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2020

**CARMAL ENTERPRISES LIMITED**  
**Company Number: 0891273**

Financial Statements

For the year ended

31 January 2020

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**UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2020**

**FOR**

**CARMAL ENTERPRISES LIMITED**

**CARMAL ENTERPRISES LIMITED**

**CONTENTS OF THE FINANCIAL STATEMENTS**  
**for the year ended 31 January 2020**

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	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Statement of Financial Position</b>	<b>2</b>
<b>Notes to the Financial Statements</b>	<b>4</b>

**CARMAL ENTERPRISES LIMITED**

**COMPANY INFORMATION**  
**for the year ended 31 January 2020**

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**DIRECTORS:**

Mrs C Valentine  
Ms K Davies

**SECRETARY:**

Mrs C Valentine

**REGISTERED OFFICE:**

56-57 Beauchamp Place  
London  
SW3 1NY

**REGISTERED NUMBER:**

00891273 (England and Wales)

**ACCOUNTANTS:**

Thorne Lancaster Parker  
Chartered Accountants  
4th Floor  
Venture House  
27-29 Glasshouse Street  
London  
W1B 5DF

**BANKERS:**

Bank of Scotland  
St James' Gate  
14-16 Cockspur Street  
London  
SW1Y

**STATEMENT OF FINANCIAL POSITION**  
**31 January 2020**

	Notes	2020 £	2019 £
<b>FIXED ASSETS</b>			
Property, plant and equipment	4	106,284	65,147
<b>CURRENT ASSETS</b>			
Inventories	5	879,287	834,601
Debtors	6	97,143	118,577
Investments	7	1,333,491	1,310,000
Cash at bank		<u>442,623</u>	<u>444,809</u>
		2,752,544	2,707,987
<b>CREDITORS</b>			
Amounts falling due within one year	8	<u>198,441</u>	<u>162,982</u>
<b>NET CURRENT ASSETS</b>		<u>2,554,103</u>	<u>2,545,005</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		2,660,387	2,610,152
<b>PROVISIONS FOR LIABILITIES</b>	11	<u>15,014</u>	<u>4,441</u>
<b>NET ASSETS</b>		<u>2,645,373</u>	<u>2,605,711</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital		175,000	175,000
Share premium		67,402	67,402
Capital redemption reserve		208,333	208,333
Retained earnings		<u>2,194,638</u>	<u>2,154,976</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>2,645,373</u>	<u>2,605,711</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 January 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 January 2020 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.

**STATEMENT OF FINANCIAL POSITION - continued**  
**31 January 2020**

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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 Comprehensive Income has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 6 July 2020 and were signed on its behalf by:

A handwritten signature in black ink that reads "C. Valentine". The signature is written in a cursive style with a large initial "C" and a small dot over the "i" in "Valentine".

Mrs C Valentine - Director

**1. 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.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

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

These financial statements are the first financial statements of Carmal Enterprises Limited prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (FRS 102). The financial statements of Carmal Enterprises Limited for the year ended 31 January 2016 were prepared in accordance with previous UK GAAP.

Some of the FRS 102 recognition, measurement, presentation and disclosure requirements and accounting policy choices differ from previous UK GAAP. Consequently, the directors have amended certain accounting policies to comply with FRS 102. The directors have also taken advantage of certain exemptions from the requirements of FRS 102 permitted by FRS 102 Chapter 35 'Transition to this FRS'.

Comparative figures have been restated to reflect the adjustments made, except to the extent that the directors have taken advantage of exemptions to retrospective application of FRS 102 permitted by FRS 102 Chapter 35 'Transition to this FRS'. Adjustments are recognised directly in equity within the cumulative profit and loss account at the transition date.

The directors have not identified any material adjustments to the comparative profit and loss or net assets as a result of the transition to FRS 102.

**Revenue recognition**

Turnover represents the amounts derived from the provision of goods which fall within the company's ordinary activities, all of which are continuing, stated net of value added tax.

**Property plant and equipment**

Property, plant and equipment are initially measured at cost (or deemed cost) and are subsequently measured at cost or valuation, net of depreciation and accumulated impairment losses. Cost includes the original purchase price, costs directly attributable to bringing the asset to its working condition for its intended use, dismantling and restoration initially recorded at cost.

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

Short leasehold	Over the term of the lease
Fixtures and fittings	20% on cost
Motor vehicles	25% on cost
Computer equipment	33.33% on cost

The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

**Stocks**

Inventories and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing inventories to their present location and condition.

**2. ACCOUNTING POLICIES - continued**

**Taxation**

Taxation expense for the period comprises current and deferred tax recognised in the reporting period. Tax is recognised in the profit and loss account, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case tax is also recognised in other comprehensive income or directly in equity respectively.

Current or deferred taxation assets and liabilities are not discounted.

**Current tax**

Current tax is the amount of corporation tax payable in respect of the taxable profit for the year or prior years. Tax is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the period end.

Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences which are differences between taxable profits and total comprehensive income that arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements.

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

**Foreign currencies**

The financial statements are presented in sterling which is also the functional currency of the company.

Transactions in currencies other than the functional currency (foreign currencies) are initially recorded at the standard exchange rate ruling for the period.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the reporting date.

Non-monetary assets and liabilities denominated in foreign currencies are translated at the rate ruling at the date of the transaction or, if the asset or liability is measured at fair value, the rate when that fair value was determined.

All translation differences are taken to profit or loss, except to the extent that they relate to gains or losses on non-monetary items recognised in other comprehensive income, when the related translation gain or loss is also recognised in other comprehensive income.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme, where the amounts are charged to profit or loss is the contributions payable in the year. Differences between contributions payable in the year and the contributions actually paid are shown as either accruals or prepayments.



2. ACCOUNTING POLICIES - continued

**Financial instruments**

The company has chosen to adopt Section 11 of FRS 102 in respect of financial instruments as it has only basic financial instruments.

a) Basic financial assets

Trade and other debtors, loans to fellow group companies, loans to related companies, other debtors and bank balances, which are due within one year are initially recognised at transaction price and subsequently carried at amortised cost being the transaction price less any amounts settled and any impairment losses.

At the end of each reporting period basic financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is decrease in the impairment loss arising from an event occurring after the impairment was recognised the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

A financial asset is derecognised only when the contractual rights to cash flows expire or are settled, or substantially all the risks and rewards of ownership are transferred to another party, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

b) Basic financial liabilities and equity

Financial liabilities are classified as liabilities and equity instruments 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 company after deducting all of its liabilities.

Trade creditors, other creditors and loans from fellow group and related companies are initially recognised at transaction price and subsequently carried at amortised cost, being transaction price less any amounts settled.

Other loans are initially recognised at the transaction price, including transaction costs and subsequently measured at amortised cost using the effective interest method. Interest expense is recognised on the basis of the effective interest method and is included in interest payable and other similar charges.

Basic financial liabilities are derecognised when the contractual obligation is discharged, cancelled or expired.

c) Equity instruments

The ordinary share capital of the company is classified as equity and recorded at fair value of the cash or other resources received pr receivable, net of direct costs of issuing the equity instruments.

**Cash and cash equivalents**

Cash and cash equivalents in the balance sheet comprise cash at banks and in hand and short term deposits with an original maturity date of three months or less.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 24 (2019 - 25).

**CARMAL ENTERPRISES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
for the year ended 31 January 2020

**4. PROPERTY, PLANT AND EQUIPMENT**

	Short leasehold £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>					
At 1 February 2019	780,697	372,330	9,823	125,573	1,288,423
Additions	<u>54,483</u>	<u>4,430</u>	<u>-</u>	<u>2,981</u>	<u>61,894</u>
At 31 January 2020	<u>835,180</u>	<u>376,760</u>	<u>9,823</u>	<u>128,554</u>	<u>1,350,317</u>
<b>DEPRECIATION</b>					
At 1 February 2019	728,735	366,268	6,754	121,519	1,223,276
Charge for year	<u>12,370</u>	<u>2,968</u>	<u>2,455</u>	<u>2,964</u>	<u>20,757</u>
At 31 January 2020	<u>741,105</u>	<u>369,236</u>	<u>9,209</u>	<u>124,483</u>	<u>1,244,033</u>
<b>NET BOOK VALUE</b>					
At 31 January 2020	<u>94,075</u>	<u>7,524</u>	<u>614</u>	<u>4,071</u>	<u>106,284</u>
At 31 January 2019	<u>51,962</u>	<u>6,062</u>	<u>3,069</u>	<u>4,054</u>	<u>65,147</u>

**5. INVENTORIES**

	2020 £	2019 £
Raw materials	32,742	24,701
Work-in-progress	269,130	136,545
Finished goods	<u>577,415</u>	<u>673,355</u>
	<u>879,287</u>	<u>834,601</u>

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

	2020 £	2019 £
Other debtors	766	4,233
Prepayments and accrued income	<u>96,377</u>	<u>114,344</u>
	<u>97,143</u>	<u>118,577</u>

**7. CURRENT ASSET INVESTMENTS**

	2020 £	2019 £
Current Asset Investments	<u>1,333,491</u>	<u>1,310,000</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the year ended 31 January 2020**

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

	2020	2019
	£	£
Trade creditors	68,114	59,266
Corporation tax	14,218	-
Social security and other taxes	61,272	61,198
Other creditors	26,096	8,155
Accruals and deferred income	<u>28,741</u>	<u>34,363</u>
	<u>198,441</u>	<u>162,982</u>

**9. LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020	2019
	£	£
Within one year	92,346	101,428
Between one and five years	187,802	260,147
In more than five years	<u>68,000</u>	<u>88,000</u>
	<u>348,148</u>	<u>449,575</u>

**10. FINANCIAL INSTRUMENTS****Company**

The Company has the following financial instruments:

	2019	2018
Financial assets that are debt instruments measured at amortised cost		
- Other debtors	4,233	1,972
- Prepayments and accrued income	114,344	111,552
- Cash and cash equivalents	<u>1,754,809</u>	<u>1,944,703</u>
	<u>1,873,386</u>	<u>2,058,227</u>
Financial liabilities measured at amortised cost		
- Trade creditors	59,266	63,907
- Other creditors	8,155	8,236
- Accruals	<u>34,363</u>	<u>52,848</u>
	<u>101,784</u>	<u>124,991</u>

**11. PROVISIONS FOR LIABILITIES**

	2020	2019
	£	£
Deferred tax	<u>15,014</u>	<u>4,441</u>

**CARMAL ENTERPRISES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the year ended 31 January 2020**

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**11. PROVISIONS FOR LIABILITIES - continued**

	Deferred tax £
Balance at 1 February 2019	4,441
Provided during year	<u>10,573</u>
Balance at 31 January 2020	<u>15,014</u>

**12. ULTIMATE CONTROLLING PARTY**

The company is controlled by C M Valentine, the Managing Director.