

Company Registration No. SC498869 (Scotland)

ROOM TO BLOOM (ELGIN) LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020
PAGES FOR FILING WITH REGISTRAR

ROOM TO BLOOM (ELGIN) LIMITED

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ROOM TO BLOOM (ELGIN) LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2020

	Notes	2020 £	£	2019 £	£
Non-current assets					
Intangible assets	5		24,250		29,100
Property, plant and equipment	6		2,117		5,013
			<u>26,367</u>		<u>34,113</u>
Current assets					
Inventories		6,000		7,500	
Trade and other receivables	7	2,704		5,033	
Cash and cash equivalents		4		240	
		<u>8,708</u>		<u>12,773</u>	
Current liabilities	8	(33,605)		(37,611)	
Net current liabilities			(24,897)		(24,838)
Total assets less current liabilities			1,470		9,275
Non-current liabilities	9		(2,145)		(4,568)
Provisions for liabilities			(403)		(852)
Net (liabilities)/assets			<u>(1,078)</u>		<u>3,855</u>
Equity					
Called up share capital			100		100
Retained earnings			(1,178)		3,755
Total equity			<u>(1,078)</u>		<u>3,855</u>

The directors of the company have elected not to include a copy of the income statement within the financial statements.

For the financial year ended 31 March 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.

ROOM TO BLOOM (ELGIN) LIMITED

STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT 31 MARCH 2020

	2020		2019	
Notes	£	£	£	£

The financial statements were approved by the board of directors and authorised for issue on 7 October 2020 and are signed on its behalf by:

Mr Kenneth Kirk
Director

Company Registration No. SC498869

ROOM TO BLOOM (ELGIN) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2020

1 Company Information

Room to Bloom (Elgin) Limited is a private company limited by shares incorporated in Scotland. The registered office is Commerce House, South Street, Elgin, Moray, IV30 1JE.

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 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

The financial statements disclose net liabilities of £1,078 including amounts due to the directors totalling £16,741. The accounts have been prepared on the going concern basis as the directors consider it appropriate to do so. In coming to this conclusion the directors have agreed to financially support the company to ensure that all liabilities are met as they fall due. Additionally the directors will not seek repayment for amounts due to them until there are sufficient cash resources to do so.

3.1 Revenue

Revenue is recognised at the fair value of the consideration received or receivable for goods provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

3.2 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 of 10 years.

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.

ROOM TO BLOOM (ELGIN) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2020

3 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:

Plant and equipment	25% straight line
Motor vehicles	25% 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.

3.4 Inventories

Inventories are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost 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.

3.5 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.

3.6 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 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.

3.7 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.

ROOM TO BLOOM (ELGIN) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

3 Accounting policies

(Continued)

3.8 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the statement of financial position as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss 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 leases asset are consumed.

3.9 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:

	2020 Number	2019 Number
Total	6	6

5 Intangible fixed assets

Goodwill
£

Cost

At 1 April 2019 and 31 March 2020

48,500

Amortisation and impairment

At 1 April 2019

19,400

Amortisation charged for the year

4,850

At 31 March 2020

24,250

Carrying amount

At 31 March 2020

24,250

At 31 March 2019

29,100

ROOM TO BLOOM (ELGIN) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

6 Property, plant and equipment

	Plant and machinery etc
	£
Cost	
At 1 April 2019	12,427
Additions	100
Disposals	(78)
	<hr/>
At 31 March 2020	12,449
	<hr/>
Depreciation and impairment	
At 1 April 2019	7,414
Depreciation charged in the year	2,960
Eliminated in respect of disposals	(42)
	<hr/>
At 31 March 2020	10,332
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Carrying amount	
At 31 March 2020	2,117
	<hr/>
At 31 March 2019	5,013
	<hr/>

7 Trade and other receivables

	2020	2019
	£	£
Amounts falling due within one year:		
Trade receivables	220	1,151
Corporation tax recoverable	708	-
Other receivables	1,776	3,882
	<hr/>	<hr/>
	2,704	5,033
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ROOM TO BLOOM (ELGIN) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

8 Current liabilities

	2020	2019
	£	£
Bank loans and overdrafts	1,506	364
Trade payables	9,187	8,289
Corporation tax	-	2,522
Other taxation and social security	2,640	3,926
Other payables	20,272	22,510
	<u>33,605</u>	<u>37,611</u>

Other payables include amounts due of £2,398 (2019 - £2,236) under hire purchase agreements which are secured against the assets to which they relate.

9 Non-current liabilities

	2020	2019
	£	£
Other payables	<u>2,145</u>	<u>4,568</u>

Other payables include amounts due of £2,145 (2019 - £4,568) under hire purchase agreements which are secured against the assets to which they relate.

10 Operating lease commitments

Lessee

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

2020	2019
£	£
<u>32,500</u>	<u>-</u>

11 Directors' transactions

At 31 March 2019 the company owed the directors £19,122. During the year the company met expenses on behalf of the directors totalling £2,673 and the directors met expenses totalling £292 on behalf of the company. At 31 March 2020 the company owed the directors £16,741. This loan is interest free and repayable on demand.

Dividends totalling £nil (2019 - £nil) were paid to the directors during the year.

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.