

**Registered number: 04525252**

**Grade Leather Ltd**

**Unaudited**

**Abbreviated accounts**

**for the year ended 30 September 2015**

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## Grade Leather Ltd

The following reproduces the text of the Chartered accountants' report in respect of the company's annual financial statements, from which the abbreviated accounts (set out on pages 2 to 5) have been prepared.

### **Chartered accountants' report to the director on the preparation of the unaudited statutory financial statements of Grade Leather Ltd for the year ended 30 September 2015**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Grade Leather Ltd for the year ended 30 September 2015 which comprise the Profit and loss account, the Balance sheet and the related notes from the company's accounting records and from information and explanations you have given to us.

As a member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at [icaew.com/regulations](http://icaew.com/regulations).

This report is made solely to the director of Grade Leather Ltd in accordance with the terms of our engagement letter dated 15 March 2013. Our work has been undertaken solely to prepare for your approval the financial statements of Grade Leather Ltd and state those matters that we have agreed to state to the director of Grade Leather Ltd in this report in accordance with AAF 2/10 as detailed at [icaew.com/compilation](http://icaew.com/compilation). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Grade Leather Ltd and its director for our work or for this report.

It is your duty to ensure that Grade Leather Ltd has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the company's assets, liabilities, financial position and profit. You consider that Grade Leather Ltd is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of Grade Leather Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.



**Kreston Reeves LLP**  
Chartered Accountants  
Canterbury

Date:

**Grade Leather Ltd**  
**Registered number: 04525252**

**Abbreviated balance sheet**  
**as at 30 September 2015**

		2015		2014	
	Note	£	£	£	£
<b>Fixed assets</b>					
Intangible assets	2		19,250		22,000
Tangible fixed assets	3		843		5,445
			<u>20,093</u>		<u>27,445</u>
<b>Current assets</b>					
Stocks		127,389		201,205	
Debtors		217,195		259,528	
Cash at bank		9,186		3,023	
		<u>353,770</u>		<u>463,756</u>	
<b>Creditors:</b> amounts falling due within one year	4	(347,765)		(483,052)	
<b>Net current assets/(liabilities)</b>			<u>6,005</u>		<u>(19,296)</u>
<b>Total assets less current liabilities</b>			<u>26,098</u>		<u>8,149</u>
<b>Provisions for liabilities</b>					
Deferred tax			(500)		(1,348)
<b>Net assets</b>			<u>25,598</u>		<u>6,801</u>
<b>Capital and reserves</b>					
Called up share capital	5		100		100
Profit and loss account			25,498		6,701
<b>Shareholders' funds</b>			<u>25,598</u>		<u>6,801</u>

The director considers 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 director acknowledges his 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 September 2015 and of its profit 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.

**Grade Leather Ltd**

**Abbreviated balance sheet (continued)  
as at 30 September 2015**

The abbreviated accounts, which have been prepared in accordance with the 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

**G Bird**  
Director

A handwritten signature in black ink, appearing to be 'G Bird', written over a horizontal line.

The notes on pages 4 to 5 form part of these financial statements.

**Notes to the abbreviated accounts  
for the year ended 30 September 2015**

**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 April 2008).

**1.2 Cash flow**

The financial statements do not include a Cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective April 2008).

**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 Intangible fixed assets and amortisation**

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Profit and loss account over its estimated economic life.

**1.5 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:

Motor vehicles	-	25% straight line
Office equipment	-	15% straight line

**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.

**1.7 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.

# Grade Leather Ltd

## Notes to the abbreviated accounts for the year ended 30 September 2015

### 2. Intangible fixed assets

	£
<b>Cost</b>	
At 1 October 2014 and 30 September 2015	55,000
<b>Amortisation</b>	
At 1 October 2014	33,000
Charge for the year	2,750
At 30 September 2015	35,750
<b>Net book value</b>	
At 30 September 2015	19,250
At 30 September 2014	22,000

### 3. Tangible fixed assets

	£
<b>Cost</b>	
At 1 October 2014	32,406
Additions	258
At 30 September 2015	32,664
<b>Depreciation</b>	
At 1 October 2014	26,961
Charge for the year	4,860
At 30 September 2015	31,821
<b>Net book value</b>	
At 30 September 2015	843
At 30 September 2014	5,445

### 4. Creditors: Amounts falling due within one year

Funds advanced by the company's invoice discounting facility are secured by legal charge over the book debts of Grade Leather Ltd.

### 5. Share capital

	2015 £	2014 £
<b>Allotted, called up and fully paid</b>		
100 Ordinary shares of £1 each	100	100