

**FORMA HOUSE LIMITED**  
**REGISTERED IN ENGLAND NO. 01451589**  
**DIRECTORS' REPORT AND ABRIDGED UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

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



**FORMA HOUSE LIMITED**  
**DIRECTORS' REPORT AND ABRIDGED UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

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**FORMA HOUSE LIMITED**  
**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS DIRECTORS**  
**AND ADVISERS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**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 2R.

**FORMA HOUSE LIMITED**  
**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

The directors present their Annual Report together with the abridged unaudited financial statements of the company for the year ended 31 December 2021.

**(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 2021	Ordinary shares of £1 each At 31 December 2020
	£	£
L.R. Maghnagi	50	50
S.G. Maghnagi	<u>50</u>	<u>50</u>
	<u>100</u>	<u>100</u>

**FORMA HOUSE LIMITED**  
**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**(6) DIVIDEND RECOMMENDATIONS**

No dividend has been paid on the company's issued share capital during the year to 31 December 2021 (2020: £ 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.

S G Maghnagi  
Director

Dated: 23 April 2022

**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 year.

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. They are 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

**ACCOUNTANTS 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 2021 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.

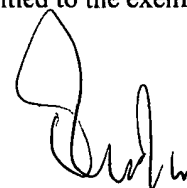
**OPINION**

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 29<sup>th</sup> April 2022



Edwards Trew & Co.  
Chartered Accountants  
Registered Auditor.

## FORMA HOUSE LIMITED

## ABRIDGED UNAUDITED BALANCE SHEET AS AT 31 DECEMBER 2021

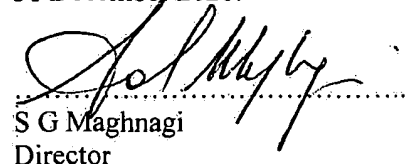
Registration No. 01451589

	<u>Notes</u>	<u>2021</u>		<u>2020</u>	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible Fixed Assets at net book values	4		2,299		3,047
<b>CURRENT ASSETS:</b>					
Stocks	6	940,315		737,574	
Trade debtors and prepayments	3	479,306		406,801	
Cash at bank and in hand		<u>562,004</u>		<u>865,584</u>	
		1,981,625		,009,959	
<b>CURRENT LIABILITIES:</b>					
Amounts falling due within one year	5	<u>(458,058)</u>		<u>(643,700)</u>	
<b>NET CURRENT ASSETS</b>			<u>1,523,567</u>		<u>1,366,259</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>1,525,866</u>		<u>1,369,306</u>
<b>REPRESENTED BY:</b>					
<b>CAPITAL AND RESERVES</b>					
Called Up Share Capital	10		100		
Profit and Loss Account			<u>1,525,766</u>		<u>1,369,206</u>
Shareholders' Funds	13		<u>1,525,866</u>		<u>1,369,306</u>

The members have consented to the preparation of abridged financial statements for the year ended 31 December 2021 in accordance with section 444(2A) 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 29 April 2022.

No Profit and Loss Account is filed with these Accounts for the years to 31 December 2021 and 31 December 2020.

  
S G Maghnagi  
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 2021**

**(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 2021 (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

	2021 £	2020 £
United Kingdom corporation Tax at 19% (2020: 19% based on the profits for the first three months and at the rate of 19% for the remaining period.	36,821	28,032
over provision of Tax in previous years	<u>15</u> <u>36,836</u>	<u>-</u> <u>28,032</u>

## (3) DEBTORS AND PREPAYMENTS

	2021 £	2020 £
Trade debtors less provision for bad & doubtful debts	479,306	406,801
Sundry debtors & Prepayments	<u>-</u> <u>479,306</u>	<u>-</u> <u>406,801</u>

**NOTES TO THE ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR  
ENDED 31 DECEMBER 2021 (CONTINUED)**

**(4) TANGIBLE FIXED ASSETS**

	Display Equipment	Equipment & Furniture	Vehicles	Computer Equipment	Website	Total
	£	£	£	£	£	£
<b>Cost</b>						
At 1 January 2021						
At 31 December 2021	<u>17,040</u>	<u>17,166</u>	<u>8,242</u>	<u>34,548</u>	<u>33,332</u>	<u>110,328</u>
<b>Accumulated Depreciation</b>						
At 31 December 2020	16,362	16,903	7,262	33,422	33,332	107,281
Charge for the year	<u>169</u>	<u>53</u>	<u>244</u>	<u>282</u>	<u>-</u>	<u>748</u>
At 31 December 2021	<u>16,531</u>	<u>16,956</u>	<u>7,506</u>	<u>33,704</u>	<u>33,332</u>	<u>108,029</u>
<b>Net Book Values</b>						
At 31 December 2020	<u>678</u>	<u>263</u>	<u>980</u>	<u>1,126</u>	<u>-</u>	<u>3,047</u>
At 31 December 2021	<u>509</u>	<u>210</u>	<u>736</u>	<u>844</u>	<u>-</u>	<u>2,299</u>

**(5) Creditors: amounts falling due within one year**

	2021 £	2020 £
Trade creditors	116,071	301,330
Other creditors and accruals	33,435	13,645
Amount due to Associated Company	167,110	167,110
Social Security & Other Taxes	104,621	133,583
Corporation Tax	<u>36,821</u>	<u>28,032</u>
	<u>458,058</u>	<u>643,700</u>

**(6) STOCKS OF FINISHED GOODS**

	2021 £	2020 £
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 a supplier being in liquidation and obsolescence.	<u>940,315</u>	<u>737,574</u>

**NOTES TO THE ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR  
ENDED 31 DECEMBER 2021 (CONTINUED)**

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

	2021	2020
	£	£
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 2021. (2020: £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 £ 145,572 for the year to 31 December 2021 (2020: £153,573).

**(10) RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	31 December 2021	31 December 2020
	£	£
Net profit carried forward as at 31 December 2021	1,525,766	1,369,206
100 Ordinary shares of £ 1 each	<u>100</u>	<u>100</u>
	<u>1,525,866</u>	<u>1,369,306</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.