

# Stribbons Ltd

Annual Report and Abridged Financial Statements  
for the Year Ended 31 December 2020

10 CANN Limited  
10 Cheyne Walk  
Northampton  
Northamptonshire  
NN1 5PT

# **Stribbons Ltd**

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## **Stribbons Ltd**

### **Company Information**

<b>Director</b>	C G Vaughn
<b>Registered office</b>	10 Cheyne Walk Northampton Northamptonshire NN1 5PT
<b>Auditors</b>	10 CANN Limited 10 Cheyne Walk Northampton Northamptonshire NN1 5PT

## **Stribbons Ltd**

### **Statement of Director's Responsibilities**

The director acknowledges his responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the director is required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

# Stribbons Ltd

(Registration number: 07654046)

## Abridged Balance Sheet as at 31 December 2020

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	<u>5</u>	2,046	5,727
<b>Current assets</b>			
Debtors		97,443	346,486
Cash at bank and in hand		717,693	967,203
		815,136	1,313,689
<b>Prepayments and accrued income</b>		64,117	125,245
<b>Creditors:</b> Amounts falling due within one year		(1,451,198)	(1,907,145)
<b>Net current liabilities</b>		(571,945)	(468,211)
<b>Total assets less current liabilities</b>		(569,899)	(462,484)
<b>Accruals and deferred income</b>		(13,005)	(5,340)
<b>Net liabilities</b>		(582,904)	(467,824)
<b>Capital and reserves</b>			
Called up share capital		1,000	1,000
Profit and loss account		(583,904)	(468,824)
Shareholders' deficit		(582,904)	(467,824)

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.

All of the company's members have consented to the preparation of an Abridged Profit and Loss Account and an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

Approved and authorised by the director on 3 September 2021

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C G Vaughn  
Director

## **Stribbons Ltd**

### **Notes to the Abridged Financial Statements for the Year Ended 31 December 2020**

#### **I General information**

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

The address of its registered office is:

10 Cheyne Walk  
Northampton  
Northamptonshire  
NN1 5PT  
United Kingdom

The principal place of business is:

The Linden Building  
Regent Park  
Off Booth Drive  
Wellingborough  
Northamptonshire  
NN8 6GR

These financial statements were authorised for issue by the director on 3 September 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 abridged financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

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

These abridged 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.

## **Stribbons Ltd**

### **Notes to the Abridged Financial Statements for the Year Ended 31 December 2020**

#### **Going concern**

The financial statements have been prepared on a going concern basis which assumes the company will continue in operational existence for the foreseeable future.

At the year end the company owed its parent company Stribbons Inc, £1,381,089 (2019 - £1,799,976). The parent company has confirmed it will not request payment of this debt any time in the foreseeable future and not within 18 months of the signing date of the financial statements.

The director has also considered the impact of Covid-19 which has had an impact on the trade of the business. Although it has reduced turnover in the current trading year, with the significant cash resources of the company and the financial support of the US parent company the director conclude that it is appropriate to prepare the company's accounts on a going concern basis.

#### **Audit report**

The Independent Auditor's Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report on 3 September 2021 was J David Foster, who signed for and on behalf of IO CANN Limited.

#### **Judgements**

In applying the Company's accounting policies, the directors are required to make judgements, estimates and assumptions in determining the carrying amounts of assets and liabilities. The directors' best judgements, estimates and assumptions are based on the best and most reliable evidence available at the time when the decisions are made, and are based on historical experience and other factors that are considered to be appropriate.

Due to the inherent subjectivity involved in making such judgements, estimates and assumptions, the actual results and outcomes may differ.

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 affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

#### **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.

#### **Foreign currency transactions and balances**

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.

## **Stribbons Ltd**

### **Notes to the Abridged Financial Statements for the Year Ended 31 December 2020**

#### **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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Fixtures, fittings and equipment	20% straight line

#### **Goodwill**

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

#### **Amortisation**

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Goodwill	5 years

#### **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.



## **Stribbons Ltd**

### **Notes to the Abridged Financial Statements for the Year Ended 31 December 2020**

#### **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.

#### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

#### **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.

#### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

## **Stribbons Ltd**

### **Notes to the Abridged Financial Statements for the Year Ended 31 December 2020**

#### **Financial instruments**

##### ***Classification***

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties and loans to related parties.

Debt instruments such as loans and other accounts receivable and payable are initially measured at present value of the future payments and subsequently at amortised cost using the effective interest method; Debt instruments that are payable or receivable within one year, typically trade payables or receivables, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However if the arrangements of a short-term instrument constitute a financing transaction, such as the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in the case of an outright short-term loan not at market rate, the financial asset or liability is measured, initially and subsequently, at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

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 statement of financial position 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.

#### **3 Staff numbers**

The average number of persons employed by the company (including the director) during the year, was 4 (2019 - 5).

# Stribbons Ltd

## Notes to the Abridged Financial Statements for the Year Ended 31 December 2020

### 4 Intangible assets

	<b>Total £</b>
<b>Cost or valuation</b>	
At 1 January 2020	37,709
At 31 December 2020	37,709
<b>Amortisation</b>	
At 1 January 2020	37,709
At 31 December 2020	37,709
<b>Carrying amount</b>	
At 31 December 2020	-

### 5 Tangible assets

	<b>Furniture, fittings and equipment £</b>	<b>Total £</b>
<b>Cost or valuation</b>		
At 1 January 2020	22,460	22,460
At 31 December 2020	22,460	22,460
<b>Depreciation</b>		
At 1 January 2020	16,733	16,733
Charge for the year	3,681	3,681
At 31 December 2020	20,414	20,414
<b>Carrying amount</b>		
At 31 December 2020	2,046	2,046
At 31 December 2019	5,727	5,727

## **Stribbons Ltd**

### **Notes to the Abridged Financial Statements for the Year Ended 31 December 2020**

#### **6 Parent and ultimate parent undertaking**

The company's immediate parent is Stribbons Inc, incorporated in USA.

These financial statements are available upon request from 2921 West Cypress Creek Road, Ft. Lauderdale, FL 33309, USA.

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.