# A & M Smith Limited Filleted Unaudited Abridged Financial Statements For the year ended 31 January 2021

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COMPANIES HOUSE

# **Abridged Statement of Financial Position**

# 31 January 2021

	2021			2020
	Note	£	£	£
Fixed assets				
Tangible assets	5 <sup>-</sup>		219,532	232,890
Current coasts				
Current assets Stocks	•	260 024		336,958
Debtors		360,021		40,526
Investments	6	4,164		103
Cash at bank and in hand	0	103		
Cash at bank and in hand		142,098		73,216
		506,386		450,803
Creditors: amounts falling due within one year		203,858		175,274
Net current assets			302,528	275,529
Total assets less current liabilities			522,060	508,419
Creditors: amounts falling due after more than				
one year	7		43,157	71,536
Provisions				
Taxation including deferred tax			16,208	18,172
•			<del></del>	
Net assets			462,695	418,711

The abridged statement of financial position continues on the following page.

The notes on pages 3 to 6 form part of these abridged financial statements.

## Abridged Statement of Financial Position (continued)

## 31 January 2021

		2021		
	Note	£	£	£
Capital and reserves				
Called up share capital			100	100
Profit and loss account			462,595	418,611
Shareholders funds			462,695	418,711
			<del></del>	

These abridged 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 Section 1A of 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 abridged statement of income and retained earnings has not been delivered.

For the year ending 31 January 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 abridged 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 abridged financial statements.

All of the members have consented to the preparation of the abridged statement of income and retained earnings and the abridged statement of financial position for the year ending 31 January 2021 in accordance with Section 444(2A) of the Companies Act 2006.

These abridged financial statements were approved by the board of directors and authorised for issue on 21 September 2021, and are signed on behalf of the board by:

Mrs M A Smith M - A - Sweet

Company registration number: 05263756

A.SK

## **Notes to the Abridged Financial Statements**

## Year ended 31 January 2021

## 1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Arkle House, Lonsdale Street, Carlisle, Cumbria, CA1 1BJ.

#### 2. Statement of compliance

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

#### 3. Accounting policies

#### Basis of preparation

The abridged 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 abridged 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 the use of estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Any estimate that has a degree of uncertainty or where judgement has been exercised in a particular area is expressly disclosed within the relevant accounting policy.

#### Revenue recognition

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

#### Income tax

Deferred taxation is provided using the liability method on all timing differences, including those relating to pensions, which are expected to reverse in the future without being replaced, calculated at the rate at which it is anticipated the timing differences will reverse.

#### Tangible assets

Tangible assets are initially recorded at cost, and 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 equity, 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 equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

## Notes to the Abridged Financial Statements (continued)

## Year ended 31 January 2021

#### 3. Accounting policies (continued)

#### 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:

Plant & Machinery

25% reducing balance

#### Impairment of fixed assets

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.

For the purposes of impairment testing, 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 largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

#### **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 stock to its present location and condition.

#### Finance leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are recognised in the abridged statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

#### **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 abridged statement of financial position and the amount of the provision as an expense.

## Notes to the Abridged Financial Statements (continued)

## Year ended 31 January 2021

#### 3. Accounting policies (continued)

#### **Provisions** (continued)

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 as a finance cost in profit or loss in the period it arises.

#### Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

## 4. Employee numbers

The average number of persons employed by the company during the year amounted to 9 (2020: 13).

## 5. Tangible assets

	Cont		£
	Cost At 1 February 2020 Additions Disposals		351,193 16,915 (5,050)
	At 31 January 2021		363,058
	<b>Depreciation</b> At 1 February 2020 Charge for the year Disposals		118,303 27,433 (2,210)
	At 31 January 2021		143,526
	Carrying amount At 31 January 2021		219,532
	At 31 January 2020	•	232,890
6.	Investments	•	
		2021 £	2020 £
	ACT Shares	103	103

## Notes to the Abridged Financial Statements (continued)

## Year ended 31 January 2021

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

Included within creditors: amounts falling due after more than one year is an amount of £8,470 (2020: £20,904) in respect of liabilities payable or repayable by instalments which fall due for payment after more than five years from the reporting date.

## 8. Related party transactions

The company was under the control of the directors, Mr and Mrs A Smith throughout the current year. Loans are owing to the directors which are interest free and have no specific repayment date.