

ABFAD LIMITED

**Filleted Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2019**

Abfad Limited

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Abfad Limited

Company Information

Directors	C. S. Haritou A. Fada
Registered office	Unit 8 Teal Farm Way Teal Farm Park Washington Tyne and Wear NE38 8BG
Bankers	HSBC Unit 49-51 The Bridges Shopping Centre Market Square Sunderland SR1 3LE
Accountants	MHA Tait Walker Chartered Accountants Bulman House Regent Centre Gosforth Newcastle upon Tyne NE3 3LS

Abfad Limited

(Registration number: 03165833)

Statement of Financial Position as at 31 March 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>4</u>	4,747	5,760
Current assets			
Stocks	<u>5</u>	12,000	25,332
Debtors	<u>6</u>	70,686	114,665
Cash at bank and in hand		85,808	170,948
		<u>168,494</u>	<u>310,945</u>
Creditors: Amounts falling due within one year	<u>7</u>	<u>(84,328)</u>	<u>(156,869)</u>
Net current assets		<u>84,166</u>	<u>154,076</u>
Net assets		<u>88,913</u>	<u>159,836</u>
Capital and reserves			
Called up share capital		201	201
Share premium reserve		31,500	31,500
Profit and loss account		<u>57,212</u>	<u>128,135</u>
Total equity		<u>88,913</u>	<u>159,836</u>

For the financial year ending 31 March 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements 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.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies' regime and the option not to file the Income Statement has been taken.

Approved and authorised by the Board on 22 October 2019 and signed on its behalf by:

.....
C. S. Haritou
Director

The notes on pages 3 to 7 form an integral part of these financial statements.

Abfad Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is Unit 8 Teal Farm Way, Teal Farm Park, Washington, Tyne and Wear, NE38 8BG .

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

These financial statements are prepared in sterling which is the functional currency of the entity.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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 taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements. Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Abfad Limited

Notes to the Financial Statements for the Year Ended 31 March 2019 (continued)

2 Accounting policies (continued)

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and machinery	25% straight line and 20% reducing balance

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Abfad Limited

Notes to the Financial Statements for the Year Ended 31 March 2019 (continued)

2 Accounting policies (continued)

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Income Statement over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 8 (2018 - 10).

Abfad Limited

Notes to the Financial Statements for the Year Ended 31 March 2019 (continued)

4 Tangible assets

	Plant and machinery £	Total £
Cost or valuation		
At 1 April 2018	281,557	281,557
Additions	1,290	1,290
	<hr/>	<hr/>
At 31 March 2019	282,847	282,847
Depreciation		
At 1 April 2018	275,797	275,797
Charge for the year	2,303	2,303
	<hr/>	<hr/>
At 31 March 2019	278,100	278,100
Carrying amount		
At 31 March 2019	4,747	4,747
	<hr/>	<hr/>
At 31 March 2018	5,760	5,760
	<hr/>	<hr/>

5 Stocks

	2019 £	2018 £
Consumables	12,000	25,332
	<hr/>	<hr/>

6 Debtors

	2019 £	2018 £
Trade debtors	35,215	25,390
Prepayments	18,622	45,090
Other debtors	239	8,159
Corporation tax asset	16,610	36,026
	<hr/>	<hr/>
	70,686	114,665
	<hr/>	<hr/>

Abfad Limited

Notes to the Financial Statements for the Year Ended 31 March 2019 (continued)

7 Creditors

Creditors: amounts falling due within one year

	2019 £	2018 £
Due within one year		
Trade creditors	15,903	74,049
Taxation and social security	13,679	20,938
Accruals and deferred income	6,310	6,250
Other creditors	34,441	37,137
Directors loan accounts	13,995	18,495
	<u>84,328</u>	<u>156,869</u>

8 Financial commitments, guarantees and contingencies

Amounts not provided for in the statement of financial position

The total amount of financial commitments not included in the statement of financial position is £1,305 (2018 - £22,030).

9 Related party transactions

Transactions with directors

	At 1 April 2018 £	Advances to directors £	Repayments by director £	At 31 March 2019 £
2019				
C. S. Haritou				
Director's loan account	(9,247)	2,600	(350)	(6,997)

A. Fada				
Director's loan account	(9,248)	2,600	(350)	(6,998)

	At 1 April 2017 £	Advances to directors £	At 31 March 2018 £
2018			
C. S. Haritou			
Director's loan account	(35,247)	26,000	(9,247)

A. Fada			
Director's loan account	(35,248)	26,000	(9,248)

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.