

BLUE ELEPHANT (LLANELLI) LTD
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 DECEMBER 2019

Gerald Thomas
Chartered Accountants
3 New Mill Court
Swansea Enterprise Park
Swansea
SA7 9FG

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 DECEMBER 2019**

	Page
Company Information	1
Balance Sheet	2 to 3
Notes to the Financial Statements	4 to 8

BLUE ELEPHANT (LLANELLI) LTD

**COMPANY INFORMATION
FOR THE YEAR ENDED 30 DECEMBER 2019**

DIRECTORS:

A M Ali
F Miah

REGISTERED OFFICE:

Bryn Yard
Trinity Road
Llanelli
SA15 2AB

REGISTERED NUMBER:

04727335 (England and Wales)

ACCOUNTANTS:

Gerald Thomas
Chartered Accountants
3 New Mill Court
Swansea Enterprise Park
Swansea
SA7 9FG

BALANCE SHEET
30 DECEMBER 2019

	Notes	2019 £	£	2018 £	£
FIXED ASSETS					
Tangible assets	4		22,810		31,850
CURRENT ASSETS					
Stocks		11,250		11,000	
Debtors	5	113,997		140,468	
Cash at bank and in hand		<u>15,587</u>		<u>16,243</u>	
		140,834		167,711	
CREDITORS					
Amounts falling due within one year	6	<u>149,670</u>		<u>157,939</u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(8,836)</u>		<u>9,772</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			13,974		41,622
CREDITORS					
Amounts falling due after more than one year	7		(12,307)		(36,436)
PROVISIONS FOR LIABILITIES			-		(478)
NET ASSETS			<u>1,667</u>		<u>4,708</u>
CAPITAL AND RESERVES					
Called up share capital			100		100
Retained earnings			<u>1,567</u>		<u>4,608</u>
SHAREHOLDERS' FUNDS			<u>1,667</u>		<u>4,708</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 December 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 December 2019 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- 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.

BALANCE SHEET - continued
30 DECEMBER 2019

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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 20 October 2020 and were signed on its behalf by:

F Miah - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 DECEMBER 2019**

1. STATUTORY INFORMATION

Blue Elephant (Llanelli) Ltd 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 presentation currency of the financial statements is the Pound Sterling (£).

These financial statements are rounded to the nearest pound.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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. The financial statements have been prepared under the historical cost convention.

Going concern

The company has made a profit in the current period and has net assets at the balance sheet date. However the company has net current liabilities at the balance sheet date and, the company is dependant on the continuing support of its directors, bankers and creditors.

In considering the Coronavirus 2019 (COVID-19), the directors understand the situation is still evolving and the full impact on the business is unclear. The directors have taken steps to mitigate the risk to the business and although there is uncertainty, the directors are confident that all reasonable measures which can be taken, have been, to safeguard the business, the staff and the customers.

Therefore, after making enquiries and considering the uncertainties described above, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For these reasons they continue to adopt the going concern basis in preparing the financial statements.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 DECEMBER 2019

2. ACCOUNTING POLICIES - continued

Significant judgements and estimates

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors which are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision only effects that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The following are the critical judgements that the directors have made in the process of applying the company's accounting policies and that have the most significant effect on the amounts recognised in the financial statements.

Impairment of assets

Assets are assessed for indicators of impairment at each balance sheet date. If there is objective evidence of impairment, an impairment loss is recognised in the income statement.

Stock provisions

Stock holdings are assessed for indicators of obsolescence at each balance sheet date. If there is objective evidence of obsolescence, a provision is recognised in the income statement.

Provisions and contingencies

Provisions are recognised when the company has a present obligation as a result of a past event and a reliable estimate can be made of a probable adverse outcome. Otherwise, material contingent liabilities are disclosed unless a transfer of economic benefits is considered remote. Contingent assets are only disclosed if an inflow of economic benefits is probable.

Turnover and revenue recognition

Turnover represents the sale of goods, excluding value added tax. Revenue is recognised at the point of sale of goods to the customer.

Tangible fixed assets

Tangible fixed assets are measured at cost less depreciation.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property - 10% on cost

Fixtures and fittings - 25% on cost

Computer equipment - 33% on cost

Stocks

Stocks are valued at the lower of cost and estimated selling price.

The amount of any write-down of stocks to net realisable value and all losses of stock are recognised as an expense in the period in which the write-down or loss occurs. The amount of any reversal of any write-down of stocks is recognised as a reduction in the amount of stocks recognised as an expense in the period in which the reversal occurs.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 DECEMBER 2019

2. ACCOUNTING POLICIES - continued

Financial instruments

Basic financial assets, which include other debtors and cash and bank balances, are initially measured at transaction price unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Basic financial liabilities, including trade, other creditors and bank loans, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

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

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.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. The pension charge represents the amount payable by the company to the fund in respect of the year.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 8 (2018 - 8) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 DECEMBER 2019

4. TANGIBLE FIXED ASSETS

	Improvements to property £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 31 December 2018 and 30 December 2019	<u>76,262</u>	<u>14,072</u>	<u>512</u>	<u>90,846</u>
DEPRECIATION				
At 31 December 2018	46,393	12,092	511	58,996
Charge for year	<u>7,626</u>	<u>1,414</u>	<u>-</u>	<u>9,040</u>
At 30 December 2019	<u>54,019</u>	<u>13,506</u>	<u>511</u>	<u>68,036</u>
NET BOOK VALUE				
At 30 December 2019	<u>22,243</u>	<u>566</u>	<u>1</u>	<u>22,810</u>
At 30 December 2018	<u>29,869</u>	<u>1,980</u>	<u>1</u>	<u>31,850</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Other debtors	<u>113,997</u>	<u>140,468</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Bank loans and overdrafts	13,786	11,975
Trade creditors	54,038	57,360
Taxation and social security	64,721	67,439
Other creditors	<u>17,125</u>	<u>21,165</u>
	<u>149,670</u>	<u>157,939</u>

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

	2019 £	2018 £
Bank loans	12,307	24,997
Other creditors	<u>-</u>	<u>11,439</u>
	<u>12,307</u>	<u>36,436</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 DECEMBER 2019

8. SECURED DEBTS

The following secured debts are included within creditors:

	2019 £	2018 £
Bank loan	24,997	36,972
Other loan	11,439	22,601
	<u>36,436</u>	<u>59,573</u>

Obligations under a fixed term loan is secured by a debenture. The debenture loan is secured over the assets of the company.

9. PENSION COMMITMENTS

The company operates a defined contribution scheme for its directors and employees. The assets of the scheme are held separately from those of the company in an independently administered fund. At the balance sheet date, unpaid contributions of £252 (2018:- £nil) were due to the fund and are included in other creditors.

10. TRANSACTIONS WITH DIRECTORS

The following advances and credits to directors subsisted during the year ended 30 December 2019 and the period ended 30 December 2018:

	2019 £	2018 £
A M Ali		
Balance outstanding at start of year	55,641	77,345
Amounts advanced	9,927	15,542
Amounts repaid	(14,011)	(37,246)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>51,557</u>	<u>55,641</u>
F Miah		
Balance outstanding at start of year	57,158	80,651
Amounts advanced	6,172	12,253
Amounts repaid	(29,957)	(35,746)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>33,373</u>	<u>57,158</u>

The balances are interest free and repayable on demand,

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.