

REGISTERED NUMBER: 05659829 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2017

FOR

2 X 2 LIMITED

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for the Year Ended 31 January 2017**

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2 X 2 LIMITED

COMPANY INFORMATION
for the Year Ended 31 January 2017

DIRECTORS:

K Whitfield
T Higgins
S Hillyard

SECRETARY:

K Whitfield

REGISTERED OFFICE:

9 Shottery Brook
Timothys Bridge Road
Stratford Enterprise Park
Stratford-Upon-Avon
Warwickshire
CV37 9NR

REGISTERED NUMBER:

05659829 (England and Wales)

ACCOUNTANTS:

Magma Audit LLP
Magma House
16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

BALANCE SHEET
31 January 2017

	Notes	31.1.17 £	31.1.16 £
FIXED ASSETS			
Intangible assets	4	41,243	41,249
Tangible assets	5	<u>56,772</u>	<u>73,528</u>
		<u>98,015</u>	<u>114,777</u>
CURRENT ASSETS			
Stocks		2,449,677	2,356,221
Debtors	6	660,863	447,020
Cash at bank		<u>50,635</u>	<u>40,627</u>
		<u>3,161,175</u>	<u>2,843,868</u>
CREDITORS			
Amounts falling due within one year	7	<u>(2,958,745)</u>	<u>(2,767,027)</u>
NET CURRENT ASSETS		<u>202,430</u>	<u>76,841</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		300,445	191,618
CREDITORS			
Amounts falling due after more than one year	8	<u>(151,985)</u>	<u>(47,523)</u>
NET ASSETS		<u>148,460</u>	<u>144,095</u>
CAPITAL AND RESERVES			
Called up share capital		3	3
Capital contribution		198,100	198,100
Retained earnings		<u>(49,643)</u>	<u>(54,008)</u>
SHAREHOLDERS' FUNDS		<u>148,460</u>	<u>144,095</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 January 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 January 2017 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 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.
- (b)

BALANCE SHEET - continued
31 January 2017

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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 on 27 October 2017 and were signed on its behalf by:

K Whitfield - Director

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 January 2017

1. STATUTORY INFORMATION

2 x 2 Limited is a private company limited by share capital, incorporated in England and Wales, registration number 05659829. The address of the registered office is 9 Shottery Brook, Timothys Bridge Road, Stratford Enterprise Park, Stratford-Upon-Avon, CV37 4NR.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated. The company has adopted FRS 102 (September 2015) 1A Small Entities in these financial statements. Details of the transition to FRS 102 Section 1A Small Entities are disclosed in the notes to the financial statements.

This is the first year in which the financial statements have been prepared under FRS102 1A Small Entities.

The financial statements are presented in £ sterling.

Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts.

Turnover is attributable to the company's principle activity. Sales revenue is recognised when substantially all the risks and rewards have been passed to customers.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Development costs are being amortised evenly over their estimated useful life of nil years.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using either a straight line or reducing balance method, as indicated below.

Depreciation is provided on the following basis:

Fixtures and fittings	- 20% straight line
Motor vehicles	- 20% straight line
Computer equipment	- 20% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is 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.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2017

2. ACCOUNTING POLICIES - continued

Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors and loans from banks and other third parties.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit or loss.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Taxation

The tax expense for the year comprises current and deferred tax.

Tax is recognised in profit or loss except that a change attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- i) The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- ii) Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Both current and deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Research and development

Development costs are capitalised within intangible assets where they can be identified with a specific product or project anticipated to produce future benefits, and are amortised on the straight line basis over the anticipated life of the benefits arising from the completed product or project.

Deferred research and development costs are reviewed annually, and where future benefits are deemed to have ceased or to be in doubt, the balance of any related research and development is written off to the Profit and Loss account.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

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.

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.

Operating leases

Leases that do not transfer all the risks and rewards of ownership are classified as operating leases. Payments under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2017

2. ACCOUNTING POLICIES - continued**Invoice discounting**

The gross amount of invoice discounted debts are included in trade debtors and a corresponding liability in respect of proceeds received from factors are shown within current liabilities. Factoring charges and interest are recognised in the profit and loss account as they accrue.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 23 (2016 - 19) .

4. INTANGIBLE FIXED ASSETS

	Other intangible assets £
COST	
At 1 February 2016	187,679
Additions	25,374
At 31 January 2017	<u>213,053</u>
AMORTISATION	
At 1 February 2016	146,430
Charge for year	25,380
At 31 January 2017	<u>171,810</u>
NET BOOK VALUE	
At 31 January 2017	<u>41,243</u>
At 31 January 2016	<u>41,249</u>

5. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 February 2016	42,645	70,045	5,960	118,650
Additions	1,040	-	-	1,040
At 31 January 2017	<u>43,685</u>	<u>70,045</u>	<u>5,960</u>	<u>119,690</u>
DEPRECIATION				
At 1 February 2016	26,742	12,420	5,960	45,122
Charge for year	3,787	14,009	-	17,796
At 31 January 2017	<u>30,529</u>	<u>26,429</u>	<u>5,960</u>	<u>62,918</u>
NET BOOK VALUE				
At 31 January 2017	<u>13,156</u>	<u>43,616</u>	<u>-</u>	<u>56,772</u>
At 31 January 2016	<u>15,903</u>	<u>57,625</u>	<u>-</u>	<u>73,528</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2017

5. TANGIBLE FIXED ASSETS - continued

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

	Motor vehicles £
COST	
At 1 February 2016 and 31 January 2017	<u>70,045</u>
DEPRECIATION	
At 1 February 2016	12,420
Charge for year	<u>14,009</u>
At 31 January 2017	<u>26,429</u>
NET BOOK VALUE	
At 31 January 2017	<u>43,616</u>
At 31 January 2016	<u><u>57,625</u></u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.1.17 £	31.1.16 £
Trade debtors	574,703	356,296
Other debtors	<u>86,160</u>	<u>90,724</u>
	<u><u>660,863</u></u>	<u><u>447,020</u></u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.1.17 £	31.1.16 £
Hire purchase contracts	13,046	13,351
Trade creditors	2,677,296	2,580,150
Taxation and social security	24,474	22,841
Other creditors	<u>243,929</u>	<u>150,685</u>
	<u><u>2,958,745</u></u>	<u><u>2,767,027</u></u>

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

	31.1.17 £	31.1.16 £
Hire purchase contracts	34,478	47,523
Other creditors	<u>117,507</u>	<u>-</u>
	<u><u>151,985</u></u>	<u><u>47,523</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2017

9. SECURED DEBTS

The following secured debts are included within creditors:

	31.1.17	31.1.16
	£	£
Hire purchase contracts	47,524	60,874
Invoice financing	110,646	120,685
	<u>158,170</u>	<u>181,559</u>

The invoice financing is secured by a debenture over the assets of the company and a charge over the debtor book.

The net obligations under hire purchase contracts are secured on the assets to which they relate.

10. FIRST YEAR ADOPTION

This the first year that the company has presented its results under FRS 102. The last financial statements under UK GAAP were for the year ended 31 January 2016. The date of transition to FRS 102 was 1 February 2015. There are no transitional adjustments arising from the first time adoption of FRS 102.

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.