

REGISTERED NUMBER: 08534574 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2018

FOR

HUGGE LTD

HUGGE LTD (REGISTERED NUMBER: 08534574)

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FOR THE YEAR ENDED 31 MAY 2018**

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HUGGE LTD

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 MAY 2018**

DIRECTOR: P R Francis

SECRETARY: Mrs C Francis

REGISTERED OFFICE: 9 Reans Meadow
Great Cambourne
Cambridgeshire
CB23 5AB

REGISTERED NUMBER: 08534574 (England and Wales)

ACCOUNTANTS: Advanta
Chartered Accountants
29 Gildredge Road
Eastbourne
East Sussex
BN21 4RU

BALANCE SHEET
31 MAY 2018

		2018		2017	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible assets	3		3,334		6,667
Tangible assets	4		4,823		4,118
Investments	5		-		-
			<u>8,157</u>		<u>10,785</u>
CURRENT ASSETS					
Stocks	6	14,846		-	
Debtors	7	41,485		12,648	
Cash at bank and in hand		<u>76,226</u>		<u>9,694</u>	
		132,557		22,342	
CREDITORS					
Amounts falling due within one year	8	<u>62,990</u>		<u>18,393</u>	
NET CURRENT ASSETS			<u>69,567</u>		<u>3,949</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			77,724		14,734
CREDITORS					
Amounts falling due after more than one year	9		<u>2,972</u>		<u>4,028</u>
NET ASSETS			<u>74,752</u>		<u>10,706</u>
CAPITAL AND RESERVES					
Called up share capital			189		150
Share premium			162,820		-
Retained earnings			<u>(88,257)</u>		<u>10,556</u>
SHAREHOLDERS' FUNDS			<u>74,752</u>		<u>10,706</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2018 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his 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 MAY 2018

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 director on 25 February 2019 and were signed by:

P R Francis - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2018**

1. STATUTORY INFORMATION

HUGGE Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Preparation of consolidated financial statements

The financial statements contain information about HUGGE Ltd as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

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.

Computer software is being amortised evenly over its estimated useful life of three years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Motor vehicles	- 25% on reducing balance
Computer equipment	- Straight line over 3 years

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2018
2. ACCOUNTING POLICIES - continued
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.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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.

3. INTANGIBLE FIXED ASSETS

	Computer software £
COST	
At 1 June 2017 and 31 May 2018	<u>10,000</u>
AMORTISATION	
At 1 June 2017	3,333
Amortisation for year	<u>3,333</u>
At 31 May 2018	<u>6,666</u>
NET BOOK VALUE	
At 31 May 2018	<u>3,334</u>
At 31 May 2017	<u>6,667</u>

4. TANGIBLE FIXED ASSETS

	Plant & machinery £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 June 2017	-	5,490	2,002	7,492
Additions	<u>1,347</u>	-	<u>1,087</u>	<u>2,434</u>
At 31 May 2018	<u>1,347</u>	<u>5,490</u>	<u>3,089</u>	<u>9,926</u>
DEPRECIATION				
At 1 June 2017	-	1,372	2,002	3,374
Charge for year	<u>336</u>	<u>1,030</u>	<u>363</u>	<u>1,729</u>
At 31 May 2018	<u>336</u>	<u>2,402</u>	<u>2,365</u>	<u>5,103</u>
NET BOOK VALUE				
At 31 May 2018	<u>1,011</u>	<u>3,088</u>	<u>724</u>	<u>4,823</u>
At 31 May 2017	-	<u>4,118</u>	-	<u>4,118</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2018

4. 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 June 2017	
and 31 May 2018	<u>5,490</u>
DEPRECIATION	
At 1 June 2017	1,372
Charge for year	<u>1,030</u>
At 31 May 2018	<u>2,402</u>
NET BOOK VALUE	
At 31 May 2018	<u>3,088</u>
At 31 May 2017	<u>4,118</u>

5. FIXED ASSET INVESTMENTS

The company's investments at the Balance Sheet date in the share capital of companies include the following:

Hugge Limited (ROI)

Registered office: Courtbane, Hackballscross, Co Louth, A91 R231, Republic of Ireland

Nature of business: Mattress sales

	% holding	
Class of shares:	100.00	30.6.18
Ordinary €1.00		£
Aggregate capital and reserves		(241)
Loss for the period/year		<u>(341)</u>

6. STOCKS

	2018 £	2017 £
Stocks	<u>14,846</u>	<u>-</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	5,606	1,548
Deferred tax asset	32,979	10,585
Prepayments	<u>2,900</u>	<u>515</u>
	<u>41,485</u>	<u>12,648</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2018
8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Hire purchase contracts (see note 10)	1,056	1,028
Trade creditors	40,839	4,979
PAYE	1,980	-
VAT	10,805	1,321
Other creditors	223	-
Credit card	4,658	-
Directors' current accounts	1,887	1,566
Accrued expenses	1,542	9,499
	<u>62,990</u>	<u>18,393</u>

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

	2018	2017
	£	£
Hire purchase contracts (see note 10)	<u>2,972</u>	<u>4,028</u>

10. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2018	2017
	£	£
Gross obligations repayable:		
Within one year	1,164	1,164
Between one and five years	<u>3,052</u>	<u>4,216</u>
	<u>4,216</u>	<u>5,380</u>
Finance charges repayable:		
Within one year	108	136
Between one and five years	<u>80</u>	<u>188</u>
	<u>188</u>	<u>324</u>
Net obligations repayable:		
Within one year	1,056	1,028
Between one and five years	<u>2,972</u>	<u>4,028</u>
	<u>4,028</u>	<u>5,056</u>
	Non-cancellable operating leases	
	2018	2017
	£	£
Within one year	3,643	-
Between one and five years	<u>3,643</u>	<u>-</u>
	<u>7,286</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2018

11. **DEFERRED TAX**

	£
Balance at 1 June 2017	(10,585)
Provided during year	<u>(22,394)</u>
Balance at 31 May 2018	<u><u>(32,979)</u></u>

12. **ULTIMATE CONTROLLING PARTY**

P Francis is the ultimate controlling party.

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.