

Purpless Ltd
trading as PURPLESS LTD
Annual Report and Unaudited Financial Statements
for the Year Ended 31 August 2022

Purpless Ltd
trading as PURPLESS LTD

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Purpless Ltd
trading as PURPLESS LTD

Company Information

Directors Mr Arkadiusz Krawiec
Mrs Anna Krawiec

Company secretary Mrs Anna Krawiec

Registered office Unit 4
Tunstall Trade Park
Brownhills Road
Stoke On Trent
United Kingdom
ST6 4SE

Accountants Accountancy 4 You Ltd
68-70 Market Street
Hyde
SK14 1ES

Purpless Ltd
trading as **PURPLESS LTD**

(Registration number: 08174091)
Balance Sheet as at 31 August 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	<u>4</u>	502,016	481,309
Current assets			
Stocks	<u>5</u>	426,593	517,210
Debtors	<u>6</u>	182	3,664
Cash at bank and in hand		55,832	77,754
		482,607	598,628
Creditors: Amounts falling due within one year	<u>7</u>	(5,739)	(4,834)
Net current assets		476,868	593,794
Total assets less current liabilities		978,884	1,075,103
Creditors: Amounts falling due after more than one year	<u>7</u>	(217,223)	(240,043)
Provisions for liabilities		(15,988)	-
Net assets		745,673	835,060
Capital and reserves			
Called up share capital	<u>8</u>	100	100
Revaluation reserve		68,163	60,833
Retained earnings		677,410	774,127
Shareholders' funds		745,673	835,060

For the financial year ending 31 August 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. As permitted by section 444 (5A) of the Companies Act 2006, the directors have not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the Board on 20 May 2023 and signed on its behalf by:

Purpless Ltd
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(Registration number: 08174091)
Balance Sheet as at 31 August 2022

.....
Mrs Anna Krawiec
Company secretary and director

Purpless Ltd
trading as PURPLESS LTD

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

1 General information

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

The address of its registered office is:

Unit 4
Tunstall Trade Park
Brownhills Road
Stoke On Trent
United Kingdom
ST6 4SE
United Kingdom

The principal place of business is:

Unit 4
Tunstall Trade Park
Brownhills Road
Stoke On Trent
United Kingdom
ST6 4SE
United Kingdom

These financial statements were authorised for issue by the Board on 20 May 2023.

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.

Going concern

Going concern

Purplless Ltd
trading as PURPLESS LTD

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

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 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 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.

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
Office equipment	20% reduced balance method
Fixtures and fittings	20% reduced balance method
Plant and machinery	20% reduced balance method

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.

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

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.

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.

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

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 3 (2021 - 3).

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Other tangible assets £	Total £
Cost or valuation				
At 1 September 2021	466,383	41,445	2,065	509,893
Revaluations	23,319	-	-	23,319
Additions	-	465	-	465
At 31 August 2022	489,702	41,910	2,065	533,677
Depreciation				
At 1 September 2021	-	27,364	1,219	28,583
Charge for the year	-	2,909	169	3,078
At 31 August 2022	-	30,273	1,388	31,661
Carrying amount				
At 31 August 2022	489,702	11,637	677	502,016
At 31 August 2021	466,383	14,080	846	481,309

Included within the net book value of land and buildings above is £489,702 (2021 - £466,383) in respect of freehold land and buildings.

5 Stocks

	2022 £	2021 £
Other inventories	426,593	517,210

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

6 Debtors

	2022	2021
Current	£	£
Trade debtors	182	1,223
Other debtors	-	2,441
	<u>182</u>	<u>3,664</u>

Details of non-current trade and other debtors

£Nil (2021 -£Nil) of Letter of credit is classified as non current. Letter of credit has been given by the bank to pay for the suppliers manufacturing goods for the company.

Purpless Ltd
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Notes to the Unaudited Financial Statements for the Year Ended 31 August 2022

7 Creditors

Creditors: amounts falling due within one year

	Note	2022 £	2021 £
Due within one year			
Loans and borrowings	<u>10</u>	22	22
Trade creditors		3,850	1,231
Taxation and social security		4,188	3,142
Other creditors		<u>(2,321)</u>	<u>439</u>
		<u>5,739</u>	<u>4,834</u>

Creditors: amounts falling due after more than one year

	Note	2022 £	2021 £
Due after one year			
Loans and borrowings	<u>10</u>	<u>217,223</u>	<u>240,043</u>

8 Share capital

Allotted, called up and fully paid shares

	2022		2021	
	No.	£	No.	£
Ordinary of £1 each	100	100	100	100

9 Reserves

The changes to each component of equity resulting from items of other comprehensive income for the current year were as follows:

	Revaluation reserve £	Total £
Surplus/deficit on property, plant and equipment revaluation	<u>7,330</u>	<u>7,330</u>

The changes to each component of equity resulting from items of other comprehensive income for the prior year were as follows:

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

	Revaluation reserve £	Total £
Surplus/deficit on property, plant and equipment revaluation	60,833	60,833

10 Loans and borrowings

	2022 £	2021 £
Non-current loans and borrowings		
Bank borrowings	102,890	110,795
Other borrowings	114,333	129,248
	<u>217,223</u>	<u>240,043</u>

	2022 £	2021 £
Current loans and borrowings		
Bank overdrafts	22	22

11 Dividends

Interim dividends paid

	2022 £	2021 £
Interim dividend of £Nil per each Ordinary share	-	-
Reconciliation to Dividends categories		
Difference to be corrected	<u>(8,000)</u>	<u>-</u>

12 Related party transactions

Purpless Ltd
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Notes to the Unaudited Financial Statements for the Year Ended 31 August 2022

Directors' remuneration

The directors' remuneration for the year was as follows:

	2022	2021
	£	£
Remuneration	25,140	25,059

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.