

SUPPLIES FOR SCHOOLS LIMITED

UNAUDITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 30 SEPTEMBER 2021

SUPPLIES FOR SCHOOLS LIMITED
REGISTERED NUMBER: 05288766

BALANCE SHEET
AS AT 30 SEPTEMBER 2021

	Note	2021 £	2020 £
Fixed assets			
Intangible assets	5	359,039	359,039
Tangible assets	6	7,379	11,951
		<u>366,418</u>	<u>370,990</u>
Current assets			
Stocks		170,167	169,379
Debtors: amounts falling due within one year	7	64,527	184,803
Cash at bank and in hand	8	559,453	466,430
		<u>794,147</u>	<u>820,612</u>
Creditors: amounts falling due within one year	9	(401,125)	(544,121)
		<u>393,022</u>	<u>276,491</u>
Net current assets			
		<u>759,440</u>	<u>647,481</u>
Total assets less current liabilities			
Creditors: amounts falling due after more than one year	10	(454,544)	(298,182)
Provisions for liabilities			
Deferred tax	12	(1,845)	(2,271)
		<u>(1,845)</u>	<u>(2,271)</u>
Net assets			
		<u><u>303,051</u></u>	<u><u>347,028</u></u>
Capital and reserves			
Called up share capital	13	130,002	130,002
Profit and loss account		173,049	217,026
		<u><u>303,051</u></u>	<u><u>347,028</u></u>

SUPPLIES FOR SCHOOLS LIMITED
REGISTERED NUMBER: 05288766

BALANCE SHEET (CONTINUED)
AS AT 30 SEPTEMBER 2021

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 the 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 comprehensive income 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 by:

Alan Bowes
Director

Date: 21 June 2022

The notes on pages 3 to 12 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

1. General information

Supplies For Schools Ltd, 05288766, is a private company, limited by shares, incorporated in England and Wales, with its registered office and principal place of business at Unit 42, Mochdre Industrial Estate, Newtown, Powys, SY16 4LE.

The principal activity of the company is that of a diversified ecommerce retailer.

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 Government grants

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of comprehensive income in the same period as the related expenditure.

2.4 Finance costs

Finance costs are charged to profit or loss 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

2. Accounting policies (continued)

2.5 Borrowing costs

All borrowing costs are recognised in profit or loss in the year in which they are incurred.

2.6 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 profit or loss 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.

2.7 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in profit or loss 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 balance sheet 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 balance sheet 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 balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

2. Accounting policies (continued)

2.8 Intangible assets

Goodwill

Goodwill represents the difference between amounts paid on the cost of a business combination and the acquirer's interest in the fair value of its identifiable assets and liabilities of the acquiree at the date of acquisition. Subsequent to initial recognition, goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised on a straight-line basis to the Statement of comprehensive income over its useful economic life.

Other intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

2.9 Intangible assets

Goodwill

Goodwill represents the difference between amounts paid on the cost of a business combination and the acquirer's interest in the fair value of its identifiable assets and liabilities of the acquiree at the date of acquisition. Subsequent to initial recognition, goodwill is measured at cost less accumulated amortisation and accumulated impairment losses.

Effective from 1 October 2016 the directors have considered the goodwill of the Company to have an infinite life. The Supplies for Schools brand and registered trademarks owned by the Company enjoy a growing share of the e-commerce market, the directors believe that the market share enjoyed contributes to the durability of the brand. As such the directors are of the opinion that the useful economic life is currently indefinable and therefore accordingly no annual amortisation is provided. The carrying value of the Supplies for Schools brand is subject to regular impairment reviews by the directors.

2.10 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 30 SEPTEMBER 2021

2. Accounting policies (continued)

2.10 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:

Plant and machinery	-	25%	straight line
Fixtures and fittings	-	25%	straight line
Computer equipment	-	25%	straight line

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 profit or loss.

2.11 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 balance sheet 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.

2.12 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.

2.13 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.14 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

2. Accounting policies (continued)

2.15 Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to profit or loss in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the balance sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Balance sheet.

2.16 Financial instruments

The Company only enters into basic financial instrument 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 ordinary shares.

2.17 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.

3. Judgments in applying accounting policies and key sources of estimation uncertainty

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations or future events that are believed to be reasonable under the circumstances.

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. In the opinion of the directors there are no estimates nor assumptions that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year.

4. Employees

The average monthly number of employees, including directors, during the year was 11 (2020 - 12).

SUPPLIES FOR SCHOOLS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

5. Intangible assets

	Trademarks £	Goodwill £	Total £
Cost			
At 1 October 2020	2,639	594,000	596,639
At 30 September 2021	2,639	594,000	596,639
Amortisation			
At 1 October 2020	-	237,600	237,600
At 30 September 2021	-	237,600	237,600
Net book value			
At 30 September 2021	2,639	356,400	359,039
<i>At 30 September 2020</i>	2,639	356,400	359,039

SUPPLIES FOR SCHOOLS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

6. Tangible fixed assets

	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Total £
Cost or valuation				
At 1 October 2020	78,942	29,467	42,218	150,627
At 30 September 2021	78,942	29,467	42,218	150,627
Depreciation				
At 1 October 2020	68,521	29,466	40,688	138,675
Charge for the year on owned assets	4,234	-	339	4,573
At 30 September 2021	72,755	29,466	41,027	143,248
Net book value				
At 30 September 2021	6,187	1	1,191	7,379
<i>At 30 September 2020</i>	<i>10,421</i>	<i>1</i>	<i>1,529</i>	<i>11,951</i>

7. Debtors

	2021 £	2020 £
Trade debtors	41,598	38,923
Other debtors	22,929	145,880
	<u>64,527</u>	<u>184,803</u>

8. Cash and cash equivalents

	2021 £	2020 £
Cash at bank and in hand	559,453	466,430
	<u>559,453</u>	<u>466,430</u>

SUPPLIES FOR SCHOOLS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

9. Creditors: Amounts falling due within one year

	2021 £	2020 £
Other loans	94,269	220,952
Payments received on account	5,553	5,170
Trade creditors	182,967	172,751
Other taxation and social security	114,559	141,679
Other creditors	677	574
Accruals and deferred income	3,100	2,995
	<u>401,125</u>	<u>544,121</u>

The amounts due for other loans within one year of £84,762 (2020: £217,019) are secured upon the assets of the Company.

The amount of £9,507 (2020: £3,932) included in creditors due within one year is subject to a UK Government guarantee. The facility is provided through the Bounce Back Loan Scheme (BBLS), managed by the British Business Bank on behalf of and with the financial backing of the Secretary of State for Business, Energy and Industrial Strategy. The BBLS guarantee is provided to the lender.

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

	2021 £	2020 £
Other loans	454,544	298,182
	<u>454,544</u>	<u>298,182</u>

The amounts due for other loans after more than one year of £414,051 (2020: £252,114) are secured upon the assets of the Company.

The amount of £40,493 (2020: £46,068) included in creditors due after one year is subject to a UK Government guarantee. The facility is provided through the Bounce Back Loan Scheme (BBLS), managed by the British Business Bank on behalf of and with the financial backing of the Secretary of State for Business, Energy and Industrial Strategy. The BBLS guarantee is provided to the lender.



SUPPLIES FOR SCHOOLS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

11. Loans

Analysis of the maturity of loans is given below:

	2021 £	2020 £
Amounts falling due within one year		
Other loans	94,269	220,952
	<u>94,269</u>	<u>220,952</u>
Amounts falling due 1-2 years		
Other loans	100,921	69,317
	<u>100,921</u>	<u>69,317</u>
Amounts falling due 2-5 years		
Other loans	353,623	222,704
	<u>353,623</u>	<u>222,704</u>
Amounts falling due after more than 5 years		
Other loans	-	6,160
	<u>-</u>	<u>6,160</u>
	<u>548,813</u>	<u>519,133</u>

SUPPLIES FOR SCHOOLS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

12. Deferred taxation

	2021 £
At beginning of year	2,271
Charged to profit or loss	(426)
At end of year	<u>1,845</u>

The provision for deferred taxation is made up as follows:

	2021 £	2020 £
Accelerated capital allowances	1,845	2,271
	<u>1,845</u>	<u>2,271</u>

13. Share capital

	2021 £	2020 £
Allotted, called up and fully paid		
130,002 (2020 - 130,002) Ordinary shares of £1.00 each	<u>130,002</u>	<u>130,002</u>

14. 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 administered to the fund and amounted to £103,092 (2020: £30,379) and £2,727 (2020: £2,488) directors and staff respectively.

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.