

CLIPPINGS LIMITED
UNAUDITED ABRIDGED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2020

2E Accountants Ltd

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Clippings Limited
Unaudited Financial Statements
For The Year Ended 31 January 2020

Contents

| | Page |
|--|-------------|
| Abridged Balance Sheet | 1—2 |
| Notes to the Abridged Financial Statements | 3—5 |

Clippings Limited
Abridged Balance Sheet
As at 31 January 2020

Registered number: 08356423

| | | 2020 | | 2019 | |
|---|-------|---------------------|---------------------|---------------------|---------------------|
| | Notes | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Intangible Assets | 4 | | 1,756,573 | | 946,945 |
| Tangible Assets | 5 | | 209,800 | | 242,248 |
| | | | <u>1,966,373</u> | | <u>1,189,193</u> |
| CURRENT ASSETS | | | | | |
| Stocks | | 561,948 | | - | |
| Debtors | | 2,863,432 | | 1,316,548 | |
| Cash at bank and in hand | | 3,326,928 | | 9,157,980 | |
| | | <u>6,752,308</u> | | <u>10,474,528</u> | |
| Creditors: Amounts Falling Due Within One Year | | <u>(2,750,261)</u> | | <u>(1,576,568)</u> | |
| NET CURRENT ASSETS (LIABILITIES) | | | <u>4,002,047</u> | | <u>8,897,960</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>5,968,420</u> | | <u>10,087,153</u> |
| NET ASSETS | | | <u>5,968,420</u> | | <u>10,087,153</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 6 | | 334 | | 334 |
| Share premium account | | | 15,685,251 | | 15,685,251 |
| Profit and Loss Account | | | <u>(9,717,165)</u> | | <u>(5,598,432)</u> |
| SHAREHOLDERS' FUNDS | | | <u>5,968,420</u> | | <u>10,087,153</u> |

Clippings Limited
Abridged Balance Sheet (continued)
As at 31 January 2020

For the year ending 31 January 2020 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 in accordance with section 476 of the Companies Act 2006.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.
- The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.
- All of the company's members have consented to the preparation of an Abridged Profit and Loss Account and an Abridged Balance Sheet for the year end 31 January 2020 in accordance with section 444(2A) of the Companies Act 2006.

On behalf of the board

Mr Adel Zakout

Director

24 July 2020

The notes on pages 3 to 5 form part of these financial statements.

Clippings Limited
Notes to the Abridged Financial Statements
For The Year Ended 31 January 2020

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2. Turnover

Turnover comprises amounts receivable for goods and services net of VAT and trade discounts.

1.3. Intangible Fixed Assets and Amortisation - Other Intangible

Other intangible assets are Technology Development. It is amortised to profit and loss account over its estimated economic life of 5 years.

This policy has been changed by the management in 2017 from 3 years to 5 years useful economic life.

Prior year adjustment has been made to reflect the changes in the comparative year.

1.4. Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation. The policy for computer equipment has been changed by the management in 2017 from 5 years to 3 years useful economic life. Prior year adjustment has been made to reflect the changes in the comparative year.

Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

| | |
|-----------------------|----------------------------|
| Leasehold Improvement | Straight line over 2 years |
| Fixtures & Fittings | Straight line over 5 years |
| Computer Equipment | Straight line over 3 years |

1.5. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

1.6. Foreign Currencies

Monetary 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 ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

1.7. Government Grant

Government grants are recognised in the profit and loss account in an appropriate manner that matches them with the expenditure towards which they are intended to contribute.

Grants for immediate financial support or to cover costs already incurred are recognised immediately in the profit and loss account. Grants towards general activities of the entity over a specific period are recognised in the profit and loss account over that period.

Grants towards fixed assets are recognised over the expected useful lives of the related assets and are treated as deferred income and released to the profit and loss account over the useful life of the asset concerned.

All grants in the profit and loss account are recognised when all conditions for receipt have been complied with.

Clippings Limited
Notes to the Abridged Financial Statements (continued)
For The Year Ended 31 January 2020

1.8. Registrar Filing Requirements

The company has taken advantage of Companies Act 2006 section 444(1) and opted not to file the profit and loss account, directors report, and notes to the financial statements relating to the profit and loss account. The notes which are not included have been hidden but original note numbering has remained the same for those that are present.

3. Average Number of Employees

Average number of employees, including directors, during the year was: 51 (2019: 34)

4. Intangible Assets

| | Total |
|----------------------------|------------------|
| | £ |
| Cost | |
| As at 1 February 2019 | 1,972,031 |
| Additions | 1,505,042 |
| As at 31 January 2020 | <u>3,477,073</u> |
| Amortisation | |
| As at 1 February 2019 | 1,025,086 |
| Provided during the period | 695,414 |
| As at 31 January 2020 | <u>1,720,500</u> |
| Net Book Value | |
| As at 31 January 2020 | <u>1,756,573</u> |
| As at 1 February 2019 | <u>946,945</u> |

Clippings Limited
Notes to the Abridged Financial Statements (continued)
For The Year Ended 31 January 2020

5. Tangible Assets

| | Total £ |
|----------------------------|--------------------|
| Cost or Valuation | |
| As at 1 February 2019 | 304,119 |
| Additions | 179,685 |
| Disposals | (8,378) |
| Revaluation | (97,032) |
| As at 31 January 2020 | <u>378,394</u> |
| Depreciation | |
| As at 1 February 2019 | 61,871 |
| Provided during the period | 113,131 |
| Disposals | (6,408) |
| As at 31 January 2020 | <u>168,594</u> |
| Net Book Value | |
| As at 31 January 2020 | <u>209,800</u> |
| As at 1 February 2019 | <u>242,248</u> |

6. Share Capital

| | | 2020 | 2019 |
|---|--------------|-------------|-------------|
| Allotted, Called up and fully paid | | <u>334</u> | <u>334</u> |
| | Value | 2020 | 2019 |
| | £ | £ | £ |
| Allotted, called up and fully paid | | | |
| Ordinary Shares | 0.00001 | <u>290</u> | <u>290</u> |
| Preference Shares | 0.00001 | <u>44</u> | <u>44</u> |
| | | <u>334</u> | <u>334</u> |

7. General Information

Clippings Limited Registered number 08356423 is a limited by shares company incorporated in England & Wales. The Registered Office is Unit 407 Curtain House, 134-146 Curtain Road, London, EC2A 3AR.

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.