

Unaudited Financial Statements for the Year Ended 31 March 2020

for

Etiquette Labels Limited

Contents of the Financial Statements
for the Year Ended 31 March 2020

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

Etiquette Labels Limited
Company Information
for the Year Ended 31 March 2020

DIRECTORS: Miss C J Gough
T J L Bunce

SECRETARY: Miss C J Gough

REGISTERED OFFICE: Plot 6
Clywedog Road North
Wrexham Industrial Estate
Wrexham
Clwyd
LL13 9XN

REGISTERED NUMBER: 02667780 (England and Wales)

ACCOUNTANTS: Myersons
Chartered Accountants
32 Derby Street
Ormskirk
Lancashire
L39 2BY

Etiquette Labels Limited (Registered number: 02667780)

Balance Sheet
31 March 2020

	Notes	31.3.20 £	£	31.3.19 £	£
FIXED ASSETS					
Intangible assets	4		5,208		6,084
Tangible assets	5		<u>845,957</u>		<u>949,652</u>
			851,165		955,736
CURRENT ASSETS					
Stocks		472,462		565,340	
Debtors	6	1,048,250		1,128,786	
Cash at bank and in hand		<u>27,609</u>		<u>14,273</u>	
		1,548,321		1,708,399	
CREDITORS					
Amounts falling due within one year	7	<u>1,677,168</u>		<u>1,870,678</u>	
NET CURRENT LIABILITIES			<u>(128,847)</u>		<u>(162,279)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			722,318		793,457
CREDITORS					
Amounts falling due after more than one year	8		<u>235,338</u>		<u>293,786</u>
NET ASSETS			<u>486,980</u>		<u>499,671</u>
CAPITAL AND RESERVES					
Called up share capital			20,100		20,100
Retained earnings			<u>466,880</u>		<u>479,571</u>
SHAREHOLDERS' FUNDS			<u>486,980</u>		<u>499,671</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

Etiquette Labels Limited (Registered number: 02667780)

Balance Sheet - continued
31 March 2020

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 14 December 2020 and were signed on its behalf by:

Miss C J Gough - Director

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 31 March 2020

1. STATUTORY INFORMATION

Etiquette Labels Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2006, is being amortised evenly over its estimated useful life of twenty years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Improvements to property	- in accordance with the property
Plant and machinery	- 15% on reducing balance, 10% on reducing balance and 5% on cost
Fixtures and fittings	- 10% on cost
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred taxation

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

No provision is made for taxation deferred in respect of timing differences as in the opinion of the directors, there is a reasonable probability that the liability will not arise in the foreseeable future. (The unprovided deferred tax liability for the year ended 31 March 2020 is £128,133 (2019: £145,734)).

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2020

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 25 (2019 - 27) .

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 April 2019 and 31 March 2020	<u>17,368</u>
AMORTISATION	
At 1 April 2019	11,284
Charge for year	<u>876</u>
At 31 March 2020	<u>12,160</u>
NET BOOK VALUE	
At 31 March 2020	<u>5,208</u>
At 31 March 2019	<u>6,084</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2020

5. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 April 2019	147,297	2,117,286	156,815
Additions	-	3,025	20
Disposals	-	-	-
At 31 March 2020	<u>147,297</u>	<u>2,120,311</u>	<u>156,835</u>
DEPRECIATION			
At 1 April 2019	127,123	1,309,802	103,095
Charge for year	3,825	90,045	14,072
Eliminated on disposal	-	-	-
At 31 March 2020	<u>130,948</u>	<u>1,399,847</u>	<u>117,167</u>
NET BOOK VALUE			
At 31 March 2020	<u>16,349</u>	<u>720,464</u>	<u>39,668</u>
At 31 March 2019	<u>20,174</u>	<u>807,484</u>	<u>53,720</u>

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 April 2019	186,095	19,932	2,627,425
Additions	19,673	3,591	26,309
Disposals	-	(5,402)	(5,402)
At 31 March 2020	<u>205,768</u>	<u>18,121</u>	<u>2,648,332</u>
DEPRECIATION			
At 1 April 2019	125,676	12,077	1,677,773
Charge for year	17,975	4,087	130,004
Eliminated on disposal	-	(5,402)	(5,402)
At 31 March 2020	<u>143,651</u>	<u>10,762</u>	<u>1,802,375</u>
NET BOOK VALUE			
At 31 March 2020	<u>62,117</u>	<u>7,359</u>	<u>845,957</u>
At 31 March 2019	<u>60,419</u>	<u>7,855</u>	<u>949,652</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2020

5. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 April 2019	494,545	68,641	563,186
Additions	-	19,673	19,673
Transfer to ownership	-	(46,262)	(46,262)
At 31 March 2020	<u>494,545</u>	<u>42,052</u>	<u>536,597</u>
DEPRECIATION			
At 1 April 2019	112,189	33,847	146,036
Charge for year	31,454	11,568	43,022
Transfer to ownership	-	(33,454)	(33,454)
At 31 March 2020	<u>143,643</u>	<u>11,961</u>	<u>155,604</u>
NET BOOK VALUE			
At 31 March 2020	<u>350,902</u>	<u>30,091</u>	<u>380,993</u>
At 31 March 2019	<u>382,356</u>	<u>34,794</u>	<u>417,150</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.20	31.3.19
	£	£
Trade debtors	878,527	1,001,157
Associated company loan	159,396	123,897
Prepayments	10,327	3,732
	<u>1,048,250</u>	<u>1,128,786</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.20	31.3.19
	£	£
Bank loans and overdrafts	19,500	20,652
Other loans	51,231	-
Hire purchase contracts	73,879	79,685
Trade creditors	675,622	784,567
Tax	20,713	15,472
Social security and other taxes	18,870	20,861
Other creditors	80,833	75,751
Other finance	736,470	873,652
Directors' current accounts	50	38
	<u>1,677,168</u>	<u>1,870,678</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2020

8. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.3.20	31.3.19
	£	£
Bank loan account	17,926	38,601
Other loans	19,067	-
Hire purchase contracts	198,345	255,185
	<u>235,338</u>	<u>293,786</u>

9. **SECURED DEBTS**

The following secured debts are included within creditors:

	31.3.20	31.3.19
	£	£
Bank loans	37,426	59,253
Hire purchase contracts	272,224	334,870
Other finance	736,470	873,652
	<u>1,046,120</u>	<u>1,267,775</u>

There is a fixed and floating charge over all assets of the company dated 29th May 2015, securing all monies due from the company to HSBC Bank Plc.

There is an All Assets Debenture dated 14th November 2011 securing all monies due from the company to RBS Invoice Finance Limited.

10. **RELATED PARTY DISCLOSURES**

A total of £159,396 was owed from an associated company at the year end arising from loan transactions.

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.