

UNAUDITED DIRECTORS' REPORT AND
FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 2017

WINEWARE (RACKS AND
ACCESSORIES) LIMITED

MENZIES

WINEWARE (RACKS AND ACCESSORIES) LIMITED

COMPANY INFORMATION

Directors	C J Wellman Mrs L M Wellman
Company secretary	Mrs L M Wellman
Registered number	04019913
Registered office	Suite A 1st Floor, Midas House 62 Goldsworth Road Woking Surrey GU21 6LQ
Accountants	Menzies LLP Chartered Accountants 1st Floor Midas House 62 Goldsworth Road Woking Surrey GU21 6LQ

WINEWARE (RACKS AND ACCESSORIES) LIMITED

CONTENTS

	Page
Directors' Report	1
Statement of Income and Retained Earnings	2
Statement of Financial Position	3
Notes to the Financial Statements	4 - 9

WINEWARE (RACKS AND ACCESSORIES) LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2017

The directors present their report and the financial statements for the year ended 31 March 2017.

Principal activity

The principal activity of the company during the year comprised of the retailing of wine racks and accessories, including glassware.

Directors

The directors who served during the year were:

C J Wellman
Mrs L M Wellman

This report was approved by the board and signed on its behalf.

Mrs L M Wellman
Secretary

Date: 7 July 2017

WINEWARE (RACKS AND ACCESSORIES) LIMITED

STATEMENT OF INCOME AND RETAINED EARNINGS FOR THE YEAR ENDED 31 MARCH 2017

	Note	2017 £	2016 £
Turnover		1,750,557	1,739,227
Cost of sales		(1,138,299)	(1,057,105)
Gross profit		612,258	682,122
Administrative expenses		(519,990)	(542,108)
Operating profit		92,268	140,014
Interest receivable and similar income	4	-	-
Interest payable and expenses	(21)	-	-
Profit before tax		92,251	140,014
Tax on profit		(19,236)	(23,945)
Profit after tax		73,015	116,069
Retained earnings at the beginning of the year		165,295	124,726
		165,295	124,726
Profit for the year		73,015	116,069
Dividends declared and paid		(79,500)	(75,500)
Retained earnings at the end of the year		158,810	165,295

The notes on pages 4 to 9 form part of these financial statements.

WINEWARE (RACKS AND ACCESSORIES) LIMITED

REGISTERED NUMBER:04019913

STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	-	3,858
		-	3,858
Current assets			
Stocks	5	237,680	235,079
Debtors: amounts falling due within one year	6	51,525	75,095
Cash at bank and in hand		28,912	51,879
		318,117	362,053
Creditors: amounts falling due within one year	7	(158,307)	(199,530)
Net current assets		159,810	162,523
Total assets less current liabilities		159,810	166,381
Provisions for liabilities			
Deferred tax		-	(86)
		-	(86)
Net assets		159,810	166,295
Capital and reserves			
Called up share capital		1,000	1,000
Profit and loss account		158,810	165,295
		159,810	166,295

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of 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 financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

C J Wellman
Director

Mrs L M Wellman
Director

Date: 7 July 2017

Date: 7 July 2017

WINEWARE (RACKS AND ACCESSORIES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017

1. General information

These financial statements have been prepared in compliance with FRS102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

Wineware (Racks & Accessories) Limited is a private company limited by shares, registered in England and Wales. The address of its registered office is disclosed on the company information page.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue 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 revenue is recognised:

Sale of goods

Revenue 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 revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

2.3 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

WINEWARE (RACKS AND ACCESSORIES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017

2. Accounting policies (continued)

2.3 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Short-term leasehold property	-	10%	on cost.
Plant and machinery	-	25%	on cost.
Office equipment	-	20%	on cost.
Computer equipment	-	33%	on cost.

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Income and Retained Earnings.

2.4 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each reporting date, stocks are assessed for impairment. If stock is 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.

2.5 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 debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

2.6 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

WINEWARE (RACKS AND ACCESSORIES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017

2. Accounting policies (continued)

2.7 Finance costs

Finance costs are charged to the Statement of Income and Retained Earnings over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.8 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting. Dividends on shares recognised as liabilities are recognised as expenses and classified within interest payable.

2.9 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Statement of Income and Retained Earnings on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

The Company has taken advantage of the optional exemption available on transition to FRS 102 which allows lease incentives on leases entered into before the date of transition to the standard 01 April 2015 to continue to be charged over the period to the first market rent review rather than the term of the lease.

2.10 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Income and Retained Earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the Company in independently administered funds.

WINEWARE (RACKS AND ACCESSORIES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017

2. Accounting policies (continued)

2.11 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of Financial Position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

3. Employees

The average monthly number of employees, including directors, during the year was 9 (2016 - 9).

WINEWARE (RACKS AND ACCESSORIES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017

4. Tangible fixed assets

	Leasehold property £	Plant and machinery £	Office equipment, Fixtures & fittings £	Computer equipment £	Total £
Cost or valuation					
At 1 April 2016	106,544	8,500	23,496	8,959	147,499
At 31 March 2017	106,544	8,500	23,496	8,959	147,499
Depreciation					
At 1 April 2016	103,126	8,500	23,056	8,959	143,641
Charge for the year on owned assets	3,418	-	440	-	3,858
At 31 March 2017	106,544	8,500	23,496	8,959	147,499
Net book value					
At 31 March 2017	-	-	-	-	-
At 31 March 2016	3,418	-	440	-	3,858

The net book value of land and buildings may be further analysed as follows:

	2017 £	2016 £
Short leasehold	-	3,418
	-	3,418

5. Stocks

	2017 £	2016 £
Finished goods and goods for resale	237,680	235,079
	237,680	235,079

WINEWARE (RACKS AND ACCESSORIES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017

6. Debtors

	2017 £	2016 £
Trade debtors	24,814	56,031
Other debtors	10,365	3,274
Prepayments and accrued income	16,346	15,790
	<u>51,525</u>	<u>75,095</u>

7. Creditors: Amounts falling due within one year

	2017 £	2016 £
Trade creditors	108,914	133,056
Corporation tax	19,322	30,142
Other taxation and social security	23,870	32,717
Other creditors	3,701	690
Accruals and deferred income	2,500	2,925
	<u>158,307</u>	<u>199,530</u>

8. Related party transactions

At 31 March 2017 the company owed £978 (2016 - £213) to C J Wellman in respect of a directors loan account.

Dividends paid to directors during the year amounted to £79,500 (2016 - £ 75,500).

9. First time adoption of FRS 102

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.