

Unaudited Financial Statements for the Year Ended 31 July 2021

for

Formative Coffee Ltd

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for the Year Ended 31 July 2021

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Balance Sheet
31 July 2021

	Notes	31.7.21 £	31.7.20 £
FIXED ASSETS			
Tangible assets	5	77,922	90,059
CURRENT ASSETS			
Stocks		4,125	3,890
Debtors	6	34,259	36,013
Cash at bank		<u>1,624</u>	<u>20,997</u>
		40,008	60,900
CREDITORS			
Amounts falling due within one year	7	<u>(143,664)</u>	<u>(170,871)</u>
NET CURRENT LIABILITIES		<u>(103,656)</u>	<u>(109,971)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		(25,734)	(19,912)
CREDITORS			
Amounts falling due after more than one year	8	<u>(38,691)</u>	<u>(48,190)</u>
NET LIABILITIES		<u>(64,425)</u>	<u>(68,102)</u>
CAPITAL AND RESERVES			
Called up share capital		50	50
Retained earnings		<u>(64,475)</u>	<u>(68,152)</u>
		<u>(64,425)</u>	<u>(68,102)</u>

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

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

The director acknowledges his 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.

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 director and authorised for issue on 23 November 2021 and were signed by:

I R Kissick - Director

Notes to the Financial Statements
for the Year Ended 31 July 2021

1. STATUTORY INFORMATION

Formative Coffee Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address are as below:

Registered number: 11467512

Registered office: 27 Old Gloucester Street
London
WC1N 3AX

The presentation currency of the financial statements is the Pound Sterling (£).

2. STATEMENT OF COMPLIANCE

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.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

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.

Tangible fixed assets

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

Improvements to property	- in accordance with the property
Plant and machinery	- 25% on cost
Fixtures and fittings	- 25% on cost
Computer equipment	- 33% on cost

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.

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

3. **ACCOUNTING POLICIES - continued**

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.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

4. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 2 (2020 - 3) .

5. **TANGIBLE FIXED ASSETS**

	Improvements to property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 August 2020	88,487	2,565	16,334	2,775	110,161
Additions	-	131	100	809	1,040
At 31 July 2021	<u>88,487</u>	<u>2,696</u>	<u>16,434</u>	<u>3,584</u>	<u>111,201</u>
DEPRECIATION					
At 1 August 2020	12,582	931	5,543	1,046	20,102
Charge for year	8,849	650	2,703	975	13,177
At 31 July 2021	<u>21,431</u>	<u>1,581</u>	<u>8,246</u>	<u>2,021</u>	<u>33,279</u>
NET BOOK VALUE					
At 31 July 2021	<u>67,056</u>	<u>1,115</u>	<u>8,188</u>	<u>1,563</u>	<u>77,922</u>
At 31 July 2020	<u>75,905</u>	<u>1,634</u>	<u>10,791</u>	<u>1,729</u>	<u>90,059</u>

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

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

	31.7.21	31.7.20
	£	£
Trade debtors	-	122
Other debtors	33,000	33,192
Tax	-	571
Prepayments and accrued income	1,259	2,128
	<u>34,259</u>	<u>36,013</u>

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

	31.7.21	31.7.20
	£	£
Bank loans and overdrafts	9,499	1,560
Social security and other taxes	404	-
VAT	1,913	4,650
Other creditors	104	51
Directors' current accounts	130,049	164,610
Accruals and deferred income	1,695	-
	<u>143,664</u>	<u>170,871</u>

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

	31.7.21	31.7.20
	£	£
Bank loans - 1-2 years	9,739	-
Bank loans - 2-5 years	28,952	48,190
	<u>38,691</u>	<u>48,190</u>

9. **LEASING AGREEMENTS**

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

	31.7.21	31.7.20
	£	£
Within one year	<u>9,463</u>	<u>-</u>

10. **RELATED PARTY DISCLOSURES**

As at 31st July 2021, the company owed Mr I Kissick, the sole director, £130,049 (2020 - £164,610) in respect of capital introduced.

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.