

Registration number: NI064279

Smyth & Gibson Shirtmakers Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 January 2017

D T Carson & Co
Chartered Accountants
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Smyth & Gibson Shirtmakers Limited

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Smyth & Gibson Shirtmakers Limited

(Registration number: NI064279)
Balance Sheet as at 31 January 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	31,583	44,331
Current assets			
Stocks	5	207,488	133,787
Debtors	6	416,570	314,637
Cash at bank and in hand		7,227	6,675
		631,285	455,099
Creditors: Amounts falling due within one year	7	(503,300)	(496,022)
Net current assets/(liabilities)		127,985	(40,923)
Total assets, less current liabilities		159,568	3,408
Creditors: Amounts falling due after more than one year	7	(1,106,581)	(788,728)
Net liabilities		(947,013)	(785,320)
Capital and reserves			
Called up share capital		19,900	19,900
Share premium reserve		90,050	90,050
Profit and loss account		(1,056,963)	(895,270)
Total equity		(947,013)	(785,320)

Smyth & Gibson Shirtmakers Limited

**(Registration number: NI064279)
Balance Sheet as at 31 January 2017**

For the financial year ending 31 January 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

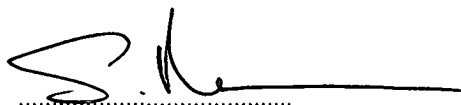
Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 28 September 2017 and signed on its behalf by:



Mr Samuel Morrison

Director

Smyth & Gibson Shirtmakers Limited

Notes to the Financial Statements for the Year Ended 31 January 2017

1 General information

The company is a private company limited by share capital incorporated in Northern Ireland.

The address of its registered office is:

5 Woodside Road Industrial Estate
Woodside Road
Ballymena
Co Antrim
BT42 4QJ

These financial statements were authorised for issue by the Board on 28 September 2017.

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 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 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.

Going concern

The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis in preparing the annual financial statements.

Tangible assets

Tangible assets are stated in the statement of financial position 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:

Asset class	Depreciation method and rate
Plant and machinery	20% straight line
Fixtures, fittings and equipment	20% straight line
Office equipment	20% straight line
Website development	33% straight line

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.

Smyth & Gibson Shirtmakers Limited

Notes to the Financial Statements for the Year Ended 31 January 2017

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. 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.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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.

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.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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.

Smyth & Gibson Shirtmakers Limited

Notes to the Financial Statements for the Year Ended 31 January 2017

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 54 (2016 - 54).

4 Tangible assets

	Fixtures, fittings, equip & website development £	Other property, plant & equipment £	Total £
Cost or valuation			
At 1 February 2016	232,697	82,171	314,868
Additions	4,738	-	4,738
At 31 January 2017	237,435	82,171	319,606
Depreciation			
At 1 February 2016	204,845	65,692	270,537
Charge for the year	10,944	6,542	17,486
At 31 January 2017	215,789	72,234	288,023
Carrying amount			
At 31 January 2017	21,646	9,937	31,583
At 31 January 2016	27,852	16,479	44,331

5 Stocks

	2017 £	2016 £
Raw materials and consumables	77,288	73,665
Work in progress	18,410	18,410
Finished goods and goods for resale	111,790	41,712
	207,488	133,787

6 Debtors

	2017 £	2016 £
Trade debtors	378,497	287,672
Other debtors	38,073	26,965
Total current trade and other debtors	416,570	314,637

Smyth & Gibson Shirtmakers Limited

Notes to the Financial Statements for the Year Ended 31 January 2017

7 Creditors

	Note	2017 £	2016 £
Due within one year			
Bank loans and overdrafts	8	51,106	14,716
CVA Creditor		22,787	27,161
Trade creditors		137,636	142,013
Amounts owed to group undertakings and undertakings in which the company has a participating interest	10	35,202	38,928
Taxation and social security		45,205	41,064
Other creditors		42,555	52,949
Invoice factoring creditor		168,809	179,191
		<u>503,300</u>	<u>496,022</u>
Due after one year			
CVA Creditor		-	22,787
Loans and borrowings	8	1,006,581	665,941
Other non-current financial liabilities		100,000	100,000
		<u>1,106,581</u>	<u>788,728</u>

8 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Bank borrowings	199,582	8,941
CVA Creditor	-	22,787
Other borrowings	806,999	657,000
	<u>1,006,581</u>	<u>688,728</u>

	2017 £	2016 £
Current loans and borrowings		
Bank borrowings	51,106	14,716
CVA Creditor	22,787	27,161
	<u>73,893</u>	<u>41,877</u>

9 Dividends

The directors are proposing a final dividend of £Nil (2016 - £Nil) per share totalling £Nil (2016 - £Nil).

Smyth & Gibson Shirtmakers Limited

Notes to the Financial Statements for the Year Ended 31 January 2017

10 Related party transactions

Key management personnel

Transactions with a company director

Summary of transactions with key management

A company director advanced an interest free loan to the company.

Summary of transactions with parent

Smyth & Gibson Investments Limited

Smyth & Gibson Investments Limited made an interest free loan to Smyth & Gibson Shirtmakers Limited.

Summary of transactions with entities with joint control or significant interest

Entities under common control

The company received a loan and had expenses paid on its behalf, there is also a balance included within trade creditors, the transactions being at normal commercial rate.

Income and receivables from related parties

2017

	Entities with joint control or significant influence £	Other related parties £
2016		
Amounts receivable from related party	<u>3,726</u>	<u>3,726</u>

Expenditure with and payables to related parties

	Parent £	Entities with joint control or significant influence £	Key management £
2017			
Amounts payable to related party	<u>100,000</u>	<u>39,590</u>	<u>567,000</u>

	Parent £	Entities with joint control or significant influence £	Key management £
2016			
Amounts payable to related party	<u>100,000</u>	<u>49,275</u>	<u>527,000</u>

11 Parent and ultimate parent undertaking

The company's immediate parent is Smyth & Gibson Investments Limited, incorporated in Northern Ireland.

Smyth & Gibson Shirtmakers Limited

Notes to the Financial Statements for the Year Ended 31 January 2017

12 Transition to FRS 102

Smyth & Gibson Shirtmakers Limited prepares its first financial statements that comply with FRS 102 Section 1A for the year ended 31 January 2017. Smyth & Gibson Shirtmakers Limited date of transition to FRS 102 Section 1A is 1 February 2015. For Smyth & Gibson Shirtmakers Limited the transition to FRS 102 Section 1A has resulted in no changes in accounting policies compared to those used previously.