

Unaudited Financial Statements for the Year Ended 31 May 2021

for

M S Carpets & Furniture Ltd

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for the Year Ended 31 May 2021**

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M S Carpets & Furniture Ltd
Company Information
for the Year Ended 31 May 2021

DIRECTORS: Shabir Mohammed
Munir Ahmed

REGISTERED OFFICE: Shah Dodhia & Co
173 Cleveland Street
London
W1T 6QR

REGISTERED NUMBER: 09628737 (England and Wales)

ACCOUNTANTS: Shah Dodhia & Co
173 Cleveland Street
London
W1T 6QR

M S Carpets & Furniture Ltd (Registered number: 09628737)

**Balance Sheet
31 May 2021**

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Intangible assets	5		10,000		20,000
Tangible assets	6		<u>4,329</u>		<u>9,118</u>
			14,329		29,118
CURRENT ASSETS					
Stocks		175,000		175,000	
Debtors	7	84,733		28,454	
Cash at bank and in hand		<u>682,456</u>		<u>199,865</u>	
		942,189		403,319	
CREDITORS					
Amounts falling due within one year	8	<u>382,054</u>		<u>201,924</u>	
NET CURRENT ASSETS			<u>560,135</u>		<u>201,395</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			574,464		230,513
CREDITORS					
Amounts falling due after more than one year	9		<u>40,000</u>		<u>3,156</u>
NET ASSETS			<u>534,464</u>		<u>227,357</u>
CAPITAL AND RESERVES					
Called up share capital			1,000		1,000
Retained earnings			<u>533,464</u>		<u>226,357</u>
			534,464		227,357

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- 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.

**Balance Sheet - continued
31 May 2021**

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 28 January 2022 and were signed on its behalf by:

Shabir Mohammed - Director

**Notes to the Financial Statements
for the Year Ended 31 May 2021**

1. STATUTORY INFORMATION

M S Carpets & Furniture Ltd 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. STATEMENT OF COMPLIANCE

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Turnover

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Intangible assets

Goodwill

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business.

Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. It is amortised on a straight-line basis over its useful life. Where a reliable estimate of the useful life of goodwill or intangible assets cannot be made, the life is presumed not to exceed ten years.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill - Over 5 years

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2021**

3. ACCOUNTING POLICIES - continued

Tangible fixed assets

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

Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on cost

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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 balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet 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.

Notes to the Financial Statements - continued
for the Year Ended 31 May 2021

4. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 11 (2020 - 11) .

5. **INTANGIBLE FIXED ASSETS**

Goodwill
£

COST

At 1 June 2020
and 31 May 2021

50,000

AMORTISATION

At 1 June 2020
Amortisation for year
At 31 May 2021

30,000

10,000

40,000

NET BOOK VALUE

At 31 May 2021
At 31 May 2020

10,000

20,000

6. **TANGIBLE FIXED ASSETS**

**Fixtures
and
fittings**
£

**Motor
vehicles**
£

Totals
£

COST

At 1 June 2020
and 31 May 2021

1,845

44,164

46,009

DEPRECIATION

At 1 June 2020
Charge for year
At 31 May 2021

1,383

35,508

36,891

461

4,328

4,789

1,844

39,836

41,680

NET BOOK VALUE

At 31 May 2021
At 31 May 2020

1

4,328

4,329

462

8,656

9,118

7. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

2021
£

2020
£

Trade debtors

84,733

28,454

Notes to the Financial Statements - continued
for the Year Ended 31 May 2021

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Bank loans and overdrafts	10,000	-
Hire purchase contracts	3,156	5,410
Trade creditors	50,624	24,652
Taxation and social security	135,968	57,479
Other creditors	182,306	114,383
	<u>382,054</u>	<u>201,924</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021 £	2020 £
Bank loans	40,000	-
Hire purchase contracts	-	3,156
	<u>40,000</u>	<u>3,156</u>

10. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 May 2021 and 31 May 2020:

	2021 £	2020 £
Shabir Mohammed		
Balance outstanding at start of year	12,518	-
Amounts advanced	21,773	12,518
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>34,291</u>	<u>12,518</u>
Munir Ahmed		
Balance outstanding at start of year	14,683	1,996
Amounts advanced	11,413	12,687
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>26,096</u>	<u>14,683</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.