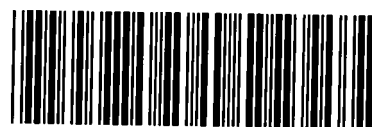


**Morgan Sweet Ltd**  
**Unaudited Financial Statements**  
**31 December 2017**

THURSDAY



A26 \*A7EF60PS\* #45  
13/09/2018  
COMPANIES HOUSE

**CHALMERS & CO (SW) LIMITED**

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

# **Morgan Sweet Ltd**

## **Directors' Report**

**Year ended 31 December 2017**

The directors present their report and the unaudited financial statements of the company for the year ended 31 December 2017.

### **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 provisions applicable to companies entitled to the small companies exemption.

This report was approved by the board of directors on 8/9/2018 and signed on behalf of the board by:



FV Rowswell  
Company Secretary

Registered office:  
Cobleigh  
Claycastle  
Haselbury Plucknett  
Crewkerne  
Somerset  
TA18 7PB

**Morgan Sweet Ltd**  
**Statement of Financial Position**  
**31 December 2017**

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	6	276,871	150,088
<b>Current assets</b>			
Stocks		125,167	115,761
Debtors	7	550	2,343
Cash at bank and in hand		221,555	340,591
		<u>347,272</u>	<u>458,695</u>
<b>Creditors: amounts falling due within one year</b>	8	<u>525,610</u>	<u>494,056</u>
<b>Net current liabilities</b>		<u>178,338</u>	<u>35,361</u>
<b>Total assets less current liabilities</b>		<u>98,533</u>	<u>114,727</u>
<b>Capital and reserves</b>			
Called up share capital		1,000	1,000
Revaluation reserve		4,683	4,683
Profit and loss account		92,850	109,044
<b>Shareholders funds</b>		<u>98,533</u>	<u>114,727</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

For the year ending 31 December 2017 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;
- 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 were approved by the board of directors and authorised for issue on 3/9/2018, and are signed on behalf of the board by:

  
AP Rowswell  
Director

  
FV Rowswell  
Director

Company registration number: 4674307

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

# Morgan Sweet Ltd

## Statement of Income and Retained Earnings

Year ended 31 December 2017

	Note	2017 £	2016 £
<b>Turnover</b>		<b>22,565</b>	<b>357,275</b>
Cost of sales		—	220,433
<b>Gross profit</b>		<b>22,565</b>	<b>136,842</b>
Administrative expenses		17,833	6,847
<b>Operating profit</b>		<b>4,732</b>	<b>129,995</b>
<b>Profit before taxation</b>	5	<b>4,732</b>	<b>129,995</b>
Tax on profit		926	25,981
<b>Profit for the financial year and total comprehensive income</b>		<b>3,806</b>	<b>104,014</b>
Dividends paid and payable		(20,000)	(18,000)
<b>Retained earnings at the start of the year</b>		<b>109,044</b>	<b>23,030</b>
<b>Retained earnings at the end of the year</b>		<b>92,850</b>	<b>109,044</b>

All the activities of the company are from continuing operations.

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

**Morgan Sweet Ltd**  
**Notes to the Financial Statements**  
**Year ended 31 December 2017**

**1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Cobleigh, Claycastle, Haselbury Plucknett, Crewkerne, Somerset, TA18 7PB.

**2. Statement of compliance**

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

**3. Accounting policies**

**Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

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

**Revenue recognition**

The turnover shown in the profit and loss account represents proceeds of sale of a completed residential property and rents receivable

**Taxation**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that 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 that are expected to apply to the reversal of the timing difference.

**Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

# Morgan Sweet Ltd

## Notes to the Financial Statements (continued)

Year ended 31 December 2017

### 3. Accounting policies (continued)

#### Tangible assets (continued)

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

#### Depreciation

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

Fixtures and Fittings	- 25% straight line
Equipment	- 25% straight line

#### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs.

The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

#### Stocks

Stock & Work in Progress of development property is valued at the lower of cost and net realisable value.

### 4. Employee numbers

The average number of persons employed by the company during the year amounted to 2 (2016: 2).

### 5. Profit before taxation

Profit before taxation is stated after charging:

	2017	2016
	£	£
Depreciation of tangible assets	<u>79</u>	<u>173</u>

# Morgan Sweet Ltd

## Notes to the Financial Statements *(continued)*

Year ended 31 December 2017

### 6. Tangible assets

	Fixtures and fittings £	Equipment £	Freehold Investment Property £	Total £
<b>Cost</b>				
At 1 January 2017	1,723	1,526	150,000	<b>153,249</b>
Additions	—	—	126,862	<b>126,862</b>
<b>At 31 December 2017</b>	<b>1,723</b>	<b>1,526</b>	<b>276,862</b>	<b>280,111</b>
<b>Depreciation</b>				
At 1 January 2017	1,723	1,438	—	<b>3,161</b>
Charge for the year	—	79	—	<b>79</b>
<b>At 31 December 2017</b>	<b>1,723</b>	<b>1,517</b>	<b>—</b>	<b>3,240</b>
<b>Carrying amount</b>				
<b>At 31 December 2017</b>	<b>—</b>	<b>9</b>	<b>276,862</b>	<b>276,871</b>
At 31 December 2016	—	88	150,000	<b>150,088</b>

#### Tangible assets held at valuation

The investment property with a cost of £272,179 (2016: £145,317) was revalued at 31st December 2017 by the directors on the basis of estimated realisable value.

### 7. Debtors

	2017 £	2016 £
Trade debtors	550	—
Other debtors	—	2,343
	<b>550</b>	<b>2,343</b>

### 8. Creditors: amounts falling due within one year

	2017 £	2016 £
Trade creditors	242	355
Corporation tax	926	25,981
Social security and other taxes	903	—
Other creditors	<b>523,539</b>	<b>467,720</b>
	<b>525,610</b>	<b>494,056</b>

**Morgan Sweet Ltd**  
**Management Information**  
**Year ended 31 December 2017**

1.000

1.000

1.000

1.000

1.000

1.000

1.000

1.000

**The following pages do not form part of the financial statements.**



**Morgan Sweet Ltd**  
**Detailed Income Statement**  
**Year ended 31 December 2017**

	<b>2017</b> <b>£</b>	<b>2016</b> <b>£</b>
<b>Turnover</b>		
Rents Receivable	7,315	7,140
Sale of Property	–	350,000
Work done	<u>15,250</u>	<u>135</u>
	<b>22,565</b>	<b>357,275</b>
<b>Cost of sales</b>		
Opening Stocks & Work in Progress of Development Property	<b>115,761</b>	208,611
Development costs - Buttle Close	–	94,856
Development costs - Crofters	<b>2,068</b>	28,364
Development costs - Park Gardens	<b>7,338</b>	11
Professional costs of property sale	–	4,352
	<u><b>125,167</b></u>	<u>336,194</u>
Closing Stocks & Work in Progress of Development Property	<u><b>125,167</b></u>	<u>115,761</u>
	–	220,433
<b>Gross profit</b>	<u><b>22,565</b></u>	<u>136,842</u>
<b>Overheads</b>		
Administrative expenses	<b>17,833</b>	6,847
<b>Operating profit</b>	<u><b>4,732</b></u>	<u>129,995</u>
<b>Profit before taxation</b>	<u><b>4,732</b></u>	<u>129,995</u>

# **Morgan Sweet Ltd**

## **Notes to the Detailed Income Statement**

**Year ended 31 December 2017**

	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
<b>Administrative expenses</b>		
Directors salaries	<b>16,000</b>	<b>5,000</b>
Insurance	<b>558</b>	<b>724</b>
Repairs and maintenance	<b>–</b>	<b>87</b>
Motor expenses	<b>279</b>	<b>–</b>
Telephone	<b>169</b>	<b>188</b>
Stationery and postage	<b>90</b>	<b>90</b>
Sundry expenses	<b>88</b>	<b>450</b>
Accountancy fees	<b>400</b>	<b>–</b>
Depreciation of tangible assets	<b>79</b>	<b>173</b>
Bank charges	<b>170</b>	<b>135</b>
	<b><u>17,833</u></b>	<b><u>6,847</u></b>