

ODDBOX DELIVERY LIMITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 30 JUNE 2020

ODDBOX DELIVERY LIMITED
REGISTERED NUMBER: 09638976

BALANCE SHEET
AS AT 30 JUNE 2020

	Note	2020 £	As restated 2019 £
Fixed assets			
Tangible fixed assets	4	68,129	18,819
		<u>68,129</u>	<u>18,819</u>
Current assets			
Stocks	5	154,952	3,053
Debtors: amounts falling due after more than one year	6	46,251	15,833
Debtors: amounts falling due within one year	6	734,423	182,153
Cash and cash equivalents	7	2,990,136	242,285
		<u>3,925,762</u>	<u>443,324</u>
Current Liabilities			
Creditors: amounts falling due within one year	8	(1,761,606)	(263,698)
Net current assets		<u>2,164,156</u>	<u>179,626</u>
Deferred tax	6,9	(12,452)	-
Provisions for liabilities	10	(3,542)	(1,875)
Net assets		<u><u>2,216,291</u></u>	<u><u>196,570</u></u>
Capital and reserves			
Called up share capital	11	202	138
Share premium account		2,948,417	521,260
Profit and loss account		(732,328)	(324,828)
		<u><u>2,216,291</u></u>	<u><u>196,570</u></u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

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

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

E Vanpoperinghe

Director

Date: 15 February 2021

The notes on pages 2 to 9 form part of these financial statements.

ODDBOX DELIVERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

1. General information

Oddbox Delivery Limited is a private company limited by share capital and incorporated in England and Wales (registered number 0963897) under the Companies Act. The Company's registered office is Flat 5, 155 Endlesham Road, London, SW12 8JN. The principal place of business is Unit 9, Bunting Close, Mitcham, London, CR4 4ND.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Going concern

The Directors have considered the impact of the global Covid-19 pandemic on the ability of the Company to continue trading for the foreseeable future. Due to the nature of the Company's business the pandemic has in fact had a positive effect on the results of the Company, and enabled it to grow in an efficient manner. The review has included considering the impact of the pandemic to the date of signing the financial statements and updating financial projections and performing stress testing on these projections in respect of income, cash flows and the Company's supply chain. Based on this review and taken together with existing financing facilities the Directors believe that the financial statements have been prepared appropriately on the going concern basis.

2.3 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

Sale of goods

Turnover from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

2. Accounting policies (continued)

2.4 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate.

2.5 Operating leases: the Company as lessee

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

2.6 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.7 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

2. Accounting policies (continued)

2.8 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined which is the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Leasehold improvements	-	50%	per annum
Plant and machinery	-	33%	per annum
Office equipment	-	33%	per annum
Computer equipment	-	33%	per annum

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.9 Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is based on the cost of purchase on a first in, first out basis.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired and cannot be sold it is donated to charity and the cost recognised in profit or loss.

2.10 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.11 Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to profit or loss in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Balance sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Balance sheet.

ODDBOX DELIVERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

2. Accounting policies (continued)

2.12 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties and loans to related parties.

Short term debtors and creditors are measured at the transaction price. Other financial instruments, including loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Financial liabilities and equity are classified according to the substance of the financial instrument's contractual obligations, rather than the financial instrument's legal form.

3. Employees

The average monthly number of employees, including directors, during the year was 23 (2019 - 9).

4. Tangible fixed assets

	Leasehold improvements £	Plant and machinery £	Office equipment £	Computer equipment £	Total £
Cost or valuation					
At 1 July 2019	-	25,539	1,425	1,124	28,088
Additions	9,251	6,040	11,241	41,646	68,178
At 30 June 2020	9,251	31,579	12,666	42,770	96,266
Depreciation					
At 1 July 2019	-	8,428	470	371	9,269
Charge for the year	1,542	8,958	2,105	6,263	18,868
At 30 June 2020	1,542	17,386	2,575	6,634	28,137
Net book value					
At 30 June 2020	7,709	14,193	10,091	36,136	68,129
At 30 June 2019	-	17,111	955	753	18,819

ODDBOX DELIVERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

5. Stocks

	2020 £	As restated 2019 £
Goods for resale	<u>154,952</u>	<u>3,053</u>

See note 15 for detail in respect of prior year restatement.

6. Debtors

	2020 £	As restated 2019 £
Due after more than one year		
Other debtors	33,799	15,833
Deferred tax asset	12,452	-
	<u>46,251</u>	<u>15,833</u>

	2020 £	As restated 2019 £
Due within one year		
Trade debtors	16,730	42,700
Other debtors	709,091	120,756
Called up share capital not paid	102	102
Prepayments and accrued income	8,500	18,595
	<u>734,423</u>	<u>182,153</u>

See note 15 for detail in respect of prior year restatement.

7. Cash and cash equivalents

	2020 £	2019 £
Cash at bank and in hand	<u>2,990,136</u>	<u>242,285</u>

ODDBOX DELIVERY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

8. Creditors: Amounts falling due within one year

	2020 £	As restated 2019 £
Trade creditors	1,254,275	141,486
Other taxation and social security	40,513	-
Other creditors	371,823	95,239
Accruals and deferred income	94,995	26,973
	<u>1,761,606</u>	<u>263,698</u>

See note 15 for detail in respect of prior year restatement.

9. Deferred taxation

The Company has £546,155 of taxable losses available to carry forward against future trading profits.

Deferred tax assets in excess of the deferred tax liability totalling £91,287 have not been recognised in respect of these losses on the basis that there is uncertainty as to the timing of future taxable profits against which the losses would be utilised.

10. Provisions for liabilities

	Dilapidations provision £
	1,875
At 1 July 2019 (as restated)	1,667
Charged to profit or loss	<u>3,542</u>
At 30 June 2020	

See note 15 for detail in respect of prior year restatement.

11. Share capital

	2020 £	2019 £
Allotted, called up and fully paid		
50,372 (2019 - 36,000) Ordinary shares of £0.001 each	50	36
44,658 (2019 - nil) A1 Ordinary shares of £0.001 each	45	-
4,962 (2019 - nil) A2 Ordinary shares of £0.001 each	5	-
	<u>100</u>	<u>36</u>
Allotted, called up and partly paid		
101,520 (2019 - 101,520) Ordinary shares of £0.001 each	<u>102</u>	<u>102</u>

ODDBOX DELIVERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

11. Share capital (continued)

On 16 March 2020 6,202 Ordinary shares were issued for a total consideration of £249,980, 44,658 Ordinary A1 shares were issued for a total consideration of £1,800,000 and 4,962 Ordinary A2 shares were issued for a total consideration of £200,000.

On 18 April 2020 2,732 Ordinary shares were issued for a total consideration of £110,117.

On 29 May 2020 5,262 Ordinary shares were issued for a total consideration of £212,111.

All shares were issued at par value of £0.001 per share and £2,572,144 has been credited to the share premium account.

Costs incurred on issuing shares in the year totalled £144,987 and were deducted from the share premium reserve.

12. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. Contributions totalling £5,582 (2019: £nil) were payable to the fund at the balance sheet date and are included in other creditors.

13. Commitments under operating leases

At 30 June 2020 the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2020 £	2019 £
Not later than 1 year	95,111	52,336
Later than 1 year and not later than 5 years	167,522	192,770
	<u>262,633</u>	<u>245,106</u>

14. Related party transactions

At the year end the amounts due to Directors totalled £25,000 (2019: £25,000), the amount is included in other creditors. The loan is unsecured, interest free and repayable on demand.

ODDBOX DELIVERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

15. Prior year adjustment

	Equity as at 30 June 2019 £	Loss for the year ended 30 June 2019 £
As previously stated	(299,033)	(286,422)
Accruals	(22,421)	(22,421)
Stock	3,053	3,053
Holiday pay accrual	(4,552)	(4,552)
Dilapidations provision	(1,875)	(1,875)
As restated	<u>(324,828)</u>	<u>(312,217)</u>

Accruals

Purchases of produce have been increased by £22,421 due to goods delivered to the Company in June 2019 not being recognised until after the year end.

Stock

Produce with a total value of £3,053 has been recognised as stock on the balance sheet to reflect that fact that it was sold after 30 June 2019.

Holiday pay accrual

An accrual has been recognised for the cost of annual leave owed to employees as at 30 June 2019 with a value of £4,552.

Dilapidations provision

A provision of £1,875 has been recognised for the cost of removing the cold store from the warehouse at the end of the lease.

The cumulative effect of the prior year adjustments is a reduction of reserves by £25,795. In addition to the above certain balances have been restated to better reflect their nature:

- Other debtors and other creditors have increased to recognise £70,239 of cash held by a third party on behalf of the Company as at 30 June 2019. This relates to payments taken from customers in advance of deliveries being made.
- A rent deposit with a value of £15,833 has been reclassified from other debtors due within one year to other debtors due in more than one year as the lease expires in over one year.
- Staff costs totalling £17,971 have been reclassified from administrative expenses to cost of sales to reflect the role that these members of staff perform.

16. Auditors' information

The auditors' report on the financial statements for the year ended 30 June 2020 was unqualified.

The audit report was signed on 16 February 2021 by Louise Hallsworth FCA (Senior statutory auditor) on behalf of James Cowper Kreston.

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.