

JRC Imports Limited
Unaudited Financial Statements
for the Year Ended 28 February 2021

Brebners
Chartered Accountants
130 Shaftesbury Avenue
London
W1D 5AR

JRC IMPORTS LIMITED

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JRC IMPORTS LIMITED

Company Information

Directors	A B Coulston J R Coulston
Registered office	21-23 Grafton Mews London W1T 5HR
Accountants	Brebners Chartered Accountants 130 Shaftesbury Avenue London W1D 5AR

JRC IMPORTS LIMITED

Statement of Financial Position as at 28 February 2021

	Note	2021 £	2020 £
Fixed assets			
Intangible assets	<u>4</u>	4,772	11,095
Tangible assets	<u>5</u>	45,812	54,862
		<u>50,584</u>	<u>65,957</u>
Current assets			
Stocks	<u>6</u>	167,502	377,557
Debtors	<u>7</u>	2,859,064	2,789,493
Cash at bank and in hand		21,364	68,608
		<u>3,047,930</u>	<u>3,235,658</u>
Creditors: Amounts falling due within one year	<u>8</u>	(2,010,514)	(2,667,621)
Net current assets		<u>1,037,416</u>	<u>568,037</u>
Total assets less current liabilities		1,088,000	633,994
Creditors: Amounts falling due after more than one year	<u>8</u>	(866,667)	-
Provisions for liabilities		<u>(7,099)</u>	<u>(7,099)</u>
Net assets		<u>214,234</u>	<u>626,895</u>
Capital and reserves			
Called up share capital		65	65
Share premium reserve		8,991	8,991
Capital redemption reserve		35	35
Profit and loss account		<u>205,143</u>	<u>617,804</u>
Shareholders' funds		<u>214,234</u>	<u>626,895</u>

For the financial year ending 28 February 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements 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 and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Statement of Income and Retained Earnings has been taken.

The notes on pages 4 to 9 form an integral part of these financial statements.

JRC IMPORTS LIMITED

Statement of Financial Position as at 28 February 2021

Approved and authorised by the Board on 23 February 2022 and signed on its behalf by:

.....

A B Coulston

Director

Company registration number: 04665791

The notes on pages 4 to 9 form an integral part of these financial statements.

JRC IMPORTS LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 28 February 2021

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

21-23 Grafton Mews
London
W1T 5HR

The principal activity of the company is that of the importation and design of textiles.

2 Accounting policies

Statement of compliance

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

Basis of preparation

These financial statements have been prepared using the historical cost convention and are presented in sterling, which is the functional currency of the entity.

Going concern

The company made a loss for the year ended 28 February 2021 but had net assets amounting to £214,234 at that date.

The directors have considered the potential effect of the current COVID-19 pandemic and the directors' view is that the impact continues to be manageable.

Following the declaration of the global pandemic by the World Health Organisation the company has taken advantage of the Coronavirus Job Retention Scheme and has also accessed the Coronavirus Business Interruption Loan scheme, under which a loan of £1m has been obtained. The latest unaudited management accounts to 31 December 2021 show that net profits are above budget and the directors forecast that this profitability will continue. Costs are being controlled and reduced wherever possible. The directors have produced cash flow forecasts and, as a result, are optimistic that the company will remain profitable and able to meet its liabilities as and when they fall due.

On the basis of the above, and after making enquiries, the directors have a reasonable expectation that the company has adequate resources to continue to in operational existence for the foreseeable future. Accordingly, the directors continue to adopt the going concern basis in preparing the financial statements.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of textiles in the ordinary course of the company's activities. Turnover is shown net of value added tax, returns, rebates and discounts. The company recognises turnover upon the despatch of textiles to customers.

Government grants

Government grants are recognised when it is reasonable to expect that the grants will be received and that all related conditions will be met, usually on submission of a valid claim for payment.

Grants of a revenue nature are credited to income so as to match them with the expenditure to which they relate.

JRC IMPORTS LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 28 February 2021

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a charge attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Intangible assets

Separately acquired trademarks and licences are shown at historical cost.

Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Personalised registrations	10% straight line
Patterns and designs	33% straight line

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, less its estimated residual value, over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Fixtures and fittings	25% straight line
Motor vehicles	25% straight line
Office equipment	33% straight line
Leasehold Property	Over period of lease

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Notes to the Unaudited Financial Statements for the Year Ended 28 February 2021

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Operating leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

3 Staff numbers

The average number of persons employed by the company during the year, was 13 (2020 - 13).

JRC IMPORTS LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 28 February 2021

4 Intangible assets

	Personalised registrations £	Patterns and designs £	Total £
Cost			
At 1 March 2020	18,655	159,405	178,060
Disposals	-	(9,850)	(9,850)
At 28 February 2021	18,655	149,555	168,210
Amortisation			
At 1 March 2020	14,544	152,421	166,965
Amortisation charge	1,531	2,114	3,645
Amortisation eliminated on disposals	-	(7,172)	(7,172)
At 28 February 2021	16,075	147,363	163,438
Carrying amount			
At 28 February 2021	2,580	2,192	4,772
At 29 February 2020	4,111	6,984	11,095

5 Tangible assets

	Leasehold Property £	Fixtures and fittings £	Motor vehicles £	Office equipment £	Total £
Cost or valuation					
At 1 March 2020	12,908	34,932	26,475	52,141	126,456
Additions	-	1,367	-	7,611	8,978
Disposals	-	-	(26,475)	-	(26,475)
At 28 February 2021	12,908	36,299	-	59,752	108,959
Depreciation					
At 1 March 2020	861	2,378	26,475	41,880	71,594
Charge for the year	1,290	10,035	-	6,703	18,028
Eliminated on disposal	-	-	(26,475)	-	(26,475)
At 28 February 2021	2,151	12,413	-	48,583	63,147
Carrying amount					
At 28 February 2021	10,757	23,886	-	11,169	45,812
At 29 February 2020	12,047	32,554	-	10,261	54,862

JRC IMPORTS LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 28 February 2021

6 Stocks

	2021 £	2020 £
Stock	<u>167,502</u>	<u>377,557</u>

7 Debtors

	2021 £	2020 £
Trade debtors	1,916,874	1,906,614
Other debtors	<u>942,190</u>	<u>882,879</u>
	<u>2,859,064</u>	<u>2,789,493</u>

Details of non-current other debtors

Other debtors includes an amount of £108,000 (2020 - £108,000) secured in favour of the landlord in respect of future obligations recoverable in more than one year.

8 Creditors

Creditors: amounts falling due within one year

	Note	2021 £	2020 £
Due within one year			
Bank borrowings	<u>9</u>	1,102,948	1,564,621
Trade creditors		757,686	968,442
Taxation and social security		38,408	31,348
Other creditors		<u>111,472</u>	<u>103,210</u>
		<u>2,010,514</u>	<u>2,667,621</u>
Due after one year			
Loans and borrowings	<u>9</u>	<u>866,667</u>	<u>-</u>

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Notes to the Unaudited Financial Statements for the Year Ended 28 February 2021

9 Loans and borrowings

	2021 £	2020 £
Current loans and borrowings		
Bank borrowings	<u>1,102,948</u>	<u>1,564,621</u>
	2021 £	2020 £
Non-current loans and borrowings		
Bank borrowings	<u>866,667</u>	<u>-</u>

Bank borrowings includes an amount of £66,666 (2020 - £Nil) due in more than five years.

Obligations under bank borrowings are secured by a fixed and floating charge over the assets and undertakings of the company.

10 Commitments, guarantees and obligations

Operating leases

The total of future minimum lease payments not reflected in the statement of financial position amounts to £1,477,748 (2020 - £1,602,000).

11 Transactions with directors

At 28 February 2021, an amount of £473,044 (2020: £460,528) was due from the directors. During the year advances of £227,341 and repayments of £224,868 were made. Interest of £10,042 (2020: £11,971) has been charged at 2.25%. There are no set repayment terms.

12 Non adjusting events after the financial period

Subsequent to 28 February 2021, interim dividends totalling £224,500 were declared and paid.

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.