

Unaudited Financial statements

For the Year Ended

31 March 2018

Folly Developments Limited

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# Folly Developments Limited

Registered number:09883716

## Statement of Financial Position

As at 31 March 2018

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Tangible assets		10,350	-
		<u>10,350</u>	<u>-</u>
<b>Current assets</b>			
Stocks	5	953,807	555,278
Debtors: amounts falling due within one year	6	3,637	95
Cash at bank and in hand		4,455	26,988
		<u>961,899</u>	<u>582,361</u>
Creditors: amounts falling due within one year	7	(1,007,051)	(596,821)
<b>Net current liabilities</b>		<u>(45,152)</u>	<u>(14,460)</u>
<b>Total assets less current liabilities</b>		<u>(34,802)</u>	<u>(14,460)</u>
<b>Net liabilities</b>		<u>(34,802)</u>	<u>(14,460)</u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		(34,902)	(14,560)
		<u>(34,802)</u>	<u>(14,460)</u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

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

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

**Mr. G Rawlings**  
Director

**Mr. L Boothby**  
Director

Date: 29 October 2018

The notes on pages 2 to 5 form part of these financial statements.

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# Folly Developments Limited

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## Notes to the Financial Statements For the Year Ended 31 March 2018

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### 1. General information

Folly Developments Limited is a private company, limited by shares, domiciled in England and Wales, registration number 09883716. The registered office is Lynton House, 7-12 Tavistock Square, London, United Kingdom, WC1H 9LT.

### 2. Accounting policies

#### 2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

#### 2.2 Going concern

The financial statements have been prepared on a going concern basis. The company made a loss of £20,342 for the year and at the balance sheet date the company's total liabilities exceeded its total assets by £34,802. The directors consider the going concern basis to be appropriate because in their opinion, the company will continue to obtain sufficient funding to enable it to pay its debts as they fall due and also will receive continuing support from the directors. If the company were unable to obtain such funding, it would be unable to continue trading and adjustments would have to be made to reduce the value of assets to their realisable amount and to provide for any further liabilities which might arise.

#### 2.3 Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

##### Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

#### 2.4 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

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# Folly Developments Limited

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## Notes to the Financial Statements For the Year Ended 31 March 2018

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### 2. Accounting policies (continued)

#### 2.4 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, on a reducing balance basis.

Depreciation is provided on the following basis:

Plant and machinery	-	25%	Reducing balance
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The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Income and Retained Earnings.

#### 2.5 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each reporting date, stocks are assessed for impairment. If stock is 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.

#### 2.6 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

#### 2.7 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

#### 2.8 Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

#### 2.9 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

### 3. Employees

The average monthly number of employees, including directors, during the year was 4 (2017 - 4).

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# Folly Developments Limited

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## Notes to the Financial Statements For the Year Ended 31 March 2018

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### 4. Tangible fixed assets

	Plant and machinery £
<b>Cost or valuation</b>	
Additions	13,800
At 31 March 2018	<u>13,800</u>
<b>Depreciation</b>	
Charge for the year on owned assets	3,450
At 31 March 2018	<u>3,450</u>
<b>Net book value</b>	
At 31 March 2018	<u><u>10,350</u></u>
At 31 March 2017	<u><u>-</u></u>

### 5. Stocks

	2018 £	2017 £
Stock	953,807	555,278
	<u><u>953,807</u></u>	<u><u>555,278</u></u>

### 6. Debtors

	2018 £	2017 £
Other debtors	3,637	95
	<u><u>3,637</u></u>	<u><u>95</u></u>

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# Folly Developments Limited

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## Notes to the Financial Statements For the Year Ended 31 March 2018

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### 7. Creditors: Amounts falling due within one year

	2018	2017
	£	£
Trade creditors	10,568	570
Other taxation and social security	232	-
Other creditors	994,301	594,301
Accruals and deferred income	1,950	1,950
	<u>1,007,051</u>	<u>596,821</u>

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.