

REGISTERED NUMBER: 02961256 (England and Wales)

Unaudited Financial Statements for the Year Ended 31st December 2018

for

TOUCH OF MAGIC LIMITED

MastersFuller
Chartered Certified Accountants
38 Salisbury Road
Worthing
West Sussex
BN11 1RD

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for the Year Ended 31st December 2018

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TOUCH OF MAGIC LIMITED
Company Information
for the Year Ended 31st December 2018

DIRECTORS:

R D Winrow
Mrs D Winrow

SECRETARY:

R D Winrow

REGISTERED OFFICE:

38 Salisbury Road
Worthing
West Sussex
BN11 1RD

REGISTERED NUMBER:

02961256 (England and Wales)

ACCOUNTANTS:

MastersFuller
Chartered Certified Accountants
38 Salisbury Road
Worthing
West Sussex
BN11 1RD

TOUCH OF MAGIC LIMITED (REGISTERED NUMBER: 02961256)

Balance Sheet
31st December 2018

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Intangible assets	4		-		-
Tangible assets	5		<u>30,501</u>		<u>39,792</u>
			30,501		39,792
CURRENT ASSETS					
Stocks		10,000		10,000	
Debtors	6	82,502		43,455	
Cash at bank		<u>16,851</u>		<u>38,991</u>	
		109,353		92,446	
CREDITORS					
Amounts falling due within one year	7	<u>106,823</u>		<u>82,869</u>	
NET CURRENT ASSETS			2,530		9,577
TOTAL ASSETS LESS CURRENT LIABILITIES			33,031		49,369
CREDITORS					
Amounts falling due after more than one year	8		<u>59,789</u>		<u>70,042</u>
NET LIABILITIES			(26,758)		(20,673)
CAPITAL AND RESERVES					
Called up share capital			747		747
Retained earnings			<u>(27,505)</u>		<u>(21,420)</u>
SHAREHOLDERS' FUNDS			(26,758)		(20,673)

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st December 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st December 2018 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 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.
- (b)

Balance Sheet - continued
31st December 2018

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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 on 8th May 2019 and were signed on its behalf by:

R D Winrow - Director

Notes to the Financial Statements
for the Year Ended 31st December 2018

1. STATUTORY INFORMATION

Touch of Magic 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 represents net invoiced sales of goods and services, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2004, is being amortised evenly over its estimated useful life of ten 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.

Plant & machinery	- 25% on cost
Motor vehicles	- 25% on cost
Computer equipment & website	- 33% 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.

However, where the stage of completion is sufficient to give a right to consideration the work in progress is valued at the fair value of this right to consideration.

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 13 (2017 - 10).

Notes to the Financial Statements - continued
for the Year Ended 31st December 2018

4. INTANGIBLE FIXED ASSETS

Goodwill
£

COST

At 1st January 2018
and 31st December 2018

90,469

AMORTISATION

At 1st January 2018
and 31st December 2018

90,469

NET BOOK VALUE

At 31st December 2018

-

At 31st December 2017

-

5. TANGIBLE FIXED ASSETS

	Plant & machinery	Motor vehicles	Computer equipment & website	Totals
	£	£	£	£
COST				
At 1st January 2018	37,626	62,701	29,021	129,348
Additions	1,991	16,490	-	18,481
Disposals	-	(15,130)	-	(15,130)
At 31st December 2018	<u>39,617</u>	<u>64,061</u>	<u>29,021</u>	<u>132,699</u>
DEPRECIATION				
At 1st January 2018	23,313	38,505	27,738	89,556
Charge for year	5,170	12,133	1,013	18,316
Eliminated on disposal	-	(5,674)	-	(5,674)
At 31st December 2018	<u>28,483</u>	<u>44,964</u>	<u>28,751</u>	<u>102,198</u>
NET BOOK VALUE				
At 31st December 2018	<u>11,134</u>	<u>19,097</u>	<u>270</u>	<u>30,501</u>
At 31st December 2017	<u>14,313</u>	<u>24,196</u>	<u>1,283</u>	<u>39,792</u>

Notes to the Financial Statements - continued
for the Year Ended 31st December 2018

5. TANGIBLE FIXED ASSETS - continued

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

	Plant & machinery £	Motor vehicles £	Totals £
COST			
At 1st January 2018	10,500	43,710	54,210
Additions	-	16,490	16,490
Disposals	-	(15,130)	(15,130)
Transfer to ownership	-	(28,580)	(28,580)
At 31st December 2018	<u>10,500</u>	<u>16,490</u>	<u>26,990</u>
DEPRECIATION			
At 1st January 2018	4,200	28,053	32,253
Charge for year	2,100	3,435	5,535
Eliminated on disposal	-	(5,674)	(5,674)
Transfer to ownership	-	(22,379)	(22,379)
At 31st December 2018	<u>6,300</u>	<u>3,435</u>	<u>9,735</u>
NET BOOK VALUE			
At 31st December 2018	<u>4,200</u>	<u>13,055</u>	<u>17,255</u>
At 31st December 2017	<u>6,300</u>	<u>15,657</u>	<u>21,957</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	42,829	36,666
Other debtors	<u>39,673</u>	<u>6,789</u>
	<u>82,502</u>	<u>43,455</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Bank loans & overdrafts	12,494	12,007
Hire purchase contracts	3,596	10,149
Trade creditors	72,462	27,112
Taxation and social security	13,435	19,526
Other creditors	<u>4,836</u>	<u>14,075</u>
	<u>106,823</u>	<u>82,869</u>

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

	2018 £	2017 £
Bank loans	55,622	68,113
Hire purchase contracts	<u>4,167</u>	<u>1,929</u>
	<u>59,789</u>	<u>70,042</u>

Notes to the Financial Statements - continued
for the Year Ended 31st December 2018

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

	2018	2017
	£	£
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 years	<u>1,220</u>	<u>14,338</u>

9. **SECURED DEBTS**

The following secured debts are included within creditors:

	2018	2017
	£	£
Bank loans	<u>68,116</u>	<u>80,120</u>

The bank loan is secured by a joint and several guarantee provided by the shareholders, up to an amount of £350,000.

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.