registration number: SC277901)
Balance Sheet as at 31 March 2017

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 10 October 2017 and signed on its behalf by:

.....

Mr M Mortazavi

Director

1 General information

The company is a private company limited by share capital incorporated in Scotland.

The address of its registered office is:
6 Dunnet Way
East Mains Ind Estate
Broxburn
West Lothian
EH52 5NN

These financial statements were authorised for issue by the Board on 10 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 the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. There were no material departures from that standard.

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.

The presentation currency of the financial statements is the Pound Sterling (£).

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in the profit and loss account, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

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.

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.
The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Tangible assets

Tangible assets are stated in the balance sheet 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.
At the balance sheet date, the company reviews the carrying amounts of its tangible fixed assets to determine whether there is any indication that any items have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss. Where it is not possible to estimate the recoverable amount of the asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.
Expenditure of £300 or more on individual tangible fixed assets is capitalised at cost. Expenditure on assets below this threshold is charged directly to the profit and loss account in the period it is incurred.

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
Land and buildings	10% straight line
Furniture, fittings and equiment	25% straight line
Motor vehicles	33% straight line
Other property, plant and equipment	25% 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.
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.

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.

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.

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 profit and loss account.

3 Staff numbers

The average number of persons employed by the company (including the director(s)) during the year was 29 (2016 - 29).

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £
Cost or valuation				
At 1 April 2016	144,928	25,110	13,500	42,529
Additions	3,811	3,319	8,145	300
Disposals	-	-	(13,500)	-
At 31 March 2017	148,739	28,429	8,145	42,829
Depreciation				
At 1 April 2016	115,085	22,876	12,000	37,827
Charge for the year	4,724	1,207	1,726	1,801
Eliminated on disposal	-	-	(13,500)	-
At 31 March 2017	119,809	24,083	226	39,628
Carrying amount				
At 31 March 2017	28,930	4,346	7,919	3,201
At 31 March 2016	29,843	2,234	1,500	4,702

	Total £
Cost or valuation	
At 1 April 2016	226,067
Additions	15,575
Disposals	(13,500)
At 31 March 2017	228,142
Depreciation	
At 1 April 2016	187,788
Charge for the year	9,458
Eliminated on disposal	(13,500)
At 31 March 2017	183,746
Carrying amount	
At 31 March 2017	44,396
At 31 March 2016	38,279

Included within the net book value of land and buildings above is £28,930 (2016 - £29,843) in respect of freehold land and buildings.

5 Stocks

	2017	2016
	£	£
Other inventories	4,325	4,208

6 Debtors

	Note	2017	2016
		£	£
Trade debtors		15,804	12,376
Amounts owed by group undertakings and undertakings in which the company has a participating interest	9	8,777	23,686
Other debtors		1,389	1,376
		25,970	37,438

7 Creditors

	Note	2017	2016
		£	£
Due within one year			
Bank loans and overdrafts	8	1,671	26,818
Trade creditors		18,497	15,125
Taxation and social security		8,433	7,463
Other creditors		24,437	30,348
		53,038	79,754
Due after one year			
Loans and borrowings	8	6,195	3,083
Deferred income		3,678	7,338
		9,873	10,421

8 Loans and borrowings

	2017	2016
	£	£
Non-current loans and borrowings		
Finance lease liabilities	6,195	3,083

	2017	2016
	£	£
Current loans and borrowings		
Bank overdrafts	-	24,318
Finance lease liabilities	1,671	2,500
	1,671	26,818

9 Related party transactions

Summary of transactions with key management

Director 4 Hire Ltd (M Mortazavi has control of both companies)
During the year there were £33,000 (2016 - £30,250) management fees paid to Director 4 Hire Ltd for the services of Mr M Mortazavi. There is a balance of £2,750 (2016 - £2,750) included in trade creditors at the year end to be paid to Director 4 Hire Ltd. There is a 30 day payment term on these invoices.

Summary of transactions with entities with joint control or significant interest

Wee Gems Armadale Ltd (Fellow subsidiary)
During the year the above operated a loan account with the company. The balance due to Wee Gems Armadale Ltd at the year end was £22,159 (2016 - £15,815). There are no repayment terms and no interest is due on the balance.
Wee Gems Corstorphine Ltd (Fellow subsidiary)
During the year the above operated a loan account with the company. The balance due to Wee Gems Corstorphine Ltd at the year end was £1,923 (2016 - £1,801). There are no repayment terms and no interest is due on the balance.

10 Parent and ultimate parent undertaking

The ultimate controlling party is Mr M Mortazavi.

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.