

REGISTERED NUMBER: 03922459 (England and Wales)

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017
FOR
ABSOLUTIONS UK LIMITED**

THP Limited
Chartered Accountants
34-40 High Street
Wanstead
London
E11 2RJ

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ABSOLUTIONS UK LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 28 FEBRUARY 2017**

DIRECTORS:

R M Elliott
G J Elliott

SECRETARY:

G J Elliott

REGISTERED OFFICE:

Unit 7
Dorma Trading Park
Staffa Road
Leyton
London
E10 7QX

REGISTERED NUMBER:

03922459 (England and Wales)

ACCOUNTANTS:

THP Limited
Chartered Accountants
34-40 High Street
Wanstead
London
E11 2RJ

BALANCE SHEET
28 FEBRUARY 2017

	Notes	2017 £	£	2016 £	£
FIXED ASSETS					
Tangible assets	4		11,637		15,938
CURRENT ASSETS					
Stocks		144,552		254,000	
Debtors	5	124,048		145,182	
Partnership net current assets	6	15,825		16,972	
Cash at bank and in hand		38,773		141,058	
		323,198		557,212	
CREDITORS					
Amounts falling due within one year	7	145,456		393,299	
NET CURRENT ASSETS			177,742		163,913
TOTAL ASSETS LESS CURRENT LIABILITIES			189,379		179,851
CREDITORS					
Amounts falling due after more than one year	8		(6,565)		(10,711)
PROVISIONS FOR LIABILITIES			(2,099)		(2,909)
NET ASSETS			180,715		166,231
CAPITAL AND RESERVES					
Called up share capital			1,000		1,000
Retained earnings			179,715		165,231
SHAREHOLDERS' FUNDS			180,715		166,231

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 28 February 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 28 February 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) 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.
- (b)

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 29 November 2017 and were signed on its behalf by:

G J Elliott - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

1. STATUTORY INFORMATION

Absolutions UK Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The company's functional and presentation currency is the pound sterling.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable and represents the amount receivable for goods/services supplied, net of returns, discounts and value added taxes.

Revenue is recognised when goods are delivered to the customer, such that the risks and rewards of ownership have passed to them.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Short leasehold improvements	- Straight line over the term of the lease
Plant and machinery	- 20% on cost
Fixtures and fittings	- 20% on cost

Stocks

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

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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

Foreign currencies

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 of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2017

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 5 (2016 - 5) .

4. TANGIBLE FIXED ASSETS

	Short leasehold improvements £	Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 1 March 2016	3,823	30,884	37,408	72,115
Additions	-	-	916	916
At 28 February 2017	<u>3,823</u>	<u>30,884</u>	<u>38,324</u>	<u>73,031</u>
DEPRECIATION				
At 1 March 2016	3,823	14,946	37,408	56,177
Charge for year	-	5,034	183	5,217
At 28 February 2017	<u>3,823</u>	<u>19,980</u>	<u>37,591</u>	<u>61,394</u>
NET BOOK VALUE				
At 28 February 2017	-	10,904	733	11,637
At 29 February 2016	-	15,938	-	15,938

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £
COST	
At 1 March 2016 and 28 February 2017	<u>20,995</u>
DEPRECIATION	
At 1 March 2016	8,398
Charge for year	<u>4,199</u>
At 28 February 2017	<u>12,597</u>
NET BOOK VALUE	
At 28 February 2017	<u>8,398</u>
At 29 February 2016	<u>12,597</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade debtors	4,608	37,408
Amounts owed by related party	15,831	57,492
Other debtors	98,509	6,716
Close Invoice Finance	5,100	31,664
Directors' current accounts	-	10,165
Prepayments and accrued income	-	1,737
	<u>124,048</u>	<u>145,182</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2017

6. PARTNERSHIP NET CURRENT ASSETS

	2017 £	2016 £
Partnership net current assets	<u>15,825</u>	<u>16,972</u>

The net current assets of Boxwell Road LLP, of which Absolutions UK Limited is a member, are made up as follows:

	2017 £	2016 £
Stocks	11,224	15,092
Debtors	4,529	1,930
Bank	125	72
Less: Creditors	(53)	(122)
Net current assets	<u>15,825</u>	<u>16,972</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Bank overdraft	-	65,769
Hire purchase contracts (see note 9)	4,146	4,146
Trade creditors	49,987	195,573
Amounts owed to related party	36,548	52,148
Corporation tax	8,486	8,695
Social security and other taxes	29,854	3,452
VAT	2,695	3,255
Close invoice finance	4,805	50,613
Directors' current accounts	3	-
Accrued expenses	8,932	9,648
	<u>145,456</u>	<u>393,299</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017 £	2016 £
Hire purchase contracts (see note 9)	<u>6,565</u>	<u>10,711</u>

9. LEASING AGREEMENTS

Minimum lease payments under hire purchase fall due as follows:

	2017 £	2016 £
Gross obligations repayable:		
Within one year	5,730	5,730
Between one and five years	9,073	14,803
	<u>14,803</u>	<u>20,533</u>
Finance charges repayable:		
Within one year	1,584	1,584
Between one and five years	2,508	4,092
	<u>4,092</u>	<u>5,676</u>
Net obligations repayable:		
Within one year	4,146	4,146
Between one and five years	6,565	10,711
	<u>10,711</u>	<u>14,857</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2017

10. SECURED DEBTS

The following secured debts are included within creditors:

	2017 £	2016 £
Close Invoice Finance	4,805	50,613
Hire purchase contracts	10,711	14,857
	<u>15,516</u>	<u>65,470</u>

The amount due to Close Invoice Finance is secured by floating charges over the company's book debts. The liability is repayable on demand and interest is charged monthly at Bank of England Base Rate plus 1.5%.

Hire purchase contracts are secured on the assets to which they relate.

11. CONTINGENT LIABILITIES

The company has been issued with Advanced Payment Notices totalling £98,508 by HMRC. During this and the preceding year the company made payments of £68,654 and the remaining balance of £29,854 is included within creditors due in less than one year, this sum having been fully paid by the balance sheet signing date.

These payments are in respect of a dispute with HMRC in relation to the operation of employment taxes by the company. As there is significant uncertainty as to the likely outcome of this matter, the Directors have recognised the £98,508 as an asset on the balance sheet rather than as a taxation expense.

Should the dispute be resolved unfavourably to the company, there would be a net impact to profit and loss of £98,508, based on current rates of corporation tax. There would however be no material impact on cash flow as the company will have already made full payment on account of this tax.

The Company had no other contingent liabilities at 28 February 2017 (2016 - £Nil) other than in respect of a cross guarantee in the form of a charge over the Company's assets, to the favour of the Company's principal Bankers, covering all borrowing and overdrafts by Absolutions (UK) Limited and associated companies, Absolute Group Limited and Absolute FM LLP, from those banks.

12. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 28 February 2017 and 29 February 2016:

	2017 £	2016 £
R M Elliott		
Balance outstanding at start of year	10,561	-
Amounts advanced	-	10,561
Amounts repaid	(10,561)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>-</u>	<u>10,561</u>

The above loan was interest free.

13. RELATED PARTY DISCLOSURES

Included in creditors is a related company loan due to Absolute Ink Limited of £36,548 (2016: £52,148), a company of which G J Elliott and R M Elliott are directors.

Included in debtors is a related company loan due from Absolute FM LLP of £15,291 (2016: £57,492), a limited liability partnership of which G J Elliott and R M Elliott are members.

14. ULTIMATE CONTROLLING PARTY

The company was under the control of R M Elliott and G J Elliott in this and the preceding year.

15. FIRST YEAR ADOPTION

This is the first year that the company has presented its results under FRS 102 Section 1A. The last financial statements under UK GAAP were for the period ended 29 February 2016. The date of transition to FRS 102 was 1 March 2015. There have been no significant changes in accounting policies as the result of transition to FRS 102 and the comparative figures are unchanged.

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.