

Sherborne Optical Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 April 2023

Hatherleigh Limited
Chartered Accountants & Business Advisers
Unit D Green Barn
West Down Farm
Corton Denham
Sherborne
Dorset
DT9 4LG

Sherborne Optical Limited

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Sherborne Optical Limited

Company Information

Director	Mr Daniel Alexis Broks
Registered office	1 Tilton Court Digby Road Sherborne Dorset DT9 3NL
Accountants	Hatherleigh Limited Chartered Accountants & Business Advisers Unit D Green Barn West Down Farm Corton Denham Sherborne Dorset DT9 4LG

Sherborne Optical Limited
(Registration number: 10722156)
Balance Sheet as at 30 April 2023

	Note	2023 £	2022 £
Fixed assets			
Intangible assets	<u>4</u>	304,779	323,828
Tangible assets	<u>5</u>	41,490	52,067
		<u>346,269</u>	<u>375,895</u>
Current assets			
Stocks	<u>6</u>	55,250	45,540
Debtors	<u>7</u>	30,457	52,215
Cash at bank and in hand		131,769	181,649
		217,476	279,404
Creditors: Amounts falling due within one year	<u>8</u>	(66,146)	(136,300)
Net current assets		<u>151,330</u>	<u>143,104</u>
Total assets less current liabilities		497,599	518,999
Creditors: Amounts falling due after more than one year	<u>8</u>	(291,964)	(324,680)
Provisions for liabilities		(7,883)	-
Net assets		<u>197,752</u>	<u>194,319</u>
Capital and reserves			
Called up share capital	<u>9</u>	4	4
Retained earnings		197,748	194,315
Shareholders' funds		<u>197,752</u>	<u>194,319</u>

For the financial year ending 30 April 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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 director on 16 June 2023

Sherborne Optical Limited
(Registration number: 10722156)
Balance Sheet as at 30 April 2023

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Mr Daniel Alexis Broks
Director

Sherborne Optical Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023

1 General information

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

The address of its registered office is:

1 Tilton Court
Digby Road
Sherborne
Dorset
DT9 3NL
England

These financial statements were authorised for issue by the director on 16 June 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.

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.

Tax

The tax expense for the period comprises current and deferred 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.

Sherborne Optical Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

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
Plant and machinery	20% reducing balance
Fixtures and fittings	20% reducing balance
Office equipment	33% straight line

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	5% straight line

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.

Sherborne Optical Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023

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.

Sherborne Optical Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the profit and loss account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

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.

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 the director) during the year, was 13 (2022 - 12).

Sherborne Optical Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 May 2022	380,975	380,975
At 30 April 2023	380,975	380,975
Amortisation		
At 1 May 2022	57,147	57,147
Amortisation charge	19,049	19,049
At 30 April 2023	76,196	76,196
Carrying amount		
At 30 April 2023	304,779	304,779
At 30 April 2022	323,828	323,828

5 Tangible assets

	Furniture, fittings and equipment £	Total £
Cost or valuation		
At 1 May 2022	92,473	92,473
Additions	3,908	3,908
At 30 April 2023	96,381	96,381
Depreciation		
At 1 May 2022	40,406	40,406
Charge for the year	14,485	14,485
At 30 April 2023	54,891	54,891
Carrying amount		
At 30 April 2023	41,490	41,490
At 30 April 2022	52,067	52,067

6 Stocks

	2023 £	2022 £
Other inventories	55,250	45,540

Sherborne Optical Limited**Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023****7 Debtors**

	2023	2022
	£	£
Current		
Other debtors	<u>30,457</u>	<u>52,215</u>

Sherborne Optical Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023

8 Creditors

Creditors: amounts falling due within one year

	2023 £	2022 £
Due within one year		
Trade creditors	21,016	44,895
Taxation and social security	40,997	50,613
Accruals and deferred income	1,500	1,650
Other creditors	2,633	39,142
	<u>66,146</u>	<u>136,300</u>

Creditors: amounts falling due after more than one year

	Note	2023 £	2022 £
Due after one year			
Loans and borrowings	10	<u>291,964</u>	<u>324,680</u>

9 Share capital

Allotted, called up and fully paid shares

	2023		2022	
	No.	£	No.	£
Ordinary shares of £1 each	2	2	2	2
Ordinary shares Type B of £1 each	1	1	1	1
Ordinary shares Type C of £1 each	1	1	1	1
	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>

10 Loans and borrowings

	2023 £	2022 £
Non-current loans and borrowings		
Bank borrowings	273,226	300,508
Finance lease liabilities	18,738	24,172
	<u>291,964</u>	<u>324,680</u>

Sherborne Optical Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023

11 Dividends

Interim dividends paid

	2023 £	2022 £
Interim dividend of £46,737.00 (2022 - £45,657.50) per each Ordinary shares	93,474	91,315
Interim dividend of £Nil (2022 - £91,827.00) per each Ordinary shares Type C	-	91,827
Interim dividend of £848.00 (2022 - £Nil) per each Ordinary shares Type B	848	-
	<u>94,322</u>	<u>183,142</u>

12 Related party transactions

Sherborne Optical Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023

Transactions with the director

	At 1 May 2022 £	Advances to director £	Repayments by director £	At 30 April 2023 £
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2023
Mr Daniel Alexis Broks
The director maintains an interest free loan account with the company which is repayable on demand

	19,571	(28,868)	10,614	1,317
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Mrs Charlotte Peggy Broks
The director maintains an interest free loan account with the company which is repayable on demand

	19,571	(28,869)	10,614	1,316
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2022

Mr Daniel Alexis Broks
The director maintains an interest free loan account with the company which is repayable on demand

At 1 May 2021 £	Advances to director £	Repayments by director £	At 30 April 2022 £
27,298	(113,329)	105,603	19,571

Mrs Charlotte Peggy Broks
The director maintains an interest free loan account with the company which is repayable on demand

	27,298	(113,329)	105,603	19,571
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Sherborne Optical Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023

Director's remuneration

The director's remuneration for the year was as follows:

	2023	2022
	£	£
Remuneration	<u>23,942</u>	<u>17,186</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.