

COMPANY REGISTRATION NUMBER: 09359080

COMPANIES HOUSE COPY

MAC Group Europe Limited
Filleted Abridged Financial Statements
31 December 2021



MURAS BAKER JONES LIMITED
Chartered accountants & statutory auditor
Regent House
Bath Avenue
Wolverhampton
West Midlands
WV1 4EG

MAC Group Europe Limited

Abridged Statement of Financial Position

31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	5	59,539	5,315
Investments	6	2	2
		<u>59,541</u>	<u>5,317</u>
Current assets			
Stocks		2,700,407	1,643,699
Debtors		646,596	619,277
Cash at bank and in hand		241,995	1,081,979
		<u>3,588,998</u>	<u>3,344,955</u>
Creditors: amounts falling due within one year		<u>3,152,440</u>	<u>3,296,991</u>
Net current assets		<u>436,558</u>	<u>47,964</u>
Total assets less current liabilities		<u>496,099</u>	<u>53,281</u>
Creditors: amounts falling due after more than one year	7	62,272	–
Net assets		<u>433,827</u>	<u>53,281</u>
Capital and reserves			
Called up share capital	8	670,000	670,000
Profit and loss account		(236,173)	(616,719)
Shareholders funds		<u>433,827</u>	<u>53,281</u>

These abridged financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of abridged financial statements.

All of the members have consented to the preparation of the abridged statement of financial position for the year ending 31 December 2021 in accordance with Section 444(2A) of the Companies Act 2006.

The abridged statement of financial position
continues on the following page.

The notes on pages 3 to 7 form part of these abridged financial statements.

MAC Group Europe Limited

Abridged Statement of Financial Position *(continued)*

31 December 2021

These abridged financial statements were approved by the board of directors and authorised for issue on 17 June 2022, and are signed on behalf of the board by:



Mr G Sutton
Director

Company registration number: 09359080

The notes on pages 3 to 7 form part of these abridged financial statements.

MAC Group Europe Limited

Notes to the Abridged Financial Statements

Year ended 31 December 2021

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is St Davids Court, Union Street, Wolverhampton, West Midlands, WV1 3JE.

2. Statement of compliance

These abridged financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

(a) Basis of preparation

The abridged financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The abridged financial statements are prepared in sterling, which is the functional currency of the entity.

(b) Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

(c) Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

(d) Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

Where assets and liabilities denominated in foreign currencies are not expected to be realised in the foreseeable future, they are translated into the functional currency at the reporting date using the spot exchange rate ruling at the date of the original transaction. Such balances are those due to the company's main supplier (for whom it acts as distributor in Europe) and those due to related parties, in both cases the company receives extended credit facilities. This treatment is not in accordance with the provisions of FRS102 Section 1A, but the directors believe it to be necessary in order to show a true and fair view given the volatility of exchange rates at the present time.

MAC Group Europe Limited

Notes to the Abridged Financial Statements *(continued)*

Year ended 31 December 2021

3. Accounting policies *(continued)*

(e) Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

(f) Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Improvements to leasehold property	-	3 years straight line
Fixtures and fittings	-	5 years straight line
Equipment	-	3 years straight line

(g) Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

Listed investments are measured at fair value with changes in fair value being recognised in profit or loss.

(h) Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

(i) Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

(j) Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Government grants are recognised using the accrual model and the performance model.

Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable.

MAC Group Europe Limited

Notes to the Abridged Financial Statements *(continued)*

Year ended 31 December 2021

3. Accounting policies *(continued)*

Government grants *(continued)*

Grants relating to assets are recognised in income on a systematic basis over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income and not deducted from the carrying amount of the asset.

Under the performance model, where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

(k) Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 13 (2020: 14).

5. Tangible assets

	£
Cost	
At 1 January 2021	47,320
Additions	64,514
At 31 December 2021	111,834
Depreciation	
At 1 January 2021	42,005
Charge for the year	10,290
At 31 December 2021	52,295
Carrying amount	
At 31 December 2021	59,539
At 31 December 2020	5,315

MAC Group Europe Limited

Notes to the Abridged Financial Statements (continued)

Year ended 31 December 2021

6. Investments

	£
Cost	
At 1 January 2021 and 31 December 2021	<u>2</u>
Impairment	
At 1 January 2021 and 31 December 2021	<u>-</u>
Carrying amount	
At 31 December 2021	<u>2</u>
At 31 December 2020	<u>2</u>

7. Creditors

Creditors include secured loans amounting to £109,358.

8. Called up share capital

Authorised share capital

	2021		2020	
	No.	£	No.	£
X Ordinary shares of £1 each	335,000	335,000	335,000	335,000
Y Ordinary shares of £1 each	335,000	335,000	335,000	335,000
	<u>670,000</u>	<u>670,000</u>	<u>670,000</u>	<u>670,000</u>

Issued, called up and fully paid

	2021		2020	
	No.	£	No.	£
X Ordinary shares of £1 each	335,000	335,000	335,000	335,000
Y Ordinary shares of £1 each	335,000	335,000	335,000	335,000
	<u>670,000</u>	<u>670,000</u>	<u>670,000</u>	<u>670,000</u>

9. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2021	2020
	£	£
Not later than 1 year	40,445	36,336
Later than 1 year and not later than 5 years	17,655	42,766
	<u>58,100</u>	<u>79,102</u>

10. Summary audit opinion

The auditor's report for the year dated 17 June 2022 was unqualified.

The senior statutory auditor was Christopher Morris BSc FCA, for and on behalf of Muras Baker Jones Limited.

MAC Group Europe Limited

Notes to the Abridged Financial Statements *(continued)*

Year ended 31 December 2021

11. Controlling party

The company's ultimate parent undertaking is Margil LLC, a domestic limited liability company incorporated in the United States of America.