

O.M.K. DESIGN LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

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FOR THE YEAR ENDED 31 MARCH 2022

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DIRECTORS:

R W Kinsman
E S Kinsman
M R Osborne

REGISTERED OFFICE:

6 Marlborough Place
Brighton
East Sussex
BN1 1UB

REGISTERED NUMBER:

00826521 (England and Wales)

ACCOUNTANTS:

Flint Accounting Ltd.
Chartered Accountants
6 Marlborough Place
Brighton
East Sussex
BN1 1UB

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
O.M.K. DESIGN LIMITED

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of O.M.K. Design Limited for the year ended 31 March 2022 which comprise the Income Statement, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of O.M.K. Design Limited, as a body, in accordance with the terms of our engagement letter dated 14 July 2022. Our work has been undertaken solely to prepare for your approval the financial statements of O.M.K. Design Limited and state those matters that we have agreed to state to the Board of Directors of O.M.K. Design Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than O.M.K. Design Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that O.M.K. Design Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of O.M.K. Design Limited. You consider that O.M.K. Design Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of O.M.K. Design Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Flint Accounting Ltd.
Chartered Accountants
6 Marlborough Place
Brighton
East Sussex
BN1 1UB

15 November 2022

BALANCE SHEET
31 MARCH 2022

	Notes	2022 £	£	2021 £	£
FIXED ASSETS					
Intangible assets	5		-		-
Tangible assets	6		<u>1,449,660</u>		<u>1,448,165</u>
			1,449,660		1,448,165
CURRENT ASSETS					
Stocks		505,473		336,899	
Debtors	7	548,675		89,716	
Cash at bank		<u>2,831</u>		<u>63,224</u>	
		1,056,979		489,839	
CREDITORS					
Amounts falling due within one year	8	<u>1,536,658</u>		<u>1,113,766</u>	
NET CURRENT LIABILITIES			<u>(479,679)</u>		<u>(623,927)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			969,981		824,238
CREDITORS					
Amounts falling due after more than one year	9		<u>599,078</u>		<u>637,378</u>
NET ASSETS			<u>370,903</u>		<u>186,860</u>
CAPITAL AND RESERVES					
Called up share capital			100,000		100,000
Revaluation reserve	11		415,758		415,758
Retained earnings	11		<u>(144,855)</u>		<u>(328,898)</u>
SHAREHOLDERS' FUNDS			<u>370,903</u>		<u>186,860</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

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

BALANCE SHEET - continued
31 MARCH 2022

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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 15 November 2022 and were signed on its behalf by:

R W Kinsman - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

1. STATUTORY INFORMATION

O.M.K. Design 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. STATEMENT OF COMPLIANCE

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.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Revenue from the sale of goods is recognised when all the following conditions are satisfied:

- The Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- The Company retains neither continuing managerial involvement to the degree usually associated with nor ownership effective control over the goods sold;
- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Company; and
- The costs incurred or to be incurred in respect of the transaction can be measured reliably

Specifically, revenue from the sale of goods is recognised when they physically leave the premises to be delivered to the customer.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

3. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- No depreciation is provided
Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 15% on reducing balance

At each balance sheet date the company reviews the carrying amounts of its property, plant and equipment to determine whether there is any indication that any items of property, plant and equipment have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss if any. If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. Impairment loss is recognised as an expense immediately.

No depreciation has been charged to the freehold property because the residual value is expected to be greater than the current carrying amount.

Stocks

Stock is valued at the lower of cost and net realisable value. Cost is determined on a LIFO basis. Net realisable value represents estimated sales price less costs to complete and sell. Provision is made for slow moving, obsolete or damaged stock where the net realisable value is less than cost.

When stocks are sold, the carrying amount of these stocks is recognised as an expense in the period in which the related revenue is recognised. The amount of any write-down of stocks to net realisable value and all losses of stocks are recognised as an expense in the period in which the write-down or loss occurs. The amount of any reversal of write-down of stocks is recognised as a reduction in the amount of stocks recognised as an expense in the period in which the reversal occurs.

In respect of work in progress and finished goods, cost includes a relevant proportion of overheads according to the stage of manufacture/completion.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

3. ACCOUNTING POLICIES - continued

Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit or loss.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and the best estimate, which is an approximation, of the amount that the company would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is an 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.

Taxation

Taxation represents the sum of the tax currently payable and deferred tax.

The company's liability to tax is calculated using the tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on all timing differences between the carrying amounts of the assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period to which the liability is settled or the asset realised, based on tax rates and laws that have been enacted or substantively enacted by the end of the reporting period.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

3. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases. The rights of use and obligations under finance leases are initially recognised as assets and liabilities at amounts equal to the fair value of the leased assets or, if lower, the present value of the minimum lease payments.

Minimum lease payments are apportioned between the finance charge and the reduction in the outstanding liability using the effective interest rate method. The finance charge is allocated to each period during the lease so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Leased assets are depreciated in accordance with the company's policy for tangible fixed assets. If there is no reasonable certainty that ownership will be obtained at the end of the lease term, the asset is depreciated over the lower of the lease term and its useful life. Operating lease payments are recognised as an expense on a straight line basis over the lease term.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 8 (2021 - 9) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

5. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 April 2021	
and 31 March 2022	<u>20,813</u>
AMORTISATION	
At 1 April 2021	
and 31 March 2022	<u>20,813</u>
NET BOOK VALUE	
At 31 March 2022	<u>-</u>
At 31 March 2021	<u>-</u>

6. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 April 2021	1,271,749	573,407	132,309
Additions	-	30,576	-
At 31 March 2022	<u>1,271,749</u>	<u>603,983</u>	<u>132,309</u>
DEPRECIATION			
At 1 April 2021	-	442,096	115,764
Charge for year	-	22,610	2,482
At 31 March 2022	<u>-</u>	<u>464,706</u>	<u>118,246</u>
NET BOOK VALUE			
At 31 March 2022	<u>1,271,749</u>	<u>139,277</u>	<u>14,063</u>
At 31 March 2021	<u>1,271,749</u>	<u>131,311</u>	<u>16,545</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**6. TANGIBLE FIXED ASSETS - continued**

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 April 2021	37,154	101,741	2,116,360
Additions	-	2,049	32,625
At 31 March 2022	<u>37,154</u>	<u>103,790</u>	<u>2,148,985</u>
DEPRECIATION			
At 1 April 2021	20,883	89,452	668,195
Charge for year	<u>4,068</u>	<u>1,970</u>	<u>31,130</u>
At 31 March 2022	<u>24,951</u>	<u>91,422</u>	<u>699,325</u>
NET BOOK VALUE			
At 31 March 2022	<u>12,203</u>	<u>12,368</u>	<u>1,449,660</u>
At 31 March 2021	<u>16,271</u>	<u>12,289</u>	<u>1,448,165</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 April 2021 and 31 March 2022	<u>29,930</u>
DEPRECIATION	
At 1 April 2021	14,147
Charge for year	<u>3,946</u>
At 31 March 2022	<u>18,093</u>
NET BOOK VALUE	
At 31 March 2022	<u>11,837</u>
At 31 March 2021	<u>15,783</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	498,742	44,819
Other debtors	49,933	44,897
	<u>548,675</u>	<u>89,716</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Bank loans and overdrafts	236,497	319,790
Hire purchase contracts	2,087	2,087
Trade creditors	109,625	68,394
Taxation and social security	67,662	101,018
Other creditors	1,120,787	622,477
	<u>1,536,658</u>	<u>1,113,766</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022	2021
	£	£
Bank loans	587,104	623,317
Hire purchase contracts	11,974	14,061
	<u>599,078</u>	<u>637,378</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>435,056</u>	<u>453,559</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

10. SECURED DEBTS

The following secured debts are included within creditors:

	2022	2021
	£	£
Bank overdrafts	199,750	278,276
Bank loans	623,851	664,831
Hire purchase contracts	14,061	16,148
	<u>837,662</u>	<u>959,255</u>

The bank overdraft, bank loan and letter of guarantee is secured by an all monies first legal charge over the property at 18 Canham Road, a debenture over the fixed and floating assets of the undertaking and a counter indemnity for issuance of guarantees by the undertaking..

11. RESERVES

	Retained earnings	Revaluation reserve	Totals
	£	£	£
At 1 April 2021	(328,898)	415,758	86,860
Profit for the year	<u>184,043</u>		<u>184,043</u>
At 31 March 2022	<u>(144,855)</u>	<u>415,758</u>	<u>270,903</u>

12. OTHER FINANCIAL COMMITMENTS

At 31 March 2022, the company had total commitments under non-cancellable operating leases over the remaining life of those leases of £10,759 (2021: £15,843).

13. RELATED PARTY DISCLOSURES

Kinsman Associates Limited is a company in which the directors Mr and Mrs R Kinsman have a material interest.

Included in other creditors is £109,600 (2021: £29,600) owed to Kinsman Associates Limited.

Included in other creditors is an amount of £553,961 (2021: £526,789) owed to R Kinsman, a director of the company. This loan is interest free and repayable on demand.

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.