

Company registration number 09492583 (England and Wales)

MERRICKS SOLICITORS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2022
PAGES FOR FILING WITH REGISTRAR

MERRICKS SOLICITORS LIMITED

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MERRICKS SOLICITORS LIMITED

BALANCE SHEET

AS AT 31 MAY 2022

		2022		2021	
	Notes	£	£	£	£
Fixed assets					
Intangible assets	3		78,333		98,333
Tangible assets	4		35,456		47,275
			<u>113,789</u>		<u>145,608</u>
Current assets					
Debtors	5	443,613		390,630	
Cash at bank and in hand		23,783		112,198	
		<u>467,396</u>		<u>502,828</u>	
Creditors: amounts falling due within one year	6	(247,778)		(233,459)	
Net current assets			<u>219,618</u>		<u>269,369</u>
Total assets less current liabilities			<u>333,407</u>		<u>414,977</u>
Creditors: amounts falling due after more than one year	7		(18,345)		(39,152)
Provisions for liabilities			<u>(5,284)</u>		<u>(7,044)</u>
Net assets			<u><u>309,778</u></u>		<u><u>368,781</u></u>
Capital and reserves					
Called up share capital	8		1,000		1,000
Profit and loss reserves			<u>308,778</u>		<u>367,781</u>
Total equity			<u><u>309,778</u></u>		<u><u>368,781</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 May 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

MERRICKS SOLICITORS LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 MAY 2022

The financial statements were approved by the board of directors and authorised for issue on 20 December 2022 and are signed on its behalf by:

Mr T F Merrick
Director

Company Registration No. 09492583

MERRICKS SOLICITORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2022

1 Accounting policies

Company information

Merricks Solicitors Limited is a private company limited by shares incorporated in England and Wales. The registered office is 1-3 Cross Street, Wadebridge, Cornwall, PL27 7DT.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from contracts for the provision of professional services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to contractual hourly staff rates and materials, as a proportion of total costs. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that it is probable will be recovered.

1.3 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is 10 years.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold improvements	25% per annum on the reducing balance method
Plant and equipment	25% per annum on the reducing balance method
Fixtures and fittings	25% per annum on the reducing balance method
Computers	25% per annum on the reducing balance method

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

MERRICKS SOLICITORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2022

1 Accounting policies

(Continued)

1.5 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

1.6 Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less.

1.7 Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

1.8 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.9 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2022 Number	2021 Number
Total	15	15

MERRICKS SOLICITORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2022

3 Intangible fixed assets

	Goodwill £
Cost	
At 1 June 2021 and 31 May 2022	200,000
Amortisation and impairment	
At 1 June 2021	101,667
Amortisation charged for the year	20,000
At 31 May 2022	121,667
Carrying amount	
At 31 May 2022	78,333
At 31 May 2021	98,333

4 Tangible fixed assets

	Leasehold improvements £	Plant and equipment £	Fixtures and fittings £	Computers £	Total £
Cost					
At 1 June 2021 and 31 May 2022	17,000	7,539	7,461	52,109	84,109
Depreciation and impairment					
At 1 June 2021	6,802	4,308	4,210	21,514	36,834
Depreciation charged in the year	2,550	807	813	7,649	11,819
At 31 May 2022	9,352	5,115	5,023	29,163	48,653
Carrying amount					
At 31 May 2022	7,648	2,424	2,438	22,946	35,456
At 31 May 2021	10,198	3,231	3,251	30,595	47,275

5 Debtors: amounts falling due within one year

	2022 £	2021 £
Trade debtors	224,058	176,376
Corporation tax recoverable	14,303	14,303
Other debtors	205,252	199,951
	443,613	390,630

MERRICKS SOLICITORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2022

6 Creditors: amounts falling due within one year

	2022	2021
	£	£
Bank loans (secured)	39,333	38,803
Trade creditors	33,722	28,288
Amounts owed to participating interests	28,728	26,581
Corporation tax	36,372	34,776
Other taxation and social security	43,238	63,488
Other creditors	66,385	41,523
	<u>247,778</u>	<u>233,459</u>

A charge was filed with Companies House by Barclays Bank plc on 4 May 2016. The particulars include both fixed and floating charges with a negative pledge, which cover all property or undertaking of the company.

7 Creditors: amounts falling due after more than one year

	2022	2021
	£	£
Bank loans (secured)	<u>18,345</u>	<u>39,152</u>

8 Called up share capital

	2022	2021
	£	£
Ordinary share capital Issued and fully paid		
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

9 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

	2022	2021
	£	£
	<u>14,598</u>	<u>26,746</u>

10 Related party transactions

During the year the company entered into transactions with related parties as follows:

Mr R F Merrick (director) who is a 50% shareholder in Beronwade Limited who rented a property to the company. Transactions in the year totalled £2,147 (2021: £6,792).

The amount owed to Beronwade Limited at 31 May 2022 is £28,727 (2021: £26,581).

Mr R F Merrick and Mr T F Merrick (directors) rented a property to the company, the amount paid in the year by the company was £11,427 (2021: £10,368).

MERRICKS SOLICITORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2022

11 Directors' transactions

Advances or credits have been granted by the company to its directors as follows:

Description	% Rate	Opening balance	Amounts advanced	Interest charged	Amounts repaid	Closing balance
		£	£	£	£	£
Loans	2.50	112,899	130,588	2,176	(195,540)	50,123
		<u>112,899</u>	<u>130,588</u>	<u>2,176</u>	<u>(195,540)</u>	<u>50,123</u>
		<u><u>112,899</u></u>	<u><u>130,588</u></u>	<u><u>2,176</u></u>	<u><u>(195,540)</u></u>	<u><u>50,123</u></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.