

Company Registration No. 02776405 (England and Wales)

STYLE STITCH LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
PAGES FOR FILING WITH REGISTRAR

STYLE STITCH LIMITED

COMPANY INFORMATION

Director	Mrs L Morrison
Secretary	Mrs A Sellick
Company number	02776405
Registered office	Greenhill Pennymoor Tiverton Devon EX16 8LR
Accountants	Aspen Waite South West 21 Bampton Street Tiverton Devon EX16 6AA

STYLE STITCH LIMITED

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STYLE STITCH LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	3		7,353		8,904
Current assets					
Stocks		44,697		49,175	
Debtors	4	3,467		3,919	
		<u>48,164</u>		<u>53,094</u>	
Creditors: amounts falling due within one year	5	<u>(69,687)</u>		<u>(73,139)</u>	
Net current liabilities			(21,523)		(20,045)
Total assets less current liabilities			(14,170)		(11,141)
Creditors: amounts falling due after more than one year	6		(68,961)		(83,600)
Net liabilities			<u>(83,131)</u>		<u>(94,741)</u>
Capital and reserves					
Called up share capital	7		2		2
Profit and loss reserves			(83,133)		(94,743)
Total equity			<u>(83,131)</u>		<u>(94,741)</u>

The director of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The director acknowledges her responsibilities for complying with the requirements of the Act 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.

The financial statements were approved and signed by the director and authorised for issue on 1 September 2022

Mrs L Morrison

STYLE STITCH LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2021

Director

Company Registration No. 02776405

STYLE STITCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Company information

Style Stitch Limited is a private company limited by shares incorporated in England and Wales within the United Kingdom.

1.1 Accounting convention

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. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

1.2 Going concern

Following the global impact of 'Covid-19, at the time of approving the financial statements, the director has a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the director continues to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

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.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost of assets less their residual values over their useful lives on the following bases:

Plant and machinery	15% Reducing balance
Fixtures, fittings & equipment	20% Reducing balance
Computer equipment	33.33% 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.

1.5 Stocks

Stocks are stated at the lower of cost and net realisable value.

STYLE STITCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.6 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.

1.7 Financial instruments

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

1.8 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 fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

1.9 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.10 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 1 (2020 - 2).

STYLE STITCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

3 Tangible fixed assets

	Plant and machinery	Fixtures, fittings & equipment	Computer equipment	Total
	£	£	£	£
Cost				
At 1 January 2021 and 31 December 2021	30,000	1,089	3,130	34,219
Depreciation and impairment				
At 1 January 2021	21,826	723	2,765	25,314
Depreciation charged in the year	1,226	73	253	1,552
At 31 December 2021	23,052	796	3,018	26,866
Carrying amount				
At 31 December 2021	6,948	293	112	7,353
At 31 December 2020	8,174	366	364	8,904

4 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Trade debtors	3,398	3,389
Other debtors	69	530
	3,467	3,919

5 Creditors: amounts falling due within one year

	2021 £	2020 £
Bank loans and overdrafts	22,492	24,049
Trade creditors	7,156	10,980
Other taxation and social security	2,177	293
Other creditors	36,767	36,767
Accruals and deferred income	1,095	1,050
	69,687	73,139

6 Creditors: amounts falling due after more than one year

	2021 £	2020 £
Director's loan account	68,961	83,600

STYLE STITCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

7	Called up share capital	2021	2020
		£	£
	Ordinary share capital		
	Issued and fully paid		
	2 Ordinary shares of £1 each	2	2
		<u>2</u>	<u>2</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.