

# Riverside Aromatics Ltd

Annual Report and Unaudited Abridged Financial Statements  
for the Year Ended 31 August 2017

R Price FCCA  
Certified  
70 Bridle Way  
Colehill  
Wimborne  
Dorset  
BH21 2UE

**Riverside Aromatics Ltd**

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# **Riverside Aromatics Ltd**

## **Company Information**

**Director** Mr Peter Cannon

**Company secretary** Mrs Karen Cannon

**Registered office** Unit 16  
Slader Business Park  
Witney Road  
Poole  
Dorset  
BH17 0GP

**Accountants** R Price FCCA  
Certified  
70 Bridle Way  
Colehill  
Wimborne  
Dorset  
BH21 2UE

# Riverside Aromatics Ltd

(Registration number: 05857662)

## Abridged Balance Sheet as at 31 August 2017

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	19,222	15,615
<b>Current assets</b>			
Stocks	<u>5</u>	952,160	901,241
Debtors		1,906,982	1,439,139
Cash at bank and in hand		<u>1,168,577</u>	<u>427,353</u>
		4,027,719	2,767,733
<b>Prepayments and accrued income</b>		15,537	11,503
<b>Creditors:</b> Amounts falling due within one year		<u>(1,890,020)</u>	<u>(802,737)</u>
<b>Net current assets</b>		<u>2,153,236</u>	<u>1,976,499</u>
<b>Total assets less current liabilities</b>		2,172,458	1,992,114
<b>Accruals and deferred income</b>		<u>(1,145)</u>	<u>(270)</u>
<b>Net assets</b>		<u><u>2,171,313</u></u>	<u><u>1,991,844</u></u>
<b>Capital and reserves</b>			
Called up share capital		80	92
Capital redemption reserve		20	8
Profit and loss account		<u>2,171,213</u>	<u>1,991,744</u>
<b>Total equity</b>		<u><u>2,171,313</u></u>	<u><u>1,991,844</u></u>

For the financial year ending 31 August 2017 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.

All of the company's members have consented to the preparation of an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

The notes on pages 4 to 8 form an integral part of these abridged financial statements.

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**Riverside Aromatics Ltd**

**(Registration number: 05857662)**

**Abridged Balance Sheet as at 31 August 2017**

Approved and authorised by the director on 15 November 2017

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Mr Peter Cannon

Director

The notes on pages 4 to 8 form an integral part of these abridged financial statements.

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# **Riverside Aromatics Ltd**

## **Notes to the Abridged Financial Statements for the Year Ended 31 August 2017**

### **1 General information**

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

The address of its registered office is:

Unit 16  
Slader Business Park  
Witney Road  
Poole  
Dorset  
BH17 0GP

These financial statements were authorised for issue by the director on 15 November 2017.

### **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 abridged 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 abridged 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.

#### **Foreign currency transactions and balances**

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates. Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

## **Riverside Aromatics Ltd**

### **Notes to the Abridged Financial Statements for the Year Ended 31 August 2017**

#### **Tax**

The tax expense for the period comprises current 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.

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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Plant and machinery	17.5% Straight line
Office equipment	25% Straight line
Short leasehold improvements	6 years 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.



## **Riverside Aromatics Ltd**

### **Notes to the Abridged Financial Statements for the Year Ended 31 August 2017**

#### **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.

#### **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.

#### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

#### **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 9 (2016 - 10).

# Riverside Aromatics Ltd

## Notes to the Abridged Financial Statements for the Year Ended 31 August 2017

### 4 Tangible assets

	Short leasehold land and buildings £	Plant and machinery £	Office equipment £	Total £
<b>Cost or valuation</b>				
At 1 September 2016	15,182	37,724	12,331	65,237
Additions	2,728	6,939	3,709	13,376
Disposals	-	-	(273)	(273)
At 31 August 2017	17,910	44,663	15,767	78,340
<b>Depreciation</b>				
At 1 September 2016	9,585	30,640	9,396	49,621
Charge for the year	3,540	4,401	1,829	9,770
Eliminated on disposal	-	-	(273)	(273)
At 31 August 2017	13,125	35,041	10,952	59,118
<b>Carrying amount</b>				
At 31 August 2017	4,785	9,622	4,815	19,222
At 31 August 2016	5,597	7,084	2,934	15,615

Included within the net book value of land and buildings above is £4,785 (2016 - £5,596) in respect of short leasehold land and buildings.

### 5 Stocks

	2017 £	2016 £
Merchandise	952,160	901,241

### 6 Share capital

#### Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary shares of £1 each	80	80	92	92

## **Riverside Aromatics Ltd**

### **Notes to the Abridged Financial Statements for the Year Ended 31 August 2017**

#### **7 Related party transactions**

##### **Key management personnel**

Mr D Rowe

##### **Summary of transactions with key management**

Company purchase of 12 £1 Ordinary Shares at a normal market rate.

The repurchase of Mr Rows shares are in connection with an agreement precedent to his retirment from the business. The shares comprised the remainder of Mr Rowe's shareholding in the company.

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