

Registered number: 04381807

Morgan Jones Limited

Unaudited

Financial statements

For the year ended 31 March 2017

Morgan Jones Limited

Company Information

Directors Mr Jonathan Clarke
Mrs Julie Ann Clarke

Company secretary Mrs Julie Ann Clarke

Registered number 04381807

Registered office 41 High Street
Broadstairs
Kent
CT10 1JR

Accountants Kreston Reeves LLP
Chartered Accountants
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Contents

	Page
Accountants' report	1
Balance sheet	2 - 3
Notes to the financial statements	4 - 9

Chartered accountants' report to the board of directors on the preparation of the unaudited statutory financial statements of Morgan Jones Limited for the year ended 31 March 2017

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Morgan Jones Limited for the year ended 31 March 2017 which comprise the balance sheet and the related notes from the Company accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the board of directors of Morgan Jones Limited, as a body, in accordance with the terms of our engagement letter dated 19 September 2013. Our work has been undertaken solely to prepare for your approval the financial statements of Morgan Jones Limited and state those matters that we have agreed to state to the board of directors of Morgan Jones Limited, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Morgan Jones Limited and its board of directors, as a body, for our work or for this report.

It is your duty to ensure that Morgan Jones Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit or loss of Morgan Jones Limited. You consider that Morgan Jones Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of Morgan Jones Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Kreston Reeves LLP

Chartered Accountants

22 December 2017

Balance sheet
As at 31 March 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	<u>13,933</u>	<u>19,952</u>
		13,933	19,952
Current assets			
Debtors: amounts falling due within one year	5	827,217	655,345
Cash at bank and in hand		<u>133,433</u>	<u>191,338</u>
		960,650	846,683
Creditors: amounts falling due within one year	6	<u>(655,449)</u>	<u>(550,698)</u>
Net current assets		305,201	295,985
Total assets less current liabilities		319,134	315,937
Creditors: amounts falling due after more than one year	7	-	(7,678)
Provisions for liabilities			
Deferred tax		<u>(1,805)</u>	<u>(1,520)</u>
		(1,805)	(1,520)
Net assets		<u>317,329</u>	<u>306,739</u>
Capital and reserves			
Called up share capital	8	2	2
Profit and loss account		<u>317,327</u>	<u>306,737</u>
		317,329	306,739

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 have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 21 December 2017.

Mr Jonathan Clarke

Morgan Jones Limited
Registered number: 04381807

Balance sheet (continued)
As at 31 March 2017

Director

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

Notes to the financial statements
For the year ended 31 March 2017

1. General information

Morgan Jones Limited is a limited liability company incorporated in England. The registered office is 41 High Street, Broadstairs, Kent, CT10 1JR.

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 financial statements are rounded to the nearest pound.

The policies applied under the entity's previous accounting framework are not materially different to FRS102 and have not impacted on equity or profit or loss.

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:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract 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.

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 a combination of the straight-line method and reducing balance method.

Depreciation is provided on the following basis:

Motor vehicles	-
	3 years straight line
Fixtures & fittings	-
	15% reducing balance
Office equipment	-
	25% reducing balance

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 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.5 Creditors

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

2.6 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.

2.7 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.

Notes to the financial statements
For the year ended 31 March 2017

2. Accounting policies (continued)

2.8 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.

2.9 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 balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.10 Borrowing costs

All borrowing costs are recognised in the statement of income and retained earnings in the year in which they are incurred.

3. Employees

The average monthly number of employees, including directors, during the year was 215 (2016 - 200).

Notes to the financial statements
For the year ended 31 March 2017

4. Tangible fixed assets

	Motor vehicles	Fixtures & fittings	Office equipment	Total
	£	£	£	£
Cost or valuation				
At 1 April 2016	14,600	9,828	19,615	44,043
Additions	-	1,960	1,752	3,712
Disposals	(14,600)	-	-	(14,600)
At 31 March 2017	-	11,788	21,367	33,155
Depreciation				
At 1 April 2016	8,517	4,320	11,254	24,091
Charge for the year on owned assets	-	1,120	2,528	3,648
Disposals	(8,517)	-	-	(8,517)
At 31 March 2017	-	5,440	13,782	19,222
Net book value				
At 31 March 2017	-	6,348	7,585	13,933
At 31 March 2016	6,083	5,508	8,361	19,952

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2017	2016
	£	£
Motor vehicles	-	6,083
	-	6,083

Notes to the financial statements
For the year ended 31 March 2017

5. Debtors

	2017 £	2016 £
Trade debtors	780,694	626,972
Other debtors	38,978	19,242
Prepayments and accrued income	7,545	9,131
	<u>827,217</u>	<u>655,345</u>

6. Creditors: Amounts falling due within one year

	2017 £	2016 £
Bank overdrafts	229,333	130,437
Trade creditors	100,544	82,213
Corporation tax	33,191	37,591
Other taxation and social security	280,837	229,402
Obligations under finance lease and hire purchase contracts	-	2,690
Other creditors	7,029	5,708
Accruals and deferred income	4,515	62,657
	<u>655,449</u>	<u>550,698</u>

Included within bank overdrafts is an invoice financing facility, administered by RBS Invoice Finance Limited, which is secured by a fixed and floating charge on the assets of the company.

7. Creditors: Amounts falling due after more than one year

	2017 £	2016 £
Net obligations under finance leases and hire purchase contracts	-	7,678
	<u>-</u>	<u>7,678</u>

8. Share capital

	2017 £	2016 £
Shares classified as equity		
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>

Notes to the financial statements
For the year ended 31 March 2017

9. Pension commitments

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £28,088 (2016: £23,718). Contributions totalling £5,072 (2016: £3,164) were payable to the fund at the balance sheet date and are included in creditors.

10. Controlling party

The company is jointly controlled by Mr J Clarke and Mrs JA Clarke.