

Midland Furniture Auctions Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2018

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DE55 6LN

Midland Furniture Auctions Limited

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Midland Furniture Auctions Limited

Company Information

Director	RJ Darrington-Mosley
Registered office	Unit 10 Grange Close Clover Nook Industrial Park Alfreton DE55 4QT
Accountants	David Lissimore ACMA CGMA AIMS Accountants for Business 3 Clayton Close Morton Alfreton Derbyshire DE55 6LN

Midland Furniture Auctions Limited
(Registration number: 5329795)
Balance Sheet as at 31 December 2018

	Note	2018 £	(As restated) 2017 £
Fixed assets			
Tangible assets	<u>4</u>	1,496	1,487
Current assets			
Stocks	<u>5</u>	10,000	-
Debtors	<u>6</u>	368,286	403,878
Cash at bank and in hand		7,865	23,780
		386,151	427,658
Creditors: Amounts falling due within one year	<u>7</u>	(180,584)	(201,398)
Net current assets		205,567	226,260
Total assets less current liabilities		207,063	227,747
Provisions for liabilities		(1,577)	(1,048)
Net assets		205,486	226,699
Capital and reserves			
Called up share capital	<u>8</u>	100	100
Profit and loss account		205,386	226,599
Total equity		205,486	226,699

For the financial year ending 31 December 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 4 to 9 form an integral part of these financial statements.
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Midland Furniture Auctions Limited
(Registration number: 5329795)
Balance Sheet as at 31 December 2018

Approved and authorised by the director on 10 July 2019

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RJ Darrington-Mosley
Director

The notes on pages 4 to 9 form an integral part of these financial statements.
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Midland Furniture Auctions Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 General information

The company is a private company limited by share capital, incorporated in England .

The address of its registered office is:

Unit 10 Grange Close
Clover Nook Industrial Park
Alfreton
DE55 4QT

These financial statements were authorised for issue by the director on 10 July 2019.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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 taxable income.

Midland Furniture Auctions Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and machinery	20% straight line
Office equipment	33% straight line
Motor vehicles	25% straight line

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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.

Midland Furniture Auctions Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 11 (2017 - 12).

Midland Furniture Auctions Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation				
At 1 January 2018	17,919	60,298	65,775	143,992
Additions	-	-	1,870	1,870
At 31 December 2018	17,919	60,298	67,645	145,862
Depreciation				
At 1 January 2018	17,919	59,423	65,163	142,505
Charge for the year	-	875	986	1,861
At 31 December 2018	17,919	60,298	66,149	144,366
Carrying amount				
At 31 December 2018	-	-	1,496	1,496
At 31 December 2017	-	875	612	1,487

5 Stocks

	2018 £	2017 £
Other inventories	10,000	-

6 Debtors

	2018 £	2017 £
Trade debtors	172	230
Prepayments	9,781	9,695
Other debtors	358,333	393,953
	368,286	403,878

7 Creditors

Creditors: amounts falling due within one year

Midland Furniture Auctions Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

	2018 £	2017 £
Due within one year		
Trade creditors	116,597	119,988
Taxation and social security	45,668	40,603
Accruals and deferred income	1,664	2,507
Other creditors	16,655	38,300
	<u>180,584</u>	<u>201,398</u>

8 Share capital

Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary of £1 each	100	100	100	100

9 Dividends

Final dividends paid

	2018 £	2017 £
Final dividend of £1,095 (2017 - £890) per each Ordinary share	109,500	89,000

10 Related party transactions

Transactions with directors

	At 1 January 2018 £	Repayments by director £	At 31 December 2018 £
2018			
RJ Darrington-Mosley			
Interest free loan	309,285	(28,896)	280,389

	At 1 January 2017 £	Repayments by director £	At 31 December 2017 £
2017			
RJ Darrington-Mosley			
Interest free loan	309,727	(442)	309,285

Midland Furniture Auctions Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

Directors' remuneration

The director's remuneration for the year was as follows:

	2018 £	2017 £
Remuneration	123,286	104,464
Contributions paid to money purchase schemes	703	386
	<u>123,989</u>	<u>104,850</u>

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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.