

Unaudited Financial Statements
for the Year Ended 31 January 2020
for
Snugburys Ice Cream Limited

**Contents of the Financial Statements
for the Year Ended 31 January 2020**

	Page
Company Information	1
Statement of Financial Position	2
Notes to the Financial Statements	4

Snugburys Ice Cream Limited
Company Information
for the Year Ended 31 January 2020

DIRECTORS:

C A Sadler
Mrs CLD Sadler
Miss C A D Sadler
Mrs H Goodwin
Mrs C E Hill
M P Ginn

SECRETARY:

Mrs CLD Sadler

REGISTERED OFFICE:

Park Farm
Hurleston
Nantwich
Cheshire
CW5 6BU

REGISTERED NUMBER:

04579216 (England and Wales)

Statement of Financial Position
31 January 2020

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Intangible assets	5		-		-
Tangible assets	6		672,975		697,095
Investments	7		<u>13,682</u>		<u>11,470</u>
			686,657		708,565
CURRENT ASSETS					
Stocks		144,801		104,339	
Debtors	8	38,112		35,699	
Cash at bank and in hand		<u>86,083</u>		<u>39,062</u>	
		268,996		179,100	
CREDITORS					
Amounts falling due within one year	9	<u>239,379</u>		<u>218,491</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>29,617</u>		<u>(39,391)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			716,274		669,174
CREDITORS					
Amounts falling due after more than one year	10		(20,923)		(21,835)
PROVISIONS FOR LIABILITIES			<u>(101,000)</u>		<u>(90,000)</u>
NET ASSETS			<u>594,351</u>		<u>557,339</u>
CAPITAL AND RESERVES					
Called up share capital			1,000		1,000
Retained earnings			<u>593,351</u>		<u>556,339</u>
SHAREHOLDERS' FUNDS			<u>594,351</u>		<u>557,339</u>

The notes form part of these financial statements

Statement of Financial Position - continued
31 January 2020

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 January 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 January 2020 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
- (b) 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.

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

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

The financial statements were approved and authorised for issue by the Board of Directors and authorised for issue on 21 August 2020 and were signed on its behalf by:

Miss C A D Sadler - Director

Mrs H Goodwin - Director

Mrs C E Hill - Director

**Notes to the Financial Statements
for the Year Ended 31 January 2020**

1. STATUTORY INFORMATION

Snugburys Ice Cream 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.

2. STATEMENT OF COMPLIANCE

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

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements cover the company as an individual entity, have been prepared under the historical cost convention and are presented in Pounds Sterling (£) being the functional currency.

The financial statements have been prepared on the assumption that the company is able to carry on business as a going concern, which the directors consider appropriate having regard to the company's current and expected performance. Particular consideration has been given to the impact of the Coronavirus on the company's ability to operate for the foreseeable future.

In arriving at this assessment of the going concern status of the company the directors have made key judgements about the ongoing availability of the Government's Job Retention Scheme, the ability of the company to agree deferred payment terms on HMRC debts and other finance, and the returning level of demand for the products manufactured by the company.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of the business in 2003, has been amortised evenly over its estimated useful life of ten years.

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.

Improvements to leasehold	- 10% on reducing balance
Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33.33% 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.

Notes to the Financial Statements - continued
for the Year Ended 31 January 2020

3. ACCOUNTING POLICIES - continued

Financial instruments

Basic financial instruments are recognised at amortised cost, except for investments in non-convertible preference and non-puttable ordinary shares which are measured at fair value, with changes recognised in profit or loss. Derivative financial instruments are initially recorded at cost and thereafter at fair value with changes recognised in profit or loss.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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 statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

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.

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.

Investments

Investments that can be reliably measured, are held at fair value, with changes reflected in the income statement. Where fair value cannot be reliably measured, investments are held at cost less impairment.

Notes to the Financial Statements - continued
for the Year Ended 31 January 2020

4. EMPLOYEES

The average number of employees during the year was 40 (2019 - 28) .

5. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 February 2019 and 31 January 2020	<u>135,735</u>
AMORTISATION	
At 1 February 2019 and 31 January 2020	<u>135,735</u>
NET BOOK VALUE	
At 31 January 2020	<u>-</u>
At 31 January 2019	<u>-</u>

6. TANGIBLE FIXED ASSETS

	Improvements to leasehold £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 February 2019	368,695	856,346	123,551
Additions	12,053	114,017	8,741
Disposals	(2,000)	(138,112)	(2,785)
At 31 January 2020	<u>378,748</u>	<u>832,251</u>	<u>129,507</u>
DEPRECIATION			
At 1 February 2019	113,191	472,761	84,653
Charge for year	26,545	63,614	7,064
Eliminated on disposal	(200)	(83,774)	(2,388)
At 31 January 2020	<u>139,536</u>	<u>452,601</u>	<u>89,329</u>
NET BOOK VALUE			
At 31 January 2020	<u>239,212</u>	<u>379,650</u>	<u>40,178</u>
At 31 January 2019	<u>255,504</u>	<u>383,585</u>	<u>38,898</u>

Notes to the Financial Statements - continued
for the Year Ended 31 January 2020

6. TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 February 2019	47,627	9,222	1,405,441
Additions	-	-	134,811
Disposals	-	(4,218)	(147,115)
At 31 January 2020	<u>47,627</u>	<u>5,004</u>	<u>1,393,137</u>
DEPRECIATION			
At 1 February 2019	29,050	8,691	708,346
Charge for year	4,642	110	101,975
Eliminated on disposal	-	(3,797)	(90,159)
At 31 January 2020	<u>33,692</u>	<u>5,004</u>	<u>720,162</u>
NET BOOK VALUE			
At 31 January 2020	<u>13,935</u>	<u>-</u>	<u>672,975</u>
At 31 January 2019	<u>18,577</u>	<u>531</u>	<u>697,095</u>

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

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 February 2019	149,255	23,975	173,230
Additions	94,300	-	94,300
Disposals	(56,000)	-	(56,000)
At 31 January 2020	<u>187,555</u>	<u>23,975</u>	<u>211,530</u>
DEPRECIATION			
At 1 February 2019	50,202	13,861	64,063
Charge for year	23,845	2,528	26,373
Eliminated on disposal	(21,609)	-	(21,609)
At 31 January 2020	<u>52,438</u>	<u>16,389</u>	<u>68,827</u>
NET BOOK VALUE			
At 31 January 2020	<u>135,117</u>	<u>7,586</u>	<u>142,703</u>
At 31 January 2019	<u>99,053</u>	<u>10,114</u>	<u>109,167</u>

Notes to the Financial Statements - continued
for the Year Ended 31 January 2020

7. **FIXED ASSET INVESTMENTS**

Investments (neither listed nor unlisted) were as follows:

	2020 £	2019 £
Bullion Investment	<u>13,682</u>	<u>11,470</u>

8. **DEBTORS**

	2020 £	2019 £
Amounts falling due within one year:		
Trade debtors	13,892	18,075
Other debtors	<u>21,167</u>	<u>13,161</u>
	<u>35,059</u>	<u>31,236</u>

Amounts falling due after more than one year:

Trade debtors	<u>3,053</u>	<u>4,463</u>
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Aggregate amounts

	<u>38,112</u>	<u>35,699</u>
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9. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2020 £	2019 £
Hire purchase contracts (see note 11)	30,980	51,761
Trade creditors	24,100	75,181
Taxation and social security	50,640	13,249
Other creditors	<u>133,659</u>	<u>78,300</u>
	<u>239,379</u>	<u>218,491</u>

10. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2020 £	2019 £
Hire purchase contracts (see note 11)	<u>20,923</u>	<u>21,835</u>

Notes to the Financial Statements - continued
for the Year Ended 31 January 2020

11. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2020	2019
	£	£
Net obligations repayable:		
Within one year	30,980	51,761
Between one and five years	<u>20,923</u>	<u>21,835</u>
	<u>51,903</u>	<u>73,596</u>
	Non-cancellable operating leases	
	2020	2019
	£	£
Within one year	29,957	32,323
Between one and five years	131,343	136,300
In more than five years	<u>447,916</u>	<u>472,916</u>
	<u>609,216</u>	<u>641,539</u>

Total lease payments recognised as an expense during the period amounted to £32,353 (2019 - £9,407).

12. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019
	£	£
Hire purchase contracts	<u>51,903</u>	<u>73,596</u>

The hire purchase contracts are secured against the assets financed.

**Notes to the Financial Statements - continued
for the Year Ended 31 January 2020**

13. POST BALANCE SHEET EVENTS

In March 2020 the UK was impacted by the outbreak of the Coronavirus. In order to manage the spread of the virus the Government has imposed significant restrictions on the movement of people and the ability of businesses to continue to trade. This event occurred after the company's reporting period and so is considered to be a non-adjusting event.

The Coronavirus has resulted in a severe contraction of the UK economy and the imposition of social distancing rules has meant that demand for the company's products has fallen significantly. The financial impact on the company is that no sales income is envisaged for a period of at least three months but likewise the introduction of the Job Retention Scheme has meant that eighty percent of employee costs have been mitigated. The shortfall in grant funding under this scheme is to be covered by the existing cash reserves and available banking facilities.

The directors are not able to make a reliable estimate of the financial impact of the Coronavirus outbreak in the reporting period to 31 January 2021.

14. PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £5,473 (2019 - £3,296). Contributions totalling £1,214 (2019 - £464) were payable to the fund at the balance sheet date and are included in other creditors.

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.