

MBF Trading Limited

**Report and financial statements
for the year ended 31 December 2017**

Registered number: 3053538

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MBF Trading Limited

Company information

DIRECTORS	Sandeep Dwesar Kessington Ijegbai Richard Robinson (appointed 1 June 2017)
COMPANY NUMBER	3053538
REGISTERED OFFICE	7 – 11 Britannia Street London WC1X 9JS
AUDITOR	haysmacintyre 10 Queen Street Place London EC4R 1AG

MBF Trading Limited

Report and financial statements

Year ended 31 December 2017

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MBF Trading Limited

Directors' report

Year ended 31 December 2017

The directors present their annual report together with the audited financial statements for the year ended 31 December 2017.

Principal activities and review of business

The principal activity of the company is the sale of charity Christmas cards.

A profit of £16,111 (2016: £28,875) was made during the year and was paid to the Musicians Benevolent Fund under a deed of covenant.

In 2017, the company sold over 118,260 cards altogether (2016: 132,170 cards). Total sales amounted to £66,692 (2016: £73,192).

The amount received in donations to the Musicians Benevolent Fund, accompanying card orders, came to £13,266 (2016: £13,556).

The directors are confident about the future prospects of the company and these accounts have been prepared on the basis that the company is a going concern.

Results

The profit for the year, after taxation, amounted to £16,111 (2016: £13,556).

Directors

The directors who served during the year and their interests in the company's issued share capital were:

	Called up share capital shares of £1 each	
	2017 No.	2016 No.
Sandeep Dwesar	-	-
Kessington Ijegbai	1	1
Richard Robinson	-	-

MBF Trading Limited

Directors' report

Year ended 31 December 2017

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial 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 financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and accounting estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are 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 them 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.

Provision of information to auditors


Each of the persons who are directors at the time when the Directors' report is approved has confirmed that:

- So far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- That director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information.

Auditors

The auditors, haysmacintyre, will be proposed at the AGM in accordance with section 485 of the Companies Act 2006.

This report was approved by the board on 22 March 2018 and signed on its behalf:


.....
Sandeep Dwesar
Director

Independent auditor's report to the members of MBF Trading Limited

Opinion

We have audited the financial statements of MBF Trading Limited (the 'company') for the year ended 2017 which comprise the Statement of comprehensive income, Balance sheet, and the Statement of changes in equity including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Use of audit report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material

inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Anna Bennett (Senior Statutory Auditor)
For and on behalf of Haysmacintyre, Statutory Auditors

~~date~~ 22/3/18



10 Queen Street Place
London
EC4R 1AG

MBF Trading Limited
Statement of comprehensive income

Year ended 31 December 2017

	Note	2017 £	2016 £
Turnover	1	68,553	73,192
Cost of sales		(52,442)	(59,636)
Gross profit		<u>16,111</u>	<u>13,556</u>
Operating profit		<u>16,111</u>	<u>13,556</u>
Interest receivable		-	-
Profit on ordinary activities before taxation		16,111	13,556
Tax on profit on ordinary activities		-	-
Profit on ordinary activities after taxation		<u>16,111</u>	<u>13,556</u>

There is no difference between the profit on ordinary activities reported above and its historical cost equivalent.

All activities reported above represent continuing activities in both years.

There was no other comprehensive income for 2017 (2016: £nil).

The notes on pages 4 to 6 form part of the financial statements.

As at 31 December 2017

	Notes	2017		2016	
		£	£	£	£
Current assets					
Stock	4	6,262		2,986	
Debtors	5	5,572		4,141	
Cash at bank		156,540		116,174	
		<u>168,374</u>		<u>123,301</u>	
Creditors: amounts falling due					
Within one year	6	<u>(143,374)</u>		<u>(98,301)</u>	
Net current assets (Liabilities)			25,000		25,000
Net Assets			<u>25,000</u>		<u>25,000</u>
Capital and reserves					
Called up share capital	7		25,000		25,000
			<u>25,000</u>		<u>25,000</u>

These accounts have been prepared in accordance with the provisions applicable to companies subject to small companies' regime and in accordance with the provisions of FRS102 Section 1A – small entities.

The financial statements were approved and authorised for issue by the Board of Directors on 22 March 2018.

Signed on behalf of the board of directors:

.....
Sandeep Dhesar
Director

MBF Trading Limited
Statement of changes in equity

Year ended 31 December 2017

	Called up share capital £	Profit and loss account £	Total Equity £
At 1 January 2017	25,000	-	25,000
Comprehensive income for the year			
Profit for the year	-	16,111	16,111
Other comprehensive income for the year	-	-	-
Total comprehensive income for the year	-	16,111	16,111
Gift aid donation to parent entity	-	(16,111)	(16,111)
Total transactions with owners	-	(16,111)	(16,111)
At 31 December 2017	25,000	-	25,000

Statement of Changes in Equity for the year ended 31 December 2016

	Called up share capital £	Profit and loss account £	Total Equity £
At 1 January 2016	25,000	-	25,000
Comprehensive income for the year			
Profit for the year	-	13,556	13,556
Other comprehensive income for the year	-	-	-
Total comprehensive income for the year	-	13,556	13,556
Gift aid donation to parent entity	-	(13,556)	(13,556)
Total transactions with owners	-	(13,556)	(13,556)
At 31 December 2016	25,000	-	25,000

The notes on pages 8 to 11 form part of the financial statements.

Year ended 31 December 2017

1. Accounting policies

a) Statutory information

MBF Trading Limited is a private company, limited by shares, and incorporated in England and Wales, Registration number 03053538. The registered office is 7-11 Britannia Street, London WC1X 9JS.

The company's primary activities are the sale of charity merchandise and the sale of Christmas cards.

b) Compliance with Accounting Standards

The financial statements for the year ended 31 December 2017 have been prepared under the historical cost convention and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland, and the Companies Act.

c) Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

i) Sale of goods

Turnover from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction;
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

All turnover arose within the United Kingdom.

d) Going concern

The Directors consider there are no material uncertainties about the company's ability to continue as a going concern.

Year ended 31 December 2017

e) Stock

Stock is valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

f) Debtors

Short term debtors are measured at transaction price, less and impairment.

g) Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

h) Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable and amounts due to related parties.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Income Statement.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate.

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

i) Taxation

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

MBF Trading Limited
Notes to the financial statements

Year ended 31 December 2017

2. Auditor's remuneration

	2017	2016
	£	£
The operating profit is stated after charging:		
Auditor's remuneration – audit excluding VAT	1,700	1,660
- other services- tax	-	350
	<u>1,700</u>	<u>1,660</u>

3. Staff costs

The average number of employees, including directors, during the year was £nil (2016: £nil).
Total remuneration to directors in the year totalled £nil (2016 £nil).

4. Stock

	2017	2016
	£	£
Finished goods and goods for resale	6,262	2,986
	<u>6,262</u>	<u>2,986</u>

5. Debtors

	2017	2016
	£	£
Other debtors	5,572	4,141
	<u>5,572</u>	<u>4,141</u>

6. Creditors: amounts falling due within one year

	2017	2016
	£	£
Trade creditors	13,968	24,942
Amounts owed to group undertakings	121,396	60,629
Social security and other taxes	4,056	7,308
Accruals and deferred income	3,954	5,422
	<u>143,374</u>	<u>98,301</u>

MBF Trading Limited
Notes to the financial statements

Year ended 31 December 2017

7. Share capital	2017	2016
	£	£
Authorised, allotted, called up and fully paid		
25,000 ordinary shares of £1 each	25,000	25,000
	<u> </u>	<u> </u>

8. Related party transactions

The company has taken advantage of the exemptions available under FRS 102 not to disclose transactions with group entities, Musicians Benevolent Fund (operating name - Help Musicians UK).

9. Ultimate parent undertaking and controlling party

The company is a wholly owned subsidiary of Musicians Benevolent Fund (operating name: Help Musicians UK), a company limited by guarantee registered in England and a registered charity No. 228089. The parent's company registered office is 7 – 11 Britannia Street London WC1X 9JS. All the profit of the company are paid to the charity via Gift Aid. Copies of the consolidated accounts of Musicians Benevolent Fund are available from Companies House.