

Company Registration No. SC333352 (Scotland)

THE MAGIC ROUNDABOUT CHILDCARE LTD.

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2016

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THE MAGIC ROUNDABOUT CHILDCARE LTD.

COMPANY INFORMATION

Director	Mrs J Franklin
Company number	SC333352
Registered office	1 Thornhill Road Elgin Moray IV30 6GQ
Accountants	Cathedral Accountancy Ltd. 4 North Guildry Street Elgin Moray IV30 1JR
Business address	1 Thornhill Road Elgin Moray IV30 6GQ

THE MAGIC ROUNDABOUT CHILDCARE LTD.

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THE MAGIC ROUNDABOUT CHILDCARE LTD.

STATEMENT OF FINANCIAL POSITION

AS AT 31 JULY 2016

	Notes	2016 £	£	2015 £	£
Fixed assets					
Goodwill	5		3,870		6,870
Property, plant and equipment	6		9,787		12,546
			<u>13,657</u>		<u>19,416</u>
Current assets					
Trade and other receivables	7	57,010		63,927	
Cash at bank and in hand		500		500	
		<u>57,510</u>		<u>64,427</u>	
Current liabilities	8	(84,314)		(83,849)	
Net current liabilities			(26,804)		(19,422)
Total assets less current liabilities			(13,147)		(6)
Provisions for liabilities			(1,373)		(1,870)
Net liabilities			<u>(14,520)</u>		<u>(1,876)</u>
Equity					
Called up share capital	9		1		1
Retained earnings	10		(14,521)		(1,877)
Total equity			<u>(14,520)</u>		<u>(1,876)</u>

The director of the company has elected not to include a copy of the income statement or related notes within the financial statements.

For the financial year ended 31 July 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006.

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

The members have 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 28 March 2017

Mrs J Franklin
Director

Company Registration No. SC333352

THE MAGIC ROUNDABOUT CHILDCARE LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2016

1 Company Information

The Magic Roundabout Childcare Ltd. is a private company limited by shares incorporated in Scotland. The registered office is 1 Thornhill Road, Elgin, Moray, IV30 6GQ.

2 Compliance with accounting standards

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 pounds sterling, which is the functional currency of the company.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

These financial statements for the year ended 31 July 2016 are the first financial statements of The Magic Roundabout Childcare Ltd. prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 August 2014. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

3 Accounting policies

3.1 Going concern

The balance sheet at 31 July 2016 showed that liabilities exceeded assets by £14,520 and the director owed the company £44,517. This has been addressed since the year end and the situation reversed, accordingly the accounts have been drawn up on a going concern basis.

3.2 Revenue

Turnover represents the value of sales to customers, net of discounts and other payments to customers. Sales of services are recognised when the company has provided the service and collectability of the related receivable is reasonably assured.

3.3 Intangible fixed assets - goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 10 years as assessed by the director.

3.4 Property, plant and equipment

Property, plant and equipment are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

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:

Plant and equipment	20% reducing balance
Computer 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.

THE MAGIC ROUNDABOUT CHILDCARE LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2016

3 Accounting policies

(Continued)

3.5 Basic 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 statement of financial position 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.

3.6 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. Deferred taxation is measured on a non-discounted basis at the tax rates that are expected to apply in the periods in which the timing differences reverse, based on tax rates and the law enacted or substantively enacted at the balance sheet date.

3.7 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 non-current assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

3.8 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.

4 Employees

The average monthly number of persons (including directors) employed by the company during the year was 26 (2015 - 26).

THE MAGIC ROUNDABOUT CHILDCARE LTD.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2016

5 Intangible fixed assets

	Goodwill £
Cost	
At 1 August 2015 and 31 July 2016	30,000
Amortisation and impairment	
At 1 August 2015	23,130
Amortisation charged for the year	3,000
At 31 July 2016	26,130
Carrying amount	
At 31 July 2016	3,870
At 31 July 2015	6,870

6 Property, plant and equipment

	Plant and machinery etc £
Cost	
At 1 August 2015	25,159
Additions	855
Disposals	(241)
At 31 July 2016	25,773
Depreciation and impairment	
At 1 August 2015	12,613
Depreciation charged in the year	3,614
Eliminated in respect of disposals	(241)
At 31 July 2016	15,986
Carrying amount	
At 31 July 2016	9,787
At 31 July 2015	12,546

THE MAGIC ROUNDABOUT CHILDCARE LTD.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2016

7	Trade and other receivables	2016	2015
		£	£
	Amounts falling due within one year:		
	Corporation tax recoverable	1,363	-
	Other receivables	55,647	63,927
		<u>57,010</u>	<u>63,927</u>
		<u><u>57,010</u></u>	<u><u>63,927</u></u>
8	Current liabilities	2016	2015
		£	£
	Bank loans and overdrafts	42,950	27,871
	Trade payables	25,920	35,637
	Corporation tax	95	2,328
	Other taxation and social security	11,796	14,855
	Other payables	3,553	3,158
		<u>84,314</u>	<u>83,849</u>
		<u><u>84,314</u></u>	<u><u>83,849</u></u>
9	Called up share capital	2016	2015
		£	£
	Issued and fully paid		
	1 Ordinary share of £1 each	1	1
		<u>1</u>	<u>1</u>
		<u><u>1</u></u>	<u><u>1</u></u>
10	Retained earnings		
	During the year the company made dividend payments in excess of available profits. The director is aware of this and is rectifying the situation.		
11	Operating lease commitments		
	Lessee		
	At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:		
		2016	2015
		£	£
	In over five years	638,045	730,805
		<u>638,045</u>	<u>730,805</u>
		<u><u>638,045</u></u>	<u><u>730,805</u></u>

THE MAGIC ROUNDABOUT CHILDCARE LTD.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2016

12 Directors' transactions

During the year the company paid dividends of £8,000 (2015 - £nil) to the director.

Directors' benefits: advances, credits and guarantees

At 31 July 2015 the director owed the company £51,435. During the year the company met expenses totalling £10,821 on behalf of the director and the director met expenses on behalf of the company totalling £17,739. At 31 July 2016 the director owed the company £44,517. This loan has no fixed terms of repayment and is interest free.

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.