

COMPANY REGISTRATION NUMBER 4674307

MORGAN SWEET LTD
UNAUDITED FINANCIAL STATEMENTS
31 DECEMBER 2012



CHALMERS & CO (SW) LIMITED

Chartered Accountants
Trading as Chalmers & Co
Magnolia House
Princes Street
YEOVIL
Somerset
BA20 1EP

MORGAN SWEET LTD
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2012

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MORGAN SWEET LTD
THE DIRECTORS' REPORT
YEAR ENDED 31 DECEMBER 2012

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 31 December 2012

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was in the continued letting of its cottage property

DIRECTORS

The directors who served the company during the year were as follows

AP Rowswell
FV Rowswell

SMALL COMPANY PROVISIONS


This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

Registered office
Cobleigh
Claycastle
Haselbury Plucknett
CREWKERNE
Somerset
TA18 7PB

Signed by order of the directors

Approved by the directors on

FV ROWSWELL
Company Secretary


20.9.2013.

MORGAN SWEET LTD
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 2012

	Note	2012 £	2011 £
TURNOVER		5,641	6,531
Administrative expenses		6,621	5,713
		<hr/>	<hr/>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(980)	818
Tax on (loss)/profit on ordinary activities	3	(160)	220
		<hr/>	<hr/>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(820)	598

The notes on pages 5 to 8 form part of these financial statements

MORGAN SWEET LTD
STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
YEAR ENDED 31 DECEMBER 2012

	2012	2011
	£	£
(Loss)/Profit for the financial year attributable to the shareholders	(820)	598
Unrealised loss on revaluation of investment property	(24,124)	—
Total gains and losses recognised since the last annual report	<u>(24,944)</u>	<u>598</u>

The notes on pages 5 to 8 form part of these financial statements

MORGAN SWEET LTD

BALANCE SHEET

31 DECEMBER 2012

	Note	2012 £	2011 £
FIXED ASSETS			
Tangible assets	4	150,763	175,132
CURRENT ASSETS			
Stocks	5	100,709	97,605
Debtors	6	169	—
Cash at bank		2,792	4,704
		103,670	102,309
CREDITORS: Amounts falling due within one year	8	197,202	185,266
NET CURRENT LIABILITIES		(93,532)	(82,957)
TOTAL ASSETS LESS CURRENT LIABILITIES		57,231	92,175
CAPITAL AND RESERVES			
Called-up equity share capital	10	1,000	1,000
Revaluation reserve	11	4,683	28,807
Profit and loss account	11	51,548	62,368
SHAREHOLDERS' FUNDS	11	57,231	92,175

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps adequate accounting records which comply with section 386 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved by the directors and authorised for issue on 20 9 2012. and are signed on their behalf by


AP ROWSWELL


FV ROWSWELL

Company Registration Number 4674307

The notes on pages 5 to 8 form part of these financial statements

MORGAN SWEET LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2012

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Turnover

The turnover shown in the profit and loss account represents rents receivable

Fixed assets

All fixed assets are initially recorded at cost

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Fixtures & Fittings - straight line basis is used, over 8 years

Equipment - straight line basis is used, rate of 30%

Investment properties

In accordance with Statement of Standard Accounting Practice number 19 (SSAP19), Investment Properties are stated in the Balance Sheet at the Directors estimate of market value. No depreciation is provided on the properties and changes in value are shown in the Investment Property Revaluation Reserve. This accounting treatment is not in accordance with the Companies Act 2006 which requires all assets to be depreciated. In accordance with section 393 of that Act, the Directors have departed from the provisions concerning the depreciation of Fixed Assets in order to comply with SSAP19 and to show a true and fair view.

Stocks

Stock of development property is valued at the lower of cost and net realisable value.

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for to the extent that it is considered that a net liability will arise or the future use of a tax credit can be foreseen.

2. OPERATING (LOSS)/PROFIT

Operating (loss)/profit is stated after charging

	2012	2011
	£	£
Directors' remuneration	5,000	5,000
Depreciation of owned fixed assets	<u>361</u>	<u>327</u>

MORGAN SWEET LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2012

3. TAXATION ON ORDINARY ACTIVITIES

Analysis of charge in the year

	2012		2011
	£	£	£
Current tax			
UK Corporation tax based on the results for the year at 20% (2011 - 20 25%)		-	220
Total current tax		-	220
Deferred tax			
Origination and reversal of timing differences (note 7)			
Capital allowances	(30)		-
Losses	(130)		-
Total deferred tax (note 7)		(160)	-
Tax on (loss)/profit on ordinary activities		(160)	220

4. TANGIBLE FIXED ASSETS

	Investment Freehold Property £	Fixtures & Fittings £	Equipment £	Total £
COST OR VALUATION				
At 1 January 2012	174,124	1,723	835	176,682
Additions	-	-	116	116
Revaluation	(24,124)	-	-	(24,124)
At 31 December 2012	150,000	1,723	951	152,674
DEPRECIATION				
At 1 January 2012	-	863	687	1,550
Charge for the year	-	216	145	361
At 31 December 2012	-	1,079	832	1,911
NET BOOK VALUE				
At 31 December 2012	150,000	644	119	150,763
At 31 December 2011	174,124	860	148	175,132

The investment property with a cost of £145,317 (2011 £145,317) was revalued at 31st December 2012 by the directors on the basis of estimated realisable value

MORGAN SWEET LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2012

5. STOCKS

	2012 £	2011 £
Stock of development land	<u>100,709</u>	<u>97,605</u>

6. DEBTORS

	2012 £	2011 £
Corporation tax repayable	9	-
Deferred taxation (note 7)	<u>160</u>	<u>-</u>
	<u>169</u>	<u>-</u>

7. DEFERRED TAXATION

The deferred tax included in the Balance sheet is as follows

	2012 £	2011 £
Included in debtors (note 6)	<u>160</u>	<u>-</u>

The movement in the deferred taxation account during the year was:

	2012 £	2011 £
Profit and loss account movement arising during the year	<u>160</u>	<u>-</u>
Balance carried forward	<u>160</u>	<u>-</u>

The balance of the deferred taxation account consists of the tax effect of timing differences in respect of

	2012 £	2011 £
Excess of depreciation over taxation allowances	30	-
Tax losses available	<u>130</u>	<u>-</u>
	<u>160</u>	<u>-</u>

The small companies rate of corporation tax of 20% is assumed

8. CREDITORS: Amounts falling due within one year

	2012 £	2011 £
Other creditors including taxation		
Corporation tax	-	220
Directors current account APR	66,856	66,150
Directors current account FVR	130,252	118,896
Accruals and deferred income	<u>94</u>	<u>-</u>
	<u>197,202</u>	<u>185,266</u>

MORGAN SWEET LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2012

9. RELATED PARTY TRANSACTIONS

The company was under the control of the directors throughout the current and previous year

10. SHARE CAPITAL

Authorised share capital:

	2012	2011
	£	£
500 A Ordinary shares of £1 each	500	500
500 B Ordinary shares of £1 each	500	500
	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2012		2011	
	No	£	No	£
500 A Ordinary shares of £1 each	500	500	500	500
500 B Ordinary shares of £1 each	500	500	500	500
	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

11. RECONCILIATION OF SHAREHOLDERS' FUNDS AND MOVEMENT ON RESERVES

	Share capital	Revaluation reserve	Profit and loss account	Total shareholders' funds
	£	£	£	£
Balance brought forward	1,000	28,807	62,368	92,175
Loss for the year	—	—	(820)	(820)
Equity dividends	—	—	(10,000)	(10,000)
Other gains and losses				
- Revaluation deficit for the year	—	(24,124)	—	(24,124)
Balance carried forward	<u>1,000</u>	<u>4,683</u>	<u>51,548</u>	<u>57,231</u>

MORGAN SWEET LTD
MANAGEMENT INFORMATION
YEAR ENDED 31 DECEMBER 2012

The following pages do not form part of the statutory financial statements

MORGAN SWEET LTD

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF MORGAN SWEET LTD

YEAR ENDED 31 DECEMBER 2012

In accordance with our terms of engagement, and in order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of the company which comprise the Profit and Loss Account, Statement of Total Recognised Gains and Losses, Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 December 2012 your duty to ensure that the company has kept adequate accounting records and to prepare financial statements that give a true and fair view under the Companies Act 2006. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. 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 financial statements.

Trading as Chalmers & Co
Magnolia House
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YEOVIL
Somerset
BA20 1EP

CHALMERS & CO (SW) LIMITED
Chartered Accountants

MORGAN SWEET LTD
DETAILED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 2012

	2012		2011
	£	£	£
TURNOVER			
Rents Receivable		5,641	6,531
COST OF SALES			
Opening stock - development property	97,605		17,071
Purchases development land	—		80,534
Development land costs	3,104		—
	<u>100,709</u>		<u>97,605</u>
Closing stock	<u>(100,709)</u>		<u>(97,605)</u>
		—	—
GROSS PROFIT		<u>5,641</u>	<u>6,531</u>
OVERHEADS			
Directors salaries	5,000		5,000
Insurance	269		245
Repairs and maintenance	304		—
Telephone	30		30
Stationery and postage	25		25
Sundry expenses	14		14
Legal and professional fees	540		—
Depreciation of fixtures and fittings	216		216
Depreciation of office equipment	145		111
Bank charges	78		72
		<u>6,621</u>	<u>5,713</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES		<u>(980)</u>	<u>818</u>