

Cash Converters (Falkirk) Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 30 September 2020

The Financial Management Centre
The Meads Business Centre
19 Kingsmead
Farnborough
Hants
GU14 7SR

Cash Converters (Falkirk) Ltd

Contents

Company Information	<u>1</u>
Balance Sheet	<u>2</u> to <u>3</u>
Notes to the Unaudited Financial Statements	<u>4</u> to <u>8</u>

Cash Converters (Falkirk) Ltd

Company Information

Director Ms Donna Owens

Company secretary Ms Linda Mcewen

Registered office 18 High Street
Falkirk
Stirlingshire
FK1 1EY

Accountants The Financial Management Centre
The Meads Business Centre
19 Kingsmead
Farnborough
Hants
GU14 7SR

Cash Converters (Falkirk) Ltd
(Registration number: SC234929)
Balance Sheet as at 30 September 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>5</u>	42,598	52,142
Current assets			
Stocks	<u>6</u>	138,259	146,008
Debtors	<u>7</u>	11,388	38,432
Cash at bank and in hand		175,245	43,161
		324,892	227,601
Creditors: Amounts falling due within one year	<u>8</u>	(46,387)	(31,363)
Net current assets		278,505	196,238
Total assets less current liabilities		321,103	248,380
Creditors: Amounts falling due after more than one year	<u>8</u>	(73,149)	(25,476)
Provisions for liabilities		(14,285)	(14,285)
Net assets		233,669	208,619
Capital and reserves			
Called up share capital		10,000	10,000
Profit and loss account		223,669	198,619
Shareholders' funds		233,669	208,619

For the financial year ending 30 September 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges her responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 7 June 2021

Cash Converters (Falkirk) Ltd
(Registration number: SC234929)
Balance Sheet as at 30 September 2020

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Ms Donna Owens
Director

Cash Converters (Falkirk) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2020

1 General information

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

The address of its registered office is:

18 High Street
Falkirk
Stirlingshire
FK1 1EY
Scotland

These financial statements were authorised for issue by the director on 7 June 2021.

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.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Tangible assets

Tangible assets are stated in the balance sheet 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.

Cash Converters (Falkirk) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2020

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
Furniture Fittings and Equipment	15% on a reducing balance
Motor Vehicles	25% on a reducing balance

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

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.

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

Cash Converters (Falkirk) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2020

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 are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

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.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 11 (2019 - 11).

Cash Converters (Falkirk) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2020

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 October 2019	36,750	36,750
At 30 September 2020	36,750	36,750
Amortisation		
At 1 October 2019	36,750	36,750
At 30 September 2020	36,750	36,750
Carrying amount		
At 30 September 2020	-	-

5 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation			
At 1 October 2019	155,324	42,985	198,309
Additions	847	-	847
At 30 September 2020	156,171	42,985	199,156
Depreciation			
At 1 October 2019	127,606	18,561	146,167
Charge for the year	4,285	6,106	10,391
At 30 September 2020	131,891	24,667	156,558
Carrying amount			
At 30 September 2020	24,280	18,318	42,598
At 30 September 2019	27,718	24,424	52,142

Cash Converters (Falkirk) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2020

7 Debtors

	2020 £	2019 £
Prepayments	892	3,112
Other debtors	10,496	35,320
	<u>11,388</u>	<u>38,432</u>

8 Creditors

Creditors: amounts falling due within one year

	2020 £	2019 £
Due within one year		
Taxation and social security	31,179	12,293
Other creditors	15,208	19,070
	<u>46,387</u>	<u>31,363</u>

Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings		<u>73,149</u>	<u>25,476</u>

9 Dividends

	2020 £	2019 £
Interim dividend of £4 (2019 - £3) per ordinary share	37,000	25,000
	<u>37,000</u>	<u>25,000</u>

10 Related party transactions

Directors' remuneration

The director's remuneration for the year was as follows:

	2020 £	2019 £
Remuneration	10,617	11,000
Contributions paid to money purchase schemes	-	4,848
	<u>10,617</u>	<u>15,848</u>

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.