

Dixon Discount Carpets Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 August 2018

J W Smith & Co Ltd
Chartered Accountants
Oberon House
Ferries Street
Hull
HU9 1RL

Dixon Discount Carpets Limited

Contents

Balance Sheet	<u>1</u>
Notes to the Financial Statements	<u>2</u> to <u>5</u>

Dixon Discount Carpets Limited
(Registration number: 02151096)
Balance Sheet as at 31 August 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>4</u>	3,867	-
Current assets			
Stocks	<u>5</u>	38,359	-
Debtors	<u>6</u>	44,642	-
		83,001	-
Creditors: Amounts falling due within one year	<u>7</u>	(113,106)	(278)
Net current liabilities		(30,105)	(278)
Net liabilities		<u>(26,238)</u>	<u>(278)</u>
Capital and reserves			
Called up share capital		19,800	19,800
Profit and loss account		(46,038)	(20,078)
Total equity		<u>(26,238)</u>	<u>(278)</u>

For the financial year ending 31 August 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' 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 directors acknowledge their 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 Board on 26 June 2019 and signed on its behalf by:

.....

Mrs Eva Marie Dixon
Company secretary and director

The notes on pages 2 to 5 form an integral part of these financial statements.
Page 1

Dixon Discount Carpets Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

1 General information

The company is a private company limited by share capital, incorporated in England & Wales.

The address of its registered office is:

10A Gothenburg Way
Sutton Fields Industrial Estate
Hull
HU7 0YG

These financial statements were authorised for issue by the Board on 26 June 2019.

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.

Tangible assets

Tangible assets are stated in the statement of financial position 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.

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
Plant and machinery	20% on cost
Fixtures, fittings and equipment	33% on cost

Dixon Discount Carpets Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

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

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.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 2 (2017 - 2).

Dixon Discount Carpets Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

4 Tangible assets

	Furniture, fittings and equipment £	Other tangible assets £	Total £
Cost or valuation			
Additions	629	4,000	4,629
At 31 August 2018	629	4,000	4,629
Depreciation			
Charge for the year	162	600	762
At 31 August 2018	162	600	762
Carrying amount			
At 31 August 2018	467	3,400	3,867

5 Stocks

	2018 £	2017 £
Other inventories	38,359	-

6 Debtors

	Note	2018 £	2017 £
Trade debtors		35,935	-
Amounts owed by group undertakings and undertakings in which the company has a participating interest		3,206	-
Other debtors		5,501	-
		44,642	-

7 Creditors

	Note	2018 £	2017 £
Due within one year			
Bank loans and overdrafts	8	66,981	278
Accruals and deferred income		4,125	-
Other creditors		42,000	-
		113,106	278

Dixon Discount Carpets Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

8 Loans and borrowings

	2018	2017
	£	£
Current loans and borrowings		
Bank overdrafts	17,997	-
Other borrowings	48,984	278
	<u>66,981</u>	<u>278</u>

Page 5

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.