

ABF EUROPE LIMITED

UNAUDITED

30 NOVEMBER 2016

ABBREVIATED ACCOUNTS



ArmstrongWatson®

Accountants, Business & Financial Advisers

ABF EUROPE LIMITED
REGISTERED NUMBER: 03998389


ABBREVIATED BALANCE SHEET
AS AT 30 NOVEMBER 2016

	Note	£	2016 £	£	2015 £
FIXED ASSETS					
Tangible assets	2		12,086		17,151
CURRENT ASSETS					
Stocks		20,011		45,028	
Debtors		504,532		550,209	
Cash at bank		4,013		8,140	
		<u>528,556</u>		<u>603,377</u>	
CREDITORS: amounts falling due within one year	3	<u>(455,632)</u>		<u>(377,126)</u>	
NET CURRENT ASSETS			<u>72,924</u>		<u>226,251</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>85,010</u>		<u>243,402</u>
CREDITORS: amounts falling due after more than one year	4	<u>(143,836)</u>		<u>(238,065)</u>	
NET (LIABILITIES)/ASSETS			<u><u>(58,826)</u></u>		<u><u>5,337</u></u>
CAPITAL AND RESERVES					
Called up share capital	5		1,000		1,000
Profit and loss account			<u>(59,826)</u>		<u>4,337</u>
SHAREHOLDERS' (DEFICIT)/FUNDS			<u><u>(58,826)</u></u>		<u><u>5,337</u></u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 30 November 2016 and of its loss for the year in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The abbreviated accounts, which 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, were approved and authorised for issue by the board and were signed on its behalf on 25/08/17



A D Longstaffe
 Director

The notes on pages 2 to 4 form part of these financial statements.

ABF EUROPE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 NOVEMBER 2016

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

1.2 Going concern

The accounts have been prepared using the going concern basis which is dependent upon the continued support of the parent company, Muzo Works Limited, whose directors have given assurances that they will not withdraw this support.

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

1.4 Tangible fixed assets and depreciation

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

Plant and machinery	- 33% on reducing balance, 25% on reducing balance and 20% on reducing balance.
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1.5 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase 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 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.

1.6 Stocks

Stocks 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.

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NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 NOVEMBER 2016

1. ACCOUNTING POLICIES (continued)

1.7 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.8 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at 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 gains and losses are recognised in the Profit and loss account.

2. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 December 2015	64,886
Additions	998
At 30 November 2016	<u>65,884</u>
Depreciation	
At 1 December 2015	47,735
Charge for the year	6,063
At 30 November 2016	<u>53,798</u>
Net book value	
At 30 November 2016	<u>12,086</u>
At 30 November 2015	<u>17,151</u>

3. CREDITORS:

Amounts falling due within one year

The bank loans, overdrafts and other loans of £191,191 (2015: £109,574) are secured by a fixed and floating charge of the assets of all group companies.

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NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 NOVEMBER 2016

4. CREDITORS:

Amounts falling due after more than one year

The bank loans and other loans of £143,836 (2015: £238,065) are secured by a fixed and floating charge of the assets of all group companies

5. SHARE CAPITAL

	2016 £	2015 £
Allotted, called up and fully paid		
900 A Ordinary shares of £1 each	900	900
100 B Ordinary shares of £1 each	100	100
	<hr/>	<hr/>
	1,000	1,000
	<hr/>	<hr/>

6. DIRECTORS' BENEFITS: ADVANCES, CREDIT AND GUARANTEES

At the year ended 30 November 2016 the company had the following loans due from directors:

D L Buttle - £36,230 (2015: £36,230)

M A Prendergast - £15,013 (2015: £15,013)

No advances were made on either of these loans during the year (2015: £3,000 on each loan).

No interest is charged in respect of these amounts and there are no fixed terms for repayment.

A loan of £40,000 is due to A D Longstaffe on which interest charges of £6,000 (2015: £2,000) were accrued at the year end. The interest charged during the year in relation to this loan was £4,000 (2015: £4,832).

7. RELATED PARTY TRANSACTIONS

During the year ABF Europe Limited made various payments on behalf of MAD Design Limited and ABF USA Ltd. Both of these companies are under the control of Muzo Works Limited.

Included in debtors is an amount owing from ABF USA Ltd totalling £440,941 (2015: £462,076). Included in creditors are amounts owed to MAD Design Limited, Muzo Works Limited and ABF USA Ltd totalling £20,125 (2015: £16,955), £60,000 (2015: £60,000) and £4,581 (2015: £4,581) respectively.

8. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The ultimate holding company is Muzo Works Limited, which is under the control of D L Buttle and M A Prendergast.