

**FUNKY JUNK LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

Funky Junk Limited
Unaudited Financial Statements
For The Year Ended 31 March 2022

Contents

	Page
Balance Sheet	1–2
Notes to the Financial Statements	3–6

Funky Junk Limited
Balance Sheet
As at 31 March 2022

Registered number: 03128342

		2022		2021	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible Assets	3		21,834		25,687
Tangible Assets	4		140,764		147,391
			162,598		173,078
CURRENT ASSETS					
Stocks	5	353,172		501,104	
Debtors	6	273,820		208,926	
Cash at bank and in hand		49,849		65,412	
		676,841		775,442	
Creditors: Amounts Falling Due Within One Year	7	(680,449)		(734,264)	
NET CURRENT ASSETS (LIABILITIES)			(3,608)		41,178
TOTAL ASSETS LESS CURRENT LIABILITIES			158,990		214,256
Creditors: Amounts Falling Due After More Than One Year	8		(70,848)		(110,000)
PROVISIONS FOR LIABILITIES					
Deferred Taxation			-		(21,623)
NET ASSETS			88,142		82,633
CAPITAL AND RESERVES					
Called up share capital	10		118		118
Share premium account			39,172		39,172
Capital redemption reserve			20		20
Profit and Loss Account			48,832		43,323
SHAREHOLDERS' FUNDS			88,142		82,633

Funky Junk Limited
Balance Sheet (continued)
As at 31 March 2022

For the year ending 31 March 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The member has not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The director acknowledges her responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Mrs Claire Louise McKone

Director

27/12/2022

The notes on pages 3 to 6 form part of these financial statements.

Funky Junk Limited
Notes to the Financial Statements
For The Year Ended 31 March 2022

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

1.3. Intangible Fixed Assets and Amortisation - Goodwill

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the separable net assets. It is amortised to profit and loss account over its estimated economic life of 20 years.

1.4. Intangible Fixed Assets and Amortisation - Other Intangible

Other intangible assets is the website development .It is amortised to profit and loss account over 15% using the reducing balance method.

1.5. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold	10% reducing balance
Plant & Machinery	5% reducing balance
Fixtures & Fittings	20% reducing balance

1.6. Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in the creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period. Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.7. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

1.8. Foreign Currencies

Monetary 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 ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Funky Junk Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2022

1.9. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other years and 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 end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and assets reflect the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows: 6 (2021: 7)

3. Intangible Assets

	Goodwill	Other	Total
	£	£	£
Cost			
As at 1 April 2021	4,000	73,738	77,738
As at 31 March 2022	4,000	73,738	77,738
Amortisation			
As at 1 April 2021	4,000	48,051	52,051
Provided during the period	-	3,853	3,853
As at 31 March 2022	4,000	51,904	55,904
Net Book Value			
As at 31 March 2022	-	21,834	21,834
As at 1 April 2021	-	25,687	25,687

Funky Junk Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2022

4. Tangible Assets

	Land & Property			
	Leasehold	Plant & Machinery	Fixtures & Fittings	Total
	£	£	£	£
Cost or Valuation				
As at 1 April 2021	119,430	332,894	33,070	485,394
Additions	-	-	6,074	6,074
As at 31 March 2022	<u>119,430</u>	<u>332,894</u>	<u>39,144</u>	<u>491,468</u>
Depreciation				
As at 1 April 2021	89,885	232,650	15,468	338,003
Provided during the period	2,954	5,012	4,735	12,701
As at 31 March 2022	<u>92,839</u>	<u>237,662</u>	<u>20,203</u>	<u>350,704</u>
Net Book Value				
As at 31 March 2022	<u>26,591</u>	<u>95,232</u>	<u>18,941</u>	<u>140,764</u>
As at 1 April 2021	<u>29,545</u>	<u>100,244</u>	<u>17,602</u>	<u>147,391</u>

5. Stocks

	2022	2021
	£	£
Stock - finished goods	353,172	501,104
	<u>353,172</u>	<u>501,104</u>

6. Debtors

	2022	2021
	£	£
Due within one year		
Trade debtors	88,228	12,218
Other debtors	185,592	185,159
Corporation tax recoverable assets	-	11,549
	<u>273,820</u>	<u>208,926</u>

Funky Junk Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2022

7. Creditors: Amounts Falling Due Within One Year

	2022	2021
	£	£
Trade creditors	189,885	251,797
Bank loans and overdrafts	1,136	269,125
Corporation tax	2,955	-
Other taxes and social security	-	5,197
VAT	18,507	24,180
Clients Advance payments	114,554	-
Accruals and deferred income	5,200	13,000
Amounts owed to group undertakings	348,212	170,965
	<u>680,449</u>	<u>734,264</u>

On 19/11/2020 Funky Junk Italy Srl acquire 103 shares of Funky Junk, becoming the major shareholder and contributed £348,212 to the company.

8. Creditors: Amounts Falling Due After More Than One Year

	2022	2021
	£	£
Bank loans	45,848	50,000
Other creditors	25,000	60,000
	<u>70,848</u>	<u>110,000</u>

The other creditors is the amount owned to Eccentric Directions Limited due to the sales of shares and balance from previous years.

9. Obligations Under Finance Leases and Hire Purchase

	2022	2021
	£	£
The maturity of these amounts is as follows:		
Amounts Payable:		
Within one year	-	-
	<u>-</u>	<u>-</u>
	-	-
	<u>-</u>	<u>-</u>

10. Share Capital

	2022	2021
Allotted, Called up and fully paid	118	118
	<u>118</u>	<u>118</u>

11. Related Party Transactions

The major shareholder is Funky Junk Italy Srl, Via Antonio Pollaiuolo 15, 20159, Milano, MI, Italy

12. General Information

Funky Junk Limited is a private company, limited by shares, incorporated in England & Wales, registered number 03128342 . The registered office is Unit 10, 407 - 409 Hornsey Road, London, N19 4DX.

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.