

FORMA HOUSE LIMITED

REGISTERED IN ENGLAND NO. 01451589

DIRECTORS' REPORT AND ABRIDGED UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

**Edwards Trew & Co.
Hyde Park House
5 Manfred Road
Putney
London SW15 2RS**

WEDNESDAY



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12/09/2018
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FORMA HOUSE LIMITED

DIRECTORS' REPORT AND ABRIDGED UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

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FORMA HOUSE LIMITED

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS DIRECTORS
AND ADVISERS**

FOR THE YEAR ENDED 31 DECEMBER 2017

DIRECTORS:	L.R. Maghnagi (Chairman) S.G. Maghnagi (Managing Director)
COMPANY SECRETARY:	S.G. Maghnagi
REGISTERED OFFICE:	Unit 3, Mitcham Industrial Estate, 85 Streatham Road Mitcham Surrey CR4 2AP
BANKERS:	Barclays Bank PLC Piccadilly Corporate Banking Centre Pall Mall Corporate Group PO Box 15165 London SW1A 1QF
COMPANY REGISTRATION NUMBER:	01451589
REPORTING ACCOUNTANTS:	Messrs. Edwards Trew & Co., Hyde Park Houser 5 Manfred Road Putney, London SW15 2RS

FORMA HOUSE LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2017

The directors present their Annual Report together with the abridged unaudited financial statements of the company for the year ended 31 December 2017.

(1) STATUS

The company is a private company limited by shares incorporated on 1 October 1979.

(2) STRUCTURE, GOVERNANCE AND MANAGEMENT

Legal and administrative information set out on page 1 forms part of this report. The financial statements comply with the current statutory requirements, the Memorandum and Articles of Association incorporated on 1 October 1979 the applicable Accounting Standards in the United Kingdom (FRS 102) Section 1A- The Financial Reporting Standard applicable in the UK and Republic of Ireland, and the Companies Act 2006.

(3) PRINCIPAL ACTIVITIES

The Company is engaged in the wholesale distribution of gifts and sundry housewares. The products are imported from abroad, principally from Italy.

(4) DIRECTORS RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The Managing Director of the company who is based in London is responsible for preparing the Directors' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 (FRS102) Section1A, The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

(5) DIRECTORS AND THEIR INTERESTS

The Directors who held office throughout the year together with their interests in the share capital of the company at the beginning and end of the year were as follows:

	Ordinary shares of £1 each At 31 December 2017	Ordinary shares of £1 each At31 December 2016
	£	£
L.R. Maghnagi	50	50
S.G. Maghnagi	<u>50</u>	<u>50</u>
	<u>1,00</u>	<u>1,00</u>

FORMA HOUSE LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2017

(6) DIVIDEND RECOMMENDATIONS

No dividend has been paid on the company's issued share capital during the year to 31 December 2017 (2016: £ NIL). Dividends are only included in the Accounts in the year in which these are paid.

(7) FIXED ASSETS

The movements in tangible fixed assets during the year are set out in Note 4 on page 9 of the financial statements.

(8) GOING CONCERN

On the basis of current financial projections and the borrowing facilities available and after making such enquiries as are considered appropriate, the directors are satisfied that the company has adequate resources to continue in operational existence for the foreseeable future. The directors therefore believe it is appropriate to adopt the going concern basis in preparing the financial statements.

(9) TAXATION

The company is a 'Close Company' for taxation purposes within the meaning of the Taxes Acts.

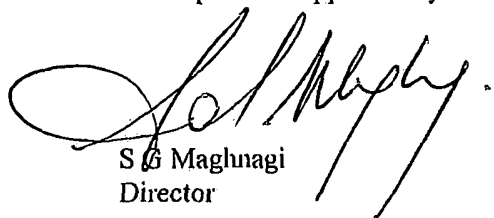
(10) SMALL COMPANY REGIME

The Financial Statements have been prepared under the historical cost convention in accordance with FRS 102 Section 1A-The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

(11) REPORTING ACCOUNTANTS

Messrs. Edwards Trew & Co. Chartered Accountants have expressed their willingness to continue in office and a resolution has been passed for their reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board on *11-03*-2018 and signed on its behalf by:


S G Maghnagi
Director

FORMA HOUSE LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Managing Director of the company who is based in London is responsible for preparing the Directors' Report and the financial statements in accordance with the applicable law and regulations.

Company law requires the directors to prepare abridged unaudited financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit and loss of the company for that year.

Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the abridged unaudited financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the profit or loss of the company for that period.

In preparing the financial statements the directors are required to;

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent, and
- * state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- * prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in business.

The Managing Director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

**ACCOUNTANT'S REPORT ON THE UNAUDITED ACCOUNTS TO THE DIRECTORS OF
FORMA HOUSE LIMITED**

We report on the unaudited financial statements of the company for the year ended 31 December 2017 set out on pages 6 to 10, which have been prepared under the historical cost convention and the accounting policies set out on pages 7 to 10

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANTS

As described on page 4, the company's directors are responsible for the preparation of the financial statements, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to form an opinion on those financial statements.

BASIS OF OPINION

Our work was conducted in accordance with the Statement of Standard for reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion. These procedures do not constitute an audit. Accordingly, we do not express an audit opinion on the accounts. Therefore, our report do not provide any assurance that the accounting records and the accounts are free from material misstatement.

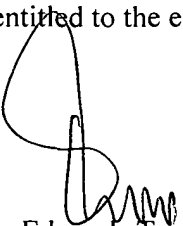
OPINION

In our opinion:

- (a) The financial statements are in agreement with the accounting records kept by the company under Section 386 of the Companies Act 2006.
- (b) having regard only to, and on the basis of, the information contained in those accounting records;
 - (i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified by the Act;
 - (ii) The company satisfied the conditions for exemption from an audit of the financial statements for the year specified in Section 477 of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in Section 478 and 479 of the Act.

Hyde Park House
5 Manfred Road, Putney
London SW 15 2RS

Dated 11 June 2018


Edwards Trew & Co.
Chartered Accountants
Registered Auditor.

FORMA HOUSE LIMITED

ABRIDGED UNAUDITED BALANCE SHEET AS AT 31 DECEMBER 2017

Registration No. 01451589

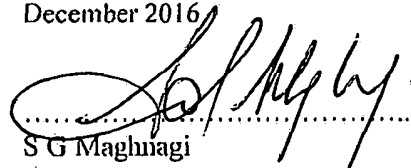
	Notes	2017		2016	
		£	£	£	£
FIXED ASSETS					
Tangible Fixed Assets at net book values	4		7,108		9,433
CURRENT ASSETS:					
Stocks	6	621,149		593,180	
Trade debtors and prepayments	3	384,288		428,091	
Cash at bank and in hand		<u>510,923</u>		<u>375,872</u>	
		1,516,360		1,397,143	
CURRENT LIABILITIES:					
Amounts falling due within one year	5	<u>(476,756)</u>		<u>(457,754)</u>	
NET CURRENT ASSETS			<u>1,039,604</u>		<u>939,389</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,046,712</u>		<u>948,822</u>
REPRESENTED BY:					
CAPITAL AND RESERVES					
Called Up Share Capital	7		100		100
Profit and Loss Account			<u>1,046,612</u>		<u>948,722</u>
Shareholders' Funds	10		<u>1,046,712</u>		<u>948,822</u>

The members have consented to the preparation of abridged financial statements for the year ended 31 December 2017 in accordance with section 444(2) of the Companies Act 2006. For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies. The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the 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 accounts. The abridged financial statements, which 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, were approved by the directors on 01/03/2018.

These Financial Statements are prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and the Financial Reporting Standard for Smaller Entities.

No Profit and Loss account has been filed with these Accounts for the years to 31 December 2017 and 31 December 2016



 S G Maghuagi
 Director

The attached Notes on Pages 7 to 10 form part of these financial statements

FORMA HOUSE LIMITED

NOTES TO THE ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR

ENDED 31 DECEMBER 2017

(1) **PRINCIPAL ACCOUNTING POLICIES**

The principal accounting policies which have been used consistently in dealing with items which are considered material in relation to the financial statements:

(i) Accounting basis and standards

The Financial Statements are prepared under the historical cost convention and in accordance with FRS 102 Section 1A- The Financial Reporting Standard applicable in the UK and Republic of Ireland, and the Companies Act 2006. The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement.

(ii) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Revenue is reduced for estimated customer returns, rebates and other similar allowances.

(iii) Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell (net realisable value). Costs, which comprise direct production costs, are based on the method most appropriate to the type of inventory class, but usually on a first – in- first- out basis. Overheads are charged to profit or loss as incurred. Net realisable value is based on the estimated selling price less any estimated completion or selling costs.

When stocks are sold, the carrying amount of those stocks is recognised as an expense in the period in which the related revenue is recognised. The amount of any write -down of stocks to net realisable value and all losses of stocks are recognised as an expense in the period in which the write- down or loss occurs. The amount of any reversal of any write-down of stocks is recognised as a reduction in the amount of stocks recognised as an expense in the period in which the reversal occurs.

(iv) Tangible Assets

Tangible fixed assets held for the company's own use are stated at cost less accumulated depreciation and accumulated impairment losses.

Depreciation is provided on cost on a reducing balance basis over the estimated lives of the assets. The rates of depreciation adopted are as follows:

Equipment and Furniture	20% p.a.
Motor vehicles	25%p.a.
Computer Equipment	25%p.a.
Display Equipment	25% p.a.
Website	100% p.a.

At each balance sheet date, the company reviews the carrying amount of its tangible fixed assets to determine whether there is any indication that any items have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss, if any. Where it is not possible to estimate the recoverable amount of the asset, the company estimates the recoverable amount of the cash- generating unit to which the asset belongs.

FORMA HOUSE LIMITED

**NOTES TO THE ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 DECEMBER 2017 (CONTINUED)**

(1) PRINCIPAL ACCOUNTING POLICIES**(v) Deferred Taxation**

Deferred Taxation is provided at the current rate for small companies at 20% for the timing differences arising from the accelerated capital allowances claimed for taxation purposes over the charges for depreciation of tangible fixed assets made in the financial statements.

(vi) Foreign Exchange

Transaction in currencies, other than the functional currency of the company, are recorded at the rate of exchange on the date the transaction occurred. Monetary items denominated in other currencies are translated at the rate prevailing at the end of the reporting period. All differences are taken to the profit and loss account. Non-monetary items that are measured at historic cost in a foreign currency are not retranslated.

(vii) Advertising and Exhibition Costs

Expenditure on advertising and exhibition costs are charged in arriving at the operating profit or loss in the year to which they related and not as and when incurred.

(viii) Going Concern

On the basis of current financial projections and the borrowing facilities available and after making such enquiries as are considered appropriate, the directors are satisfied that the company has adequate resources to continue in operational existence for the foreseeable future. The directors therefore believe it is appropriate to adopt the going concern basis in preparing the financial statements.

(2) TAX ON PROFIT ON ORDINARY ACTIVITIES

	2017 £	2016 £
United Kingdom corporation Tax at 19% (2016: 20%) based on The profit for the first three months and at the rate of 19% for the remaining period.	(23,854)	(19,470)
Over provision of Tax in previous years	<u>-</u>	<u>35</u>
	<u>(23,854)</u>	<u>(19,435)</u>

(3) DEBTORS AND PREPAYMENTS

	2017 £	2016 £
Trade debtors less provision for bad & doubtful debts	352,345	404,014
Sundry debtors & Prepayments	<u>31,943</u>	<u>24,077</u>
	<u>384,288</u>	<u>428,091</u>

FORMA HOUSE LIMITED

**NOTES TO THE ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 DECEMBER 2017 (CONTINUED)**

(4) TANGIBLE FIXED ASSETS

	Display Equipment	Equipment & Furniture	Vehicles	Computer Equipment	Website	Total
	£	£	£	£	£	£
Cost						
At 1 January 2017	<u>17,040</u>	<u>17,166</u>	<u>8,242</u>	<u>34,548</u>	<u>33,332</u>	<u>110,328</u>
At 31 December 2017	<u>17,040</u>	<u>17,166</u>	<u>8,242</u>	<u>34,548</u>	<u>33,332</u>	<u>110,328</u>
Accumulated Depreciation						
At 1 January 2017	14,903	16,524	5,149	30,987	33,332	100,895
Charge for the year	<u>534</u>	<u>128</u>	<u>773</u>	<u>890</u>	<u>-</u>	<u>2,325</u>
At 31 December 2017	<u>15,437</u>	<u>16,652</u>	<u>5,922</u>	<u>31,877</u>	<u>33,332</u>	<u>103,220</u>
Net Book Values						
At 31 December 2017	<u>1,603</u>	<u>514</u>	<u>2,320</u>	<u>2,671</u>	<u>-</u>	<u>7,108</u>
At 31 December 2016	<u>2,137</u>	<u>642</u>	<u>3,093</u>	<u>3,561</u>	<u>-</u>	<u>9,433</u>

(5) Creditors: amounts falling due within one year

	2017 £	2016 £
Trade creditors	159,745	157,525
Other creditors and accruals	7,428	22,188
Amount due to Associated Company	167,110	167,110
Social Security & Other Taxes	118,619	91,461
Corporation Tax	<u>23,854</u>	<u>19,470</u>
	<u>476,756</u>	<u>457,754</u>

(6) STOCKS OF FINISHED GOODS

	2017 £	2016 £
Stocks of Finished Goods held for resale valued on the basis of the basis of the lower of cost and the Directors' estimate of the overall net realisable value of the stock held after allowing for impairment due to supplier being in liquidation and obsolescence.	<u>621,149</u>	<u>593,180</u>

NOTES TO THE ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR

ENDED 31 DECEMBER 2017 (CONTINUED)

(7) CALLED UP SHARE CAPITAL**Allotted and Fully Paid**

	2017	2016
	£	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>

(8) CAPITAL COMMITMENTS

No future Capital Expenditure had been contracted for or authorised by the directors at 31 December 2017. (2016: £NIL).

(9) RELATED PARTY TRANSACTIONS

Management charges from Forma Lighting Limited, a company under the control of Mr S G Maghnagi and Mr L R Maghnagi (non-executive director) amounted to £ 165,705 for the year to 31 December 2017 (2016: £161,307).

(10) RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31 December 2017	31 December 2016
	£	£
Net profit brought forward as at 31 December 2017	1,046,612	948,722
100 Ordinary shares of £ 1 each	<u>100</u>	<u>100</u>
	<u>1,046,712</u>	<u>948,822</u>

(11) GENERAL INFORMATION

Forma House Limited is a private company limited by shares and incorporated in England. The financial statements are prepared in Sterling, which is the financial currency of the company.