Company Registration No. SC333352 (Scotland)

THE MAGIC ROUNDABOUT CHILDCARE LTD.

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2018

PAGES FOR FILING WITH REGISTRAR

THE MAGIC ROUNDABOUT CHILDCARE LTD.

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THE MAGIC ROUNDABOUT CHILDCARE LTD.

STATEMENT OF FINANCIAL POSITION

AS AT 31 JULY 2018

	Notes	2018		2017	
		£	£	£	£
Non-current assets					
Intangible assets	5		-		870
Property, plant and equipment	6		6,590		7,212
			6,590		8,082
Current assets					
Trade and other receivables	7	46,647		68,309	
Cash and cash equivalents		200		300	
		46,847		68,609	
Current liabilities	8	(49,238)		(74,674)	
Net current liabilities			(2,391)		(6,065)
Total assets less current liabilities			4,199		2,017
Provisions for liabilities			(941)		(981)
Net assets			3,258		1,036
Equity					
Called up share capital	9		1		1
Retained earnings			3,257		1,035
Total equity			3,258		1,036

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 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The director acknowledges her responsibilities for complying with the requirements of the Companies Act 2006 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.

STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT 31 JULY 2018

The financial statements were approved and signed by the director and authorised for issue on 28 March 2019

Mrs J Franklin
Director

Company Registration No. SC333352

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.

3 Accounting policies

3.1 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.

Revenue from contracts for the provision of professional services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to contractual hourly staff rates and materials, as a proportion of total costs. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that it is probable will be recovered.

3.2 Intangible fixed assets - goodwill

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

3.3 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.

3 **Accounting policies** **(Continued)**

3.4 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.

3.5 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.

3.6 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.

3.7 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.

3.8 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.

4 Employees

The average monthly number of persons (including directors) employed by the company during the year was 27 (2017 - 25).

5 **Intangible fixed assets**

	Goodwill £
Cost	
At 1 August 2017 and 31 July 2018	30,000
Amortisation and impairment	
At 1 August 2017	29,130
Amortisation charged for the year	870
At 31 July 2018	30,000
Carrying amount	
At 31 July 2018	-
At 31 July 2017	870

6 **Property, plant and equipment**

	Plant and machinery etc £
Cost	
At 1 August 2017	26,220
Additions	1,425
Disposals	(6,604)
At 31 July 2018	21,041
Depreciation and impairment	
At 1 August 2017	19,009
Depreciation charged in the year	1,819
Eliminated in respect of disposals	(6,377)
At 31 July 2018	14,451
Carrying amount	
At 31 July 2018	6,590
At 31 July 2017	7,212

7 Trade and other receivables

Amounts falling due within one year:	2018 £	2017 £
Trade receivables	600	500
Other receivables	46,047	67,809
	46,647	68,309

8 Current liabilities

	2018 £	2017 £
Bank loans and overdrafts	19,711	31,503
Trade payables	12,920	23,400
Corporation tax	3,208	5,861
Other taxation and social security	10,329	10,540
Other payables	3,070	3,370
	49,238	74,674

The bank overdraft has been personally guaranteed by the director.

9 Called up share capital

	2018 £	2017 £
Issued and fully paid		
1 Ordinary share of £1 each	1	1
	1	1

10 Operating lease commitments

Lessee

At the year end the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

	2018 £	2017 £
Leases expiring over five years	251,280	559,320

11 Directors' transactions

During the year the company paid dividends of £10,000 (2017 - £nil) to the director.

Directors' benefits: advances, credits and guarantees
At 31 July 2017 the director owed the company £54,088. During the year the director met expenses on behalf of the company totalling £20,899. At 31 July 2018 the director owed the company £33,189. 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.