

Company Registration No. 03825716 (England and Wales)

FIRST CHOICE GOURMET FOODS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 29 APRIL 2020
PAGES FOR FILING WITH REGISTRAR

FIRST CHOICE GOURMET FOODS LIMITED

CONTENTS

| | Page |
|-----------------------------------|-------|
| Balance sheet | 1 - 2 |
| Notes to the financial statements | 3 - 7 |

FIRST CHOICE GOURMET FOODS LIMITED

BALANCE SHEET

AS AT 29 APRIL 2020

| | | 2020 | | 2019 | |
|--|-------|---------------|---------------|---------------|---------------|
| | Notes | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Intangible assets | 3 | | 40,000 | | 44,800 |
| Tangible assets | 4 | | 1,695 | | 2,120 |
| | | | <u>41,695</u> | | <u>46,920</u> |
| Current assets | | | | | |
| Stocks | | 28,295 | | 24,939 | |
| Debtors | 5 | 24,773 | | 28,559 | |
| Cash at bank and in hand | | 33,407 | | 15,239 | |
| | | <u>86,475</u> | | <u>68,737</u> | |
| Creditors: amounts falling due within one year | 6 | (85,865) | | (61,633) | |
| Net current assets | | | 610 | | 7,104 |
| Total assets less current liabilities | | | 42,305 | | 54,024 |
| Creditors: amounts falling due after more than one year | 7 | | (34,239) | | (44,177) |
| Provisions for liabilities | | | (322) | | - |
| Net assets | | | <u>7,744</u> | | <u>9,847</u> |
| Capital and reserves | | | | | |
| Called up share capital | | | 1,000 | | 1,000 |
| Profit and loss reserves | | | 6,744 | | 8,847 |
| Total equity | | | <u>7,744</u> | | <u>9,847</u> |

FIRST CHOICE GOURMET FOODS LIMITED

BALANCE SHEET (CONTINUED)

AS AT 29 APRIL 2020

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

For the financial Period ended 29 April 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 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 Period 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 12 February 2021

Mr C M Bulley
Director

Company Registration No. 03825716

FIRST CHOICE GOURMET FOODS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 29 APRIL 2020

1 Accounting policies

Company information

First Choice Gourmet Foods Limited is a private company limited by shares incorporated in England and Wales. The registered office is Unit 3B Herald Industrial Estate, Herald Road, Hedge End, Southampton, Hampshire, England, SO30 2JW.

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, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

The directors have considered the impact of COVID-19 in relation to their assessment of going concern and in their opinion have taken all reasonable steps to mitigate these factors. As at the point of authorising the accounts, and for the foreseeable future, the directors consider the going concern assumption to still be appropriate. The directors acknowledge that given the currently rapidly changing business and social environment, there are likely to be significant unknown factors which may present themselves. Such factors are considered by the directors to represent a general inherent level of risk in relation to the going concern assumption albeit not quantifiable at this time.

The company has traded throughout the pandemic and sales orders remain strong.

1.3 Reporting period

The period under review is shorter than a year, as a result figures in this period are not entirely comparable to future and prior periods.

1.4 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

Sale of goods are recognised when goods are shipped and title has passed.

FIRST CHOICE GOURMET FOODS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 APRIL 2020

1 Accounting policies

(Continued)

1.5 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is ten years.

For the purposes of impairment testing, goodwill is allocated to the cash-generating units expected to benefit from the acquisition. Cash-generating units to which goodwill has been allocated are tested for impairment at least annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash-generating unit is less than the carrying amount of the unit, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata on the basis of the carrying amount of each asset in the unit.

1.6 Tangible fixed assets

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

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

| | |
|--------------------------------|-----------------------|
| Land and buildings Leasehold | 5% Straight line |
| Plant and machinery | 20% 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.

1.7 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets. A provision is made for any impairment loss and taken to the profit and loss account.

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

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.

1.9 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. Bank overdrafts are shown within borrowings in current liabilities.

FIRST CHOICE GOURMET FOODS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 APRIL 2020

1 Accounting policies

(Continued)

1.10 Financial instruments

The company only enters into Basic financial instrument transactions.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally 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.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Classification of financial liabilities

Financial liabilities and equity instruments are classified 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.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

1.11 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs.

Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.12 Derivatives

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to fair value at each reporting end date. The resulting gain or loss is recognised in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedge relationship.

A derivative with a positive fair value is recognised as a financial asset, whereas a derivative with a negative fair value is recognised as a financial liability.

1.13 Taxation

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

Current tax

The current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period.

FIRST CHOICE GOURMET FOODS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 APRIL 2020

1 Accounting policies

(Continued)

Deferred tax

Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in the tax assessments.

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

The company's liability for current and deferred tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

1.14 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.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.15 Retirement benefits

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

2 Employees

The average monthly number of persons (including directors) employed by the company during the Period was:

| | 2020 Number | 2019 Number |
|-------|----------------|----------------|
| Total | 3 | 3 |

3 Intangible fixed assets

| | Goodwill £ |
|-------------------------------------|---------------|
| Cost | |
| At 1 May 2019 and 29 April 2020 | 103,000 |
| Amortisation and impairment | |
| At 1 May 2019 | 58,200 |
| Amortisation charged for the Period | 4,800 |
| At 29 April 2020 | 63,000 |
| Carrying amount | |
| At 29 April 2020 | 40,000 |
| At 30 April 2019 | 44,800 |

FIRST CHOICE GOURMET FOODS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 29 APRIL 2020

4 Tangible fixed assets

| | Land and buildings Leasehold £ | Plant and machinery £ | Fixtures, fittings & equipment £ | Computer equipment £ | Total £ |
|------------------------------------|---|-----------------------------|--|----------------------------|------------|
| Cost | | | | | |
| At 1 May 2019 and 29 April 2020 | 500 | 17,627 | 8,389 | 670 | 27,186 |
| Depreciation and impairment | | | | | |
| At 1 May 2019 | 500 | 16,830 | 7,017 | 669 | 25,066 |
| Depreciation charged in the Period | - | 150 | 274 | 1 | 425 |
| At 29 April 2020 | 500 | 17,030 | 7,291 | 670 | 25,491 |
| Carrying amount | | | | | |
| At 29 April 2020 | - | 597 | 1,098 | - | 1,695 |
| At 30 April 2019 | - | 747 | 1,372 | 1 | 2,120 |

5 Debtors

| | 2020 £ | 2019 £ |
|---|-----------|-----------|
| Amounts falling due within one year: | | |
| Trade debtors | 7,669 | 11,410 |
| Other debtors | 17,104 | 17,149 |
| | 24,773 | 28,559 |

6 Creditors: amounts falling due within one year

| | 2020 £ | 2019 £ |
|------------------------------------|-----------|-----------|
| Trade creditors | 74,699 | 53,641 |
| Corporation tax | 2,111 | - |
| Other taxation and social security | 1,111 | 323 |
| Other creditors | 7,944 | 7,669 |
| | 85,865 | 61,633 |

7 Creditors: amounts falling due after more than one year

| | 2020 £ | 2019 £ |
|-----------------|-----------|-----------|
| Other creditors | 34,239 | 44,177 |

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.