

Absolutely Spotless (West Midlands) Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 August 2021

CLG Accountants & Business Advisors
Hagley Road Business Hub
8 Hagley Road
Stourbridge
West Midlands
DY8 1PS

Absolutely Spotless (West Midlands) Ltd

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Absolutely Spotless (West Midlands) Ltd

Company Information

Director	Mr T Merritt
Registered office	2A Castle Terrace Bridgnorth Shropshire WV16 4AH
Accountants	CLG Accountants & Business Advisors Hagley Road Business Hub 8 Hagley Road Stourbridge West Midlands DY8 1PS

Absolutely Spotless (West Midlands) Ltd

(Registration number: 07348433)
Balance Sheet as at 31 August 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	<u>4</u>	8,716	10,026
Current assets			
Stocks	<u>5</u>	25	80
Debtors	<u>6</u>	11,536	181
Cash at bank and in hand		<u>1,345</u>	<u>10,264</u>
		12,906	10,525
Creditors: Amounts falling due within one year	<u>7</u>	<u>(7,063)</u>	<u>(8,093)</u>
Net current assets		<u>5,843</u>	<u>2,432</u>
Total assets less current liabilities		14,559	12,458
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(7,588)</u>	-
Provisions for liabilities		<u>(1,656)</u>	<u>(1,900)</u>
Net assets		<u>5,315</u>	<u>10,558</u>
Capital and reserves			
Called up share capital	<u>8</u>	200	200
Share premium reserve		6,500	6,500
Profit and loss account		<u>(1,385)</u>	<u>3,858</u>
Shareholders' funds		<u>5,315</u>	<u>10,558</u>

For the financial year ending 31 August 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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.

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 Profit and Loss Account has been taken.

Approved and authorised by the director on 22 November 2021

Absolutely Spotless (West Midlands) Ltd

(Registration number: 07348433)
Balance Sheet as at 31 August 2021

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Mr T Merritt
Director

Absolutely Spotless (West Midlands) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2021

1 General information

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

The address of its registered office is:

2A Castle Terrace
Bridgnorth
Shropshire
WV16 4AH
England

The principal place of business is:

2A Castle Terrace
Bridgnorth
Shropshire
WV16 4AH
England

These financial statements were authorised for issue by the director on 22 November 2021.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 including 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 except that as disclosed in the accounting policies certain items are shown at fair value.

Going concern

The financial statements have been prepared on a going concern basis with the Director having given due consideration to the impact of the Covid-19 pandemic. He is of the opinion that neither the Company's ability to trade nor the value of its assets will be significantly impaired.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Absolutely Spotless (West Midlands) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2021

Government grants

Government revenue grants are released to the profit and loss as other operating income in the period in which they are received. Any directly related expenses are recognised in the same period as the income but are not offset but disclosed separately within the profit and loss account.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change 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.

Tangible assets

Tangible assets are stated in the balance sheet 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, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Motor vehicles	25% on reducing balance
Other property, plant and equipment	25% on reducing balance

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.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Absolutely Spotless (West Midlands) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 2 (2020 - 2).

Absolutely Spotless (West Midlands) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2021

4 Tangible assets

	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation			
At 1 September 2020	17,530	15,721	33,251
Additions	-	552	552
At 31 August 2021	17,530	16,273	33,803
Depreciation			
At 1 September 2020	12,035	11,190	23,225
Charge for the year	1,099	763	1,862
At 31 August 2021	13,134	11,953	25,087
Carrying amount			
At 31 August 2021	4,396	4,320	8,716
At 31 August 2020	5,495	4,531	10,026

5 Stocks

	2021 £	2020 £
Other inventories	25	80

6 Debtors

	2021 £	2020 £
Trade debtors	6,094	-
Prepayments	5,182	181
Other debtors	260	-
	11,536	181

Absolutely Spotless (West Midlands) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2021

7 Creditors

Creditors: amounts falling due within one year

	Note	2021 £	2020 £
Due within one year			
Loans and borrowings	<u>9</u>	1,933	-
Trade creditors		-	180
Taxation and social security		4,730	3,938
Other creditors		400	3,975
		<u>7,063</u>	<u>8,093</u>

Creditors: amounts falling due after more than one year

	Note	2021 £	2020 £
Due after one year			
Loans and borrowings	<u>9</u>	<u>7,588</u>	<u>-</u>

8 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary of £1 each	200	200	200	200
	<u>200</u>	<u>200</u>	<u>200</u>	<u>200</u>

Absolutely Spotless (West Midlands) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2021

9 Loans and borrowings

	2021 £	2020 £
Non-current loans and borrowings		
Bank borrowings	<u>7,588</u>	<u>-</u>

	2021 £	2020 £
Current loans and borrowings		
Bank borrowings	<u>1,933</u>	<u>-</u>

Bank borrowings

Bank Loan is denominated in sterling with a nominal interest rate of 2.5%, and the final instalment is due on 28 May 2026. The carrying amount at year end is £9,520 (2020 - £Nil).

The loan is 100% guaranteed by the Government under the Bounce Back Loan Scheme.

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.