

Rum And Milk Limited

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

Deans Accountants And Business Advisors Ltd
Chartered Accountants and Business Advisors
27 North Bridge Street
Hawick
Borders
TD9 9BD

Rum And Milk Limited

Profit and Loss Account for the Year Ended 30 April 2017

The company has not traded during the year. During this year, the company received no income and incurred no expenditure and therefore made neither profit nor loss.

The notes on pages 3 to 6 form an integral part of these financial statements.

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Rum And Milk Limited

(Registration number: SC414708)

Balance Sheet as at 30 April 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>3</u>	2,408	2,408
Current assets			
Stocks	<u>4</u>	59,414	59,414
Creditors: Amounts falling due within one year	<u>5</u>	(73,667)	(73,667)
Net current liabilities		(14,253)	(14,253)
Total assets less current liabilities		(11,845)	(11,845)
Provisions for liabilities		(481)	(481)
Net liabilities		<u>(12,326)</u>	<u>(12,326)</u>
Capital and reserves			
Called up share capital	<u>6</u>	2	2
Profit and loss account		(12,328)	(12,328)
Total equity		<u>(12,326)</u>	<u>(12,326)</u>

For the financial year ending 30 April 2017 the company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant 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 accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved and authorised by the Board on 22 January 2018 and signed on its behalf by:

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Mrs Gillian Morgan

Director

Rum And Milk Limited

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

1 General information

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

The address of its registered office is:

1 Lindisfarne
Stirches Road
Hawick
TD9 7HF
Scotland

These financial statements were authorised for issue by the Board on 22 January 2018.

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.

The financial statements are presented in Sterling (£) and rounded to the nearest £0.

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
Fixtures and fittings	25% reducing balance
Office equipment	25% reducing balance

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.

Rum And Milk Limited

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

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 in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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.

Financial instruments

Classification

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.

Recognition and measurement

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 an interest expense in the profit and loss account.

Impairment

At the end of each reporting period financial instruments measured at fair value are assessed for objective evidence of impairment. The impairment loss is recognised in the profit and loss account.

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

3 Tangible assets

	Fixtures and fittings £	Office equipment £	Total £
Cost or valuation			
At 1 May 2016	4,462	938	5,400
At 30 April 2017	4,462	938	5,400
Depreciation			
At 1 May 2016	2,742	250	2,992
At 30 April 2017	2,742	250	2,992
Carrying amount			
At 30 April 2017	1,720	688	2,408
At 30 April 2016	1,720	688	2,408

4 Stocks

	2017 £	2016 £
Other inventories	59,414	59,414

5 Creditors

	Note	2017 £	2016 £
Due within one year			
Loans and borrowings	7	1,083	1,083
Trade creditors		703	703
Other payables		70,656	70,656
Accruals		1,225	1,225
		73,667	73,667

6 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary shares of £1 each	2	2	2	2

Rum And Milk Limited

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

7 Loans and borrowings

	2017 £	2016 £
Current loans and borrowings		
Bank overdrafts	<u>1,083</u>	<u>1,083</u>

8 Transition to FRS 102

No adjustments are required in respect of the transition to FRS 102.

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Detailed Profit and Loss Account for the Year Ended 30 April 2017

	2017 £	2016 £
Turnover (analysed below)	-	22,963
Cost of sales (analysed below)	-	(12,607)
Gross profit	-	10,356
Gross profit (%)	0%	45.1%
Administrative expenses		
Employment costs (analysed below)	-	(13,442)
Establishment costs (analysed below)	-	(4,528)
General administrative expenses (analysed below)	-	(3,480)
Finance charges (analysed below)	-	(2,402)
Depreciation costs (analysed below)	-	(803)
	-	(24,655)
Operating loss	-	(14,299)
Interest payable and similar charges (analysed below)	-	(187)
Loss before tax	-	(14,486)

This page does not form part of the statutory financial statements.
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Detailed Profit and Loss Account for the Year Ended 30 April 2017

	2017 £	2016 £
Turnover		
Sales, UK	-	22,963
Cost of sales		
Opening other inventories	59,414	56,914
Purchases	-	14,847
Closing other inventories	(59,414)	(59,414)
Commission costs	-	260
	-	12,607
Employment costs		
Wages and salaries	-	6,072
Directors remuneration	-	7,370
	-	13,442
Establishment costs		
Rent	-	3,208
Rates	-	415
Light, heat and power	-	261
Insurance	-	448
Repairs and maintenance	-	196
	-	4,528
General administrative expenses		
Telephone and fax	-	540
Printing, postage and stationery	-	262
Hire of office equipment	-	198
Sundry expenses	-	58
Motor expenses	-	637
Travel and subsistence	-	396
Advertising	-	620
Accountancy fees	-	937
Bookkeeping, payroll and other advisory services	-	(168)
	-	3,480
Finance charges		
Bank charges	-	2,402
Depreciation costs		
Depreciation of fixtures and fittings (owned)	-	573
Depreciation of office equipment (owned)	-	230
	-	803

Operating loss	-	(14,299)
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Detailed Profit and Loss Account for the Year Ended 30 April 2017

	2017	2016
	£	£
Interest payable and similar charges		
Bank interest payable	-	108
Hire purchase interest	-	79
	-	187
Loss before tax	-	(14,486)

This page does not form part of the statutory financial statements.
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