

Sellelectronics Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 July 2022

Sellectronics Limited

Contents

Company Information	<u>1</u>
Balance Sheet	<u>2</u> to <u>3</u>
Notes to the Unaudited Financial Statements	<u>4</u> to <u>10</u>

Sellectronics Limited

Company Information

Directors	Mr Dean Haney Mr Jason O'Connell
Registered office	Unit C1 - C2, Church View Business Park, Bickland Water Road Falmouth Cornwall TR11 4FZ

Sellelectronics Limited

(Registration number: 07315156)

Balance Sheet as at 31 July 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	<u>4</u>	1,011,044	846,129
Current assets			
Stocks	<u>5</u>	451,268	144,509
Debtors	<u>6</u>	689,676	492,150
Cash at bank and in hand		<u>81,789</u>	<u>99,463</u>
		1,222,733	736,122
Creditors: Amounts falling due within one year	<u>7</u>	<u>(836,804)</u>	<u>(482,513)</u>
Net current assets		<u>385,929</u>	<u>253,609</u>
Total assets less current liabilities		1,396,973	1,099,738
Creditors: Amounts falling due after more than one year	<u>1</u>	(603,171)	(724,582)
Provisions for liabilities		<u>(134,047)</u>	<u>(76,337)</u>
Net assets		<u>659,755</u>	<u>298,819</u>
Capital and reserves			
Called up share capital	<u>8</u>	100	100
Retained earnings		<u>659,655</u>	<u>298,719</u>
Shareholders' funds		<u>659,755</u>	<u>298,819</u>

For the financial year ending 31 July 2022 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 accounts for the year in question in accordance with section 476; and
- The directors acknowledge their 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.

Sellelectronics Limited

(Registration number: 07315156)
Balance Sheet as at 31 July 2022

Approved and authorised by the Board on 6 December 2022 and signed on its behalf by:

Mr Dean Haney

Director

Mr Jason O'Connell

Director

Sellelectronics Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 July 2022

1 General information

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

The address of its registered office is:
Unit C1 - C2, Church View Business Park,
Bickland Water Road
Falmouth
Cornwall
TR11 4FZ
United Kingdom

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 smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

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.

Other grants

General grants are recognised in the period in which they are received. Grants relating to the purchase of plant & machinery and other fixed assets are released to the P&L at the same rate as the asset is depreciated at.

Sellelectronics Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 July 2022

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 rate on the date when the fair value is re-measured. Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

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.

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 balance sheet 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	25% reducing balance, 20% straight line and 10% straight line
Fixtures and fittings	15% reducing balance
Motor vehicles	20% straight line
Freehold property	2% and 10% straight line

Sellelectronics Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 July 2022

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.

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.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the profit and loss account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Sellelectronics Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 July 2022

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 directors) during the year, was 25 (2021 - 21).

Sellelectronics Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 July 2022

4 Tangible assets

	Land and buildings £	Fixtures and fittings £	Plant and machinery £	Office equipment £	Total £
Cost or valuation					
At 1 August 2021	634,575	108,730	643,133	125,017	1,511,455
Additions	1,435	21,704	282,922	10,773	316,834
Disposals	-	(360)	(17,442)	-	(17,802)
At 31 July 2022	636,010	130,074	908,613	135,790	1,810,487
Depreciation					
At 1 August 2021	79,392	43,821	453,508	88,605	665,326
Charge for the year	30,144	12,972	88,839	12,771	144,726
Eliminated on disposal	-	(224)	(10,385)	-	(10,609)
At 31 July 2022	109,536	56,569	531,962	101,376	799,443
Carrying amount					
At 31 July 2022	526,474	73,505	376,651	34,414	1,011,044
At 31 July 2021	555,183	64,909	189,625	36,412	846,129

Included within the net book value of land and buildings above is £526,474 (2021 - £555,183) in respect of freehold land and buildings.

5 Stocks

	2022 £	2021 £
Work in progress	23,951	21,947
Other inventories	427,317	122,562
	451,268	144,509

Sellelectronics Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 July 2022

6 Debtors

	2022 £	2021 £
Current		
Trade debtors	582,131	443,493
Prepayments	17,381	24,672
Other debtors	90,164	23,985
	<u>689,676</u>	<u>492,150</u>

7 Creditors

Creditors: amounts falling due within one year

	Note	2022 £	2021 £
Due within one year			
Loans and borrowings	9	98,183	18,466
Trade creditors		592,678	358,731
Taxation and social security		110,256	63,061
Accruals and deferred income		30,457	39,205
Other creditors		5,230	3,050
		<u>836,804</u>	<u>482,513</u>

Creditors: amounts falling due after more than one year

	Note	2022 £	2021 £
Due after one year			
Loans and borrowings	9	479,726	623,360
Deferred income		123,445	101,222
		<u>603,171</u>	<u>724,582</u>

Sellelectronics Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 July 2022

8 Share capital

Allotted, called up and fully paid shares

	2022		2021	
	No.	£	No.	£
Ordinary A of £1 each	50	50	50	50
Ordinary B of £1 each	50	50	50	50
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

9 Loans and borrowings

	2022	2021
	£	£
Non-current loans and borrowings		
Bank borrowings	253,965	273,360
Other borrowings	<u>225,761</u>	<u>350,000</u>
	<u>479,726</u>	<u>623,360</u>

	2022	2021
	£	£
Current loans and borrowings		
Bank borrowings	18,911	18,466
Other borrowings	<u>79,272</u>	<u>-</u>
	<u>98,183</u>	<u>18,466</u>

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.