

Merricks Solicitors Limited
Unaudited Financial Statements
for the Year Ended 31 May 2020

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for the Year Ended 31 May 2020

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Merricks Solicitors Limited
Company Information
for the Year Ended 31 May 2020

DIRECTORS:

R F Merrick
T F Merrick
Mrs D A Ridpath
Ms K Marchese

REGISTERED OFFICE:

1-3 Cross Street
Wadebridge
Cornwall
PL27 7DT

REGISTERED NUMBER:

09492583 (England and Wales)

ACCOUNTANTS:

Hodgsons
Chartered Accountants
12 Southgate Street
LAUNCESTON
Cornwall
PL15 9DP

Statement of Financial Position
31 May 2020

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Intangible assets	4		118,333		138,333
Tangible assets	5		<u>28,742</u>		<u>34,534</u>
			147,075		172,867
CURRENT ASSETS					
Debtors	6	372,413		380,534	
Cash at bank and in hand		<u>28,639</u>		<u>59</u>	
		401,052		380,593	
CREDITORS					
Amounts falling due within one year	7	<u>202,430</u>		<u>213,675</u>	
NET CURRENT ASSETS			198,622		166,918
TOTAL ASSETS LESS CURRENT LIABILITIES			345,697		339,785
CREDITORS					
Amounts falling due after more than one year	8		(43,889)		(55,885)
PROVISIONS FOR LIABILITIES			(3,217)		(3,992)
NET ASSETS			298,591		279,908
CAPITAL AND RESERVES					
Called up share capital			1,000		1,000
Retained earnings			<u>297,591</u>		<u>278,908</u>
SHAREHOLDERS' FUNDS			298,591		279,908

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 21 December 2020 and were signed on its behalf by:

T F Merrick - Director

Notes to the Financial Statements
for the Year Ended 31 May 2020

1. STATUTORY INFORMATION

Merricks Solicitors Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Revenue is recognised to take into account the type of work, its completeness and its ultimate profitability.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2016, is being amortised evenly over its estimated useful life of ten years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 25% on reducing balance, 10% on cost and not provided

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Holiday pay accrual

Under the new accounting standard FRS102 Section 1A there is a requirement to accrue for unpaid holiday pay at the financial year end.

Merricks Solicitors Ltd has not provided for the holiday pay accrual at the 31st May 2019 or 31st May 2020 which is a departure from the requirement under FRS102 Section 1A. In the directors opinion the cost of ascertaining the holiday pay accrual would be an undue cost and the effect would not materially affect the profit as at 31st May 2020.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 17 (2019 - 16).

Notes to the Financial Statements - continued
for the Year Ended 31 May 2020

4. INTANGIBLE FIXED ASSETS

COST

At 1 June 2019
and 31 May 2020

Goodwill
£

200,000

AMORTISATION

At 1 June 2019

61,667

Charge for year

20,000

At 31 May 2020

81,667

NET BOOK VALUE

At 31 May 2020

118,333

At 31 May 2019

138,333

5. TANGIBLE FIXED ASSETS

COST

At 1 June 2019

54,398

Additions

1,156

At 31 May 2020

55,554

DEPRECIATION

At 1 June 2019

19,864

Charge for year

6,948

At 31 May 2020

26,812

NET BOOK VALUE

At 31 May 2020

28,742

At 31 May 2019

34,534

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Trade debtors

2020

£

202,225

2019

£

223,964

Other debtors

170,188

156,570

372,413

380,534

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Bank loans and overdrafts

2020

£

-

2019

£

22,190

Trade creditors

13,542

12,658

Amounts owed to participating interests

19,789

15,101

Taxation and social security

104,943

128,607

Other creditors

64,156

35,119

202,430

213,675

Notes to the Financial Statements - continued
for the Year Ended 31 May 2020

8. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2020	2019
	£	£
Other creditors	<u>43,889</u>	<u>55,885</u>

9. **LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020	2019
	£	£
Within one year	21,969	19,580
Between one and five years	7,662	993
	<u>29,631</u>	<u>20,573</u>

10. **SECURED DEBTS**

Barclays Bank PLC have a fixed and floating charge over all the property of the company.

11. **DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to directors subsisted during the years ended 31 May 2020 and 31 May 2019:

	2020	2019
	£	£
R F Merrick		
Balance outstanding at start of year	51,714	34,973
Amounts advanced	49,541	63,813
Amounts repaid	(61,459)	(47,072)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>39,796</u>	<u>51,714</u>
R F Merrick and T F Merrick		
Balance outstanding at start of year	44,010	44,010
Amounts advanced	1,100	-
Amounts repaid	(1,100)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>44,010</u>	<u>44,010</u>
T F Merrick		
Balance outstanding at start of year	23,472	-
Amounts advanced	62,032	23,472
Amounts repaid	(53,897)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>31,607</u>	<u>23,472</u>

The directors loans to RF Merrick (£39,796) and TF Merrick (£31,607) were repaid by way of dividends within 9 months of the accounting year end..

Notes to the Financial Statements - continued
for the Year Ended 31 May 2020

12. RELATED PARTY DISCLOSURES

The property the company operates from is rented at a rate of £625 per month from Beronwade Limited. Mr R F Merrick, director of Merricks Solicitors Limited, is a 50% shareholder in this company. Transactions in the period totalled £4,688. (2019: £5,379).

The amount owed to Beronwade as at 31st May 2020 is £19,789 (2019: £15,101).

The company also pays rent for a property owned by the directors Mr RF Merrick and Mr TF Merrick, the amount paid in the year was £8,709 (2019: £8,727).

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.