

Company Registration No. 05971018 (England and Wales)

THE FLOWER SHOPS LIMITED

ANNUAL REPORT AND
UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2020

PAGES FOR FILING WITH REGISTRAR

THE FLOWER SHOPS LIMITED

BALANCE SHEET

AS AT 31 OCTOBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Intangible assets	3	-		17,115	
Tangible assets	4	11,531		15,071	
			<u>11,531</u>		<u>32,186</u>
Current assets					
Stocks		5,950		12,500	
Debtors	5	29,156		30,988	
Cash at bank and in hand		77,425		16,877	
		<u>112,531</u>		<u>60,365</u>	
Creditors: amounts falling due within one year	6	<u>(87,498)</u>		<u>(59,937)</u>	
Net current assets			<u>25,033</u>		<u>428</u>
Total assets less current liabilities			<u>36,564</u>		<u>32,614</u>
Creditors: amounts falling due after more than one year	7		(22,154)		(29,967)
Provisions for liabilities			<u>(1,463)</u>		<u>(1,983)</u>
Net assets			<u><u>12,947</u></u>		<u><u>664</u></u>
Capital and reserves					
Called up share capital			100		100
Profit and loss reserves			<u>12,847</u>		<u>564</u>
Total equity			<u><u>12,947</u></u>		<u><u>664</u></u>

THE FLOWER SHOPS LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 OCTOBER 2020

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 October 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their 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.

The financial statements were approved by the board of directors and authorised for issue on 30 July 2021 and are signed on its behalf by:

Mr L W Ackerman
Director

Company Registration No. 05971018

THE FLOWER SHOPS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2020

1 Accounting policies

Company information

The Flower Shops Limited is a private company limited by shares incorporated in England and Wales. The registered office is The Flower Shop, 35 High Street, Eastleigh, Hampshire, United Kingdom, SO50 5LF.

1.1 Accounting convention

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 sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

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

1.2 Turnover

Turnover is recognised at the fair value of the consideration receivable for goods and services provided in the normal course of business, and is shown net of VAT.

1.3 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is 5-10 years.

For the purposes of impairment testing, goodwill is allocated to the cash-generating units expected to benefit from the acquisition. Cash-generating units to which goodwill has been allocated are tested for impairment at least annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash-generating unit is less than the carrying amount of the unit, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata on the basis of the carrying amount of each asset in the unit.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

THE FLOWER SHOPS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

1 Accounting policies (Continued)

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:

Fixtures, fittings and equipment	25% reducing balance
Computer equipment	50% straight line
Motor vehicles	25% reducing balance

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.

1.5 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' to all of its financial instruments.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans, are initially recognised at transaction price and are subsequently carried at amortised cost using the effective interest method. Financial liabilities classified as payable within one year are not amortised.

1.6 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 profit and loss account 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

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

THE FLOWER SHOPS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

1 Accounting policies (Continued)

1.7 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 22 (2019 - 26).

3 Intangible fixed assets

	Goodwill
	£
Cost	
At 1 November 2019 and 31 October 2020	105,733
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Amortisation and impairment	
At 1 November 2019	88,618
Amortisation charged for the year	17,115
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At 31 October 2020	105,733
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Carrying amount	
At 31 October 2020	-
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At 31 October 2019	17,115
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THE FLOWER SHOPS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

4 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 November 2019	83,586
Additions	643
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At 31 October 2020	84,229
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Depreciation and impairment	
At 1 November 2019	68,515
Depreciation charged in the year	4,183
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At 31 October 2020	72,698
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Carrying amount	
At 31 October 2020	11,531
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At 31 October 2019	15,071
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5 Debtors

	2020	2019
	£	£
Amounts falling due within one year:		
Trade debtors	12,726	13,605
Other debtors	16,430	17,383
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	29,156	30,988
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THE FLOWER SHOPS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

6 Creditors: amounts falling due within one year

	2020	2019
	£	£
Bank loans	7,767	7,482
Trade creditors	28,924	30,266
Taxation and social security	29,846	21,311
Other creditors	20,961	878
	<u>87,498</u>	<u>59,937</u>

7 Creditors: amounts falling due after more than one year

	2020	2019
	£	£
Bank loans and overdrafts	<u>22,154</u>	<u>29,967</u>

The bank loan is secured by a fixed and floating charge over the assets of the company. The bank loan is wholly repayable within 5 years.

8 Related party transactions

During the year, the directors were advanced £51,403 (2019: £27,932) by way of their overdrawn directors loan accounts. Rental charges of £25,000 (2019: £25,000) were paid to the directors during the period and £597 (2019: £367) interest was charged during the year. The overdrawn directors loan accounts were repaid during the period, resulting in that at the balance sheet date, no balance was owed to the company (2019: £10,683 owed).

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.