

REGISTERED NUMBER: 11490713 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2021

FOR

WAVES HAIR LTD

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FOR THE YEAR ENDED 31 JULY 2021

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WAVES HAIR LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 31 JULY 2021

DIRECTOR: Ms R L King

REGISTERED OFFICE: Unit 2 Grange Farm Avenue
Felixstowe
Suffolk
IP11 2XD

REGISTERED NUMBER: 11490713 (England and Wales)

ACCOUNTANTS: Ballams
Chartered Accountants
Crane Court
302 London Road
Ipswich
Suffolk
IP2 0AJ

STATEMENT OF FINANCIAL POSITION
31 JULY 2021

| | Notes | 2021 £ | £ | 2020 £ | £ |
|--|-------|---------------|---------------------|--------------|---------------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 4 | | 9,153 | | 8,637 |
| CURRENT ASSETS | | | | | |
| Stocks | | 4,006 | | 2,298 | |
| Debtors | 5 | 7,200 | | 7,200 | |
| Cash at bank and in hand | | <u>9,441</u> | | <u>7,734</u> | |
| | | 20,647 | | 17,232 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 6 | <u>16,189</u> | | <u>9,813</u> | |
| NET CURRENT ASSETS | | | <u>4,458</u> | | <u>7,419</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 13,611 | | 16,056 |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 7 | | (9,000) | | (13,000) |
| PROVISIONS FOR LIABILITIES | | | <u>(1,739)</u> | | <u>(1,062)</u> |
| NET ASSETS | | | <u><u>2,872</u></u> | | <u><u>1,994</u></u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | | | 100 | | 100 |
| Retained earnings | | | <u>2,772</u> | | <u>1,894</u> |
| | | | <u><u>2,872</u></u> | | <u><u>1,994</u></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 her responsibilities for:

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

WAVES HAIR LTD (REGISTERED NUMBER: 11490713)

STATEMENT OF FINANCIAL POSITION - continued
31 JULY 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 Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the director and authorised for issue on 18 January 2022 and were signed by:

Ms R L King - Director

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021

1. STATUTORY INFORMATION

Waves Hair 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.

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

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received for the provision of hairdressing services. VAT is not applicable to the company.

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 | - 20% on reducing balance |
|-----------------------|---------------------------|

Stocks

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

Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable and loans with related parties.

Debt instruments that are payable or receivable within one year, such as trade payables or receivables, are measured at the undiscounted amount of the cash or other consideration expected to be paid or received. Debt instruments that are repayable or receivable after one year are initially measured at the present value of the future cash flows and subsequently at amortised cost using the effective interest method.

Financial assets that are measured at cost and amortised cost are assessed at the end of each financial year for evidence of impairment. If objective evidence of impairment is found an impairment loss is recognised in the Income Statement.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2021

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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 statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

Government grants

Grants are accounted for using the accrual model.

Grants relating to revenue are recognised in the Statement of Income and Retained Earnings in the same period as the related costs for which the grant is intended to compensate. Where there are no related costs the grant is recognised in the period in which it becomes receivable.

Grants relating to assets are recognised in the Statement of Income and Retained Earnings over the expected useful life of the asset.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 2 (2020 - 1).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2021

4. TANGIBLE FIXED ASSETS

| | Fixtures and fittings £ |
|-----------------------|----------------------------------|
| COST | |
| At 1 August 2020 | 10,796 |
| Additions | <u>2,804</u> |
| At 31 July 2021 | <u>13,600</u> |
| DEPRECIATION | |
| At 1 August 2020 | 2,159 |
| Charge for year | <u>2,288</u> |
| At 31 July 2021 | <u>4,447</u> |
| NET BOOK VALUE | |
| At 31 July 2021 | <u>9,153</u> |
| At 31 July 2020 | <u>8,637</u> |

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2021 £ | 2020 £ |
|---------------|--------------|--------------|
| Other debtors | <u>7,200</u> | <u>7,200</u> |

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2021 £ | 2020 £ |
|------------------------------|---------------|--------------|
| Trade creditors | 183 | 1,037 |
| Taxation and social security | 3,440 | 1,235 |
| Other creditors | <u>12,566</u> | <u>7,541</u> |
| | <u>16,189</u> | <u>9,813</u> |

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

| | 2021 £ | 2020 £ |
|-----------------|--------------|---------------|
| Other creditors | <u>9,000</u> | <u>13,000</u> |

8. OTHER FINANCIAL COMMITMENTS

The company has contracted for future lease payments of £54,000 in relation to the rent of the salon.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2021

9. THE IMPACT OF COVID-19 ON THE BUSINESS

COVID-19 has presented businesses across the UK with unprecedented challenges. As a result of COVID-19 restrictions the salon has been forced to close for different periods throughout the trading year. However, due to plans implemented by management and due to the Government assistance provided the business has been able to continue to operate as a going concern.

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.