

**Company registration number: 04940600**

**LLExeter limited**

**Unaudited filleted financial statements**

**31 December 2019**

# **LLEXETER LIMITED**

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**LLEXETER LIMITED**

**STATEMENT OF FINANCIAL POSITION**

**31 DECEMBER 2019**

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	5	424,744	432,140
Investments	6	4,097	4,097
		<u>428,841</u>	<u>436,237</u>
<b>Current assets</b>			
Stocks		3,595,140	3,635,503
Debtors	7	1,032,318	927,364
Cash at bank and in hand		67,308	138,546
		<u>4,694,766</u>	<u>4,701,413</u>
<b>Creditors: amounts falling due within one year</b>	8	( 1,273,067)	( 1,194,799)
<b>Net current assets</b>		<u>3,421,699</u>	<u>3,506,614</u>
<b>Total assets less current liabilities</b>		<u>3,850,540</u>	<u>3,942,851</u>
<b>Creditors: amounts falling due after more than one year</b>	9	-	( 245,694)
<b>Provisions for liabilities</b>		( 50,372)	( 49,774)
<b>Net assets</b>		<u>3,800,168</u>	<u>3,647,383</u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account	10	3,800,068	3,647,283
<b>Shareholders funds</b>		<u>3,800,168</u>	<u>3,647,383</u>

For the year ending 31 December 2019 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 financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

These financial statements were approved by the board of directors and authorised for issue on 24 August 2020 , and are signed on behalf of the board by:

**Mr L Xu**

**Director**

Company registration number: 04940600

# **LLEXETER LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **YEAR ENDED 31 DECEMBER 2019**

#### **1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Units 15-18, Greendale Business Park, Woodbury Salterton, Devon, EX5 1EW.

#### **Principal activity**

The principal activity of the company is sales of recreational goods.

#### **2. Statement of compliance**

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

#### **3. Accounting policies**

##### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

##### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome.

##### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer, usually on despatch of the goods; the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

## **Taxation**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in capital and reserves. In this case, tax is recognised in other comprehensive income or directly in capital and reserves, respectively. Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that 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 that are expected to apply to the reversal of the timing difference.

## **Operating leases**

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

## **Tangible assets**

tangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in capital and reserves, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in capital and reserves in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves in respect of that asset, the excess shall be recognised in profit or loss.

## **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold improvements	- Over term of lease
Plant and machinery	- 15 % reducing balance
Fittings fixtures and equipment	- 15 % reducing balance
Motor vehicles	- 25 % reducing balance

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

## **Fixed asset investments**

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses. Listed investments are measured at fair value with changes in fair value being recognised in profit or loss.

## **Impairment**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date. When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

## **Stocks**

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stocks to their present location and condition.

## **Provisions**

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event; it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense. Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised in finance costs in profit or loss in the period it arises.

## **Financial instruments**

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

## Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund. When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised in finance costs in profit or loss in the period in which it arises.

## 4. Employee numbers

The average number of persons employed by the company during the year amounted to 34 (2018: 36 ).

## 5. Tangible assets

	Leasehold Improvements	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£	£
<b>Cost</b>					
At 1 January 2019	186,973	59,473	497,582	36,995	781,023
Additions	29,505	-	11,947	-	41,452
<b>At 31 December 2019</b>	<b>216,478</b>	<b>59,473</b>	<b>509,529</b>	<b>36,995</b>	<b>822,475</b>
<b>Depreciation</b>					
At 1 January 2019	11,990	27,357	285,190	24,347	348,884
Charge for the year	7,216	4,817	33,652	3,162	48,847
<b>At 31 December 2019</b>	<b>19,206</b>	<b>32,174</b>	<b>318,842</b>	<b>27,509</b>	<b>397,731</b>
<b>Carrying amount</b>					
<b>At 31 December 2019</b>	<b>197,272</b>	<b>27,299</b>	<b>190,687</b>	<b>9,486</b>	<b>424,744</b>
At 31 December 2018	174,983	32,116	212,392	12,648	432,139



## 6. Investments

	Shares in group undertakings and participating interests £	Loans to group undertakings and participating interests £	Total  £
<b>Cost</b>			
At 1 January 2019 and 31 December 2019	826	3,271	4,097
	<hr/>	<hr/>	<hr/>
<b>Impairment</b>			
At 1 January 2019 and 31 December 2019	-	-	-
	<hr/>	<hr/>	<hr/>
<b>Carrying amount</b>			
At 31 December 2019	826	3,271	4,097
	<hr/>	<hr/>	<hr/>
At 31 December 2018	826	3,271	4,097
	<hr/>	<hr/>	<hr/>

## 7. Debtors

	2019 £	2018 £
Trade debtors	875,322	746,111
Other debtors	156,996	181,253
	<hr/>	<hr/>
	1,032,318	927,364
	<hr/>	<hr/>

## 8. Creditors: amounts falling due within one year

	2019 £	2018 £
Bank loans and overdrafts	46,445	163,031
Trade creditors	244,468	221,488
Accruals and deferred income	4,585	4,955
Social security and other taxes	98,366	105,186
Other creditors	879,203	700,139
	<hr/>	<hr/>
	1,273,067	1,194,799
	<hr/>	<hr/>

## 9. Creditors: amounts falling due after more than one year

	2019	2018
	£	£
Other creditors	-	245,694
	<hr/>	<hr/>

## 10. Reserves

Profit and loss account: This reserve records retained earnings and accumulated losses.

## 11. Other financial commitments

As at 31 December 2019 the company had operating lease commitments totalling £2,492,207 (2018: £1,859,640).

## 12. Events after the end of the reporting period

In March 2020 the UK Government announced measures to mitigate the spread of coronavirus (COVID-19) within the UK, including social distancing and a lockdown. Despite these measures being supplemented by a range of financial support packages made available to businesses, the directors consider that overall there will be an adverse financial impact on the business in the remainder of 2020. The financial effect of this cannot be reliably estimated given the inherent uncertainties surrounding the situation, including the longer-term impact this has had on economic activity and the possibility of future resurgence of the virus.

## 13. Directors advances, credits and guarantees

As at 31 December 2019 the company owed the directors £826,099 (2018: £643,411). The directors have a personal guarantee in place relating to a loan taken out by the company. The balance outstanding on this loan as at 31 December 2019 is £12,500 (2019: Two loans - £90,277).

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.