

REGISTERED NUMBER: 00010139 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

FOR

CARDIGAN MERCANTILE COMPANY LIMITED

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**for the Year Ended 31 DECEMBER 2019**

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**CARDIGAN MERCANTILE COMPANY LIMITED**

**COMPANY INFORMATION**  
**for the Year Ended 31 DECEMBER 2019**

**DIRECTORS:**

Ms F J Andrews  
Mr P G Partridge  
Mr J M Partridge

**REGISTERED OFFICE:**

PO Box SA43 3EJ  
Crug Y Deri High Street  
St. Dogmaels  
Cardigan  
Pembrokeshire  
SA43 3EJ

**REGISTERED NUMBER:**

00010139 (England and Wales)

**ACCOUNTANTS:**

Burnside  
Chartered Accountants  
and Statutory Auditor  
61 Queen Square  
Bristol  
BS1 4JZ

**BALANCE SHEET**  
**31 DECEMBER 2019**

	Notes	2019 £	£	2018 £	£
<b>FIXED ASSETS</b>					
Tangible assets	4		2,903		2,749
Investment property	5		950,000		1,325,000
			<u>952,903</u>		<u>1,327,749</u>
<b>CURRENT ASSETS</b>					
Debtors	6	5,851		4,539	
Cash at bank and in hand		<u>297,620</u>		<u>102,634</u>	
		303,471		107,173	
<b>CREDITORS</b>					
Amounts falling due within one year	7	<u>27,353</u>		<u>46,450</u>	
<b>NET CURRENT ASSETS</b>			<u>276,118</u>		<u>60,723</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			1,229,021		1,388,472
<b>CREDITORS</b>					
Amounts falling due after more than one year	8		-		(80,691)
<b>PROVISIONS FOR LIABILITIES</b>			<u>(90,214)</u>		<u>(92,720)</u>
<b>NET ASSETS</b>			<u>1,138,807</u>		<u>1,215,061</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital			12,000		12,000
Retained earnings			<u>1,126,807</u>		<u>1,203,061</u>
			<u>1,138,807</u>		<u>1,215,061</u>

The notes form part of these financial statements

**BALANCE SHEET - continued**  
**31 DECEMBER 2019**

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2019 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing 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.

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 27 November 2020 and were signed on its behalf by:

Mr P G Partridge - Director

**NOTES TO THE FINANCIAL STATEMENTS**  
**for the Year Ended 31 DECEMBER 2019**

**1. STATUTORY INFORMATION**

Cardigan Mercantile Company Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

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

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

**Disclosure exemptions**

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As a small company, advantage has been taken of the following disclosure exemptions available under section 1A of FRS 102 and therefore:

- (a) Disclosures in respect of financial instruments have not been presented.
- (b) No disclosure has been given for the aggregate remuneration of key management personnel.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. Turnover is recognised when services have been rendered.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings                      - 25% on cost

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the Year Ended 31 DECEMBER 2019**

**2. ACCOUNTING POLICIES - continued**

**Investment property**

Investment properties are shown at their open market value. Any gain or loss arising from the measurement at fair value is recognised in profit or loss.

The directors have the properties professionally valued periodically.

**Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

**Financial instruments**

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Debt instruments are subsequently measured at amortised cost.

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 entity after deducting all of its financial liabilities.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 4 (2018 - 3) .

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the Year Ended 31 DECEMBER 2019**

**4. TANGIBLE FIXED ASSETS**

	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>			
At 1 January 2019	5,716	-	5,716
Additions	-	1,291	1,291
At 31 December 2019	<u>5,716</u>	<u>1,291</u>	<u>7,007</u>
<b>DEPRECIATION</b>			
At 1 January 2019	2,967	-	2,967
Charge for year	1,083	54	1,137
At 31 December 2019	<u>4,050</u>	<u>54</u>	<u>4,104</u>
<b>NET BOOK VALUE</b>			
At 31 December 2019	<u>1,666</u>	<u>1,237</u>	<u>2,903</u>
At 31 December 2018	<u>2,749</u>	<u>-</u>	<u>2,749</u>

**5. INVESTMENT PROPERTY**

	Total £
<b>FAIR VALUE</b>	
At 1 January 2019	1,325,000
Disposals	(375,000)
At 31 December 2019	<u>950,000</u>
<b>NET BOOK VALUE</b>	
At 31 December 2019	<u>950,000</u>
At 31 December 2018	<u>1,325,000</u>

The investment properties were valued on 31 December 2019 by the directors at open market value, the historical cost of the properties being £325,221 (2018: £637,389).

**6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2019 £	2018 £
Trade debtors	1,829	1,602
Other debtors	4,022	2,937
	<u>5,851</u>	<u>4,539</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the Year Ended 31 DECEMBER 2019**

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	-	9,189
Trade creditors	<b>6,131</b>	7,775
Taxation and social security	<b>3,899</b>	6,319
Other creditors	<b>17,323</b>	23,167
	<b><u>27,353</u></b>	<b><u>46,450</u></b>

**8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Bank loans	-	80,691
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans due in more than 5 years	-	13,017
	<b><u>-</u></b>	<b><u>13,017</u></b>

**9. SECURED DEBTS**

The following secured debts are included within creditors:

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Bank loans	-	89,880

Bank loans are secured by a first legal charge over the company's investment properties.

**10. ULTIMATE CONTROLLING PARTY**

The company was under the control of its directors Mr J M Partridge, Mr P G Partridge and Ms F J Andrews (appointed 10 December 2018) throughout the current and previous year by virtue of the fact that they are the majority shareholders of the company.

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.