

CASTAWAYS TEA SHOP LIMITED

**Filleted Annual Report and Unaudited Financial Statements
for the Period from 30 July 2019 to 31 March 2020**

Castaways Tea Shop Limited

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Castaways Tea Shop Limited

Company Information

Directors	E V Bartlett S L Bartlett S A Bartlett
Registered office	The Delaval Arms Old Hartley Whitley Bay NE26 4RL
Bankers	Bardays Bank plc 3 Northumberland Place North Shields NE30 1QX
Accountants	MHA Tait Walker Chartered Accountants Bulman House Regent Centre Gosforth Newcastle upon Tyne NE3 3LS

Castaways Tea Shop Limited

(Registration number: 12128337)

Statement of Financial Position as at 31 March 2020

	Note	2020 £
Fixed assets		
Intangible assets	4	810
Tangible assets	5	<u>291,008</u>
		<u>291,818</u>
Current assets		
Stocks	6	2,009
Debtors	7	<u>31,312</u>
Cash at bank and in hand		<u>3,985</u>
		37,306
Creditors: Amounts falling due within one year	8	<u>(361,753)</u>
Net current liabilities		<u>(324,447)</u>
Net liabilities		<u>(32,629)</u>
Capital and reserves		
Called up share capital		10
Profit and loss account		<u>(32,639)</u>
Total equity		<u>(32,629)</u>

For the financial period ending 31 March 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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 and the option not to file the Income Statement has been taken.

Approved and authorised by the Board on 29 March 2021 and signed on its behalf by:

.....
E V Bartlett

Director

The notes on pages 3 to 7 form an integral part of these financial statements.

Castaways Tea Shop Limited

Notes to the Unaudited Financial Statements for the Period from 30 July 2019 to 31 March 2020

1 General information

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

The address of its registered office is The Delaval Arms, Old Hartley, Whitley Bay, NE26 4RL.

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 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

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.

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

Going concern

At the statement of financial position date the company had net liabilities of £32,629. The financial statements have been prepared on a going concern basis which assumes the company will continue in operational existence for the foreseeable future.

The company meets its day to day working capital requirements through cash generated from operations and shareholder funding. The directors have assessed the potential impact of the COVID-19 virus and the financial impact on the company and have developed a business continuity plan should the impact of the pandemic widen.

The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for a period of at least 12 months from the date of signing these financial statements. The company therefore continues to adopt the going concern basis in preparing its financial statements.

If the use of the going concern basis proved to be invalid, the financial statements would have to be prepared on a break up basis in which would be restated to include all assets at estimated realisable value and all liabilities would become current and would have to be increased to include those liabilities contingent on the company ceasing to trade.

Castaways Tea Shop Limited

Notes to the Unaudited Financial Statements for the Period from 30 July 2019 to 31 March 2020 (continued)

2 Accounting policies (continued)

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 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

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 statement of financial position 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
Buildings	not depreciated
Fixtures and fittings	5 years straight line
Office equipment	3 years straight line

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
Other intangible assets	to be amortised once in use

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.

Castaways Tea Shop Limited

Notes to the Unaudited Financial Statements for the Period from 30 July 2019 to 31 March 2020 (continued)

2 Accounting policies (continued)

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.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the period, was 5.

Castaways Tea Shop Limited

Notes to the Unaudited Financial Statements for the Period from 30 July 2019 to 31 March 2020 (continued)

4 Intangible assets

	Other intangible assets £	Total £
Cost or valuation		
Additions acquired separately	810	810
At 31 March 2020	810	810
Carrying amount		
At 31 March 2020	810	810

5 Tangible assets

	Land and buildings £	Fixtures and fittings £	Office equipment £	Total £
Cost or valuation				
Additions	225,789	67,933	642	294,364
At 31 March 2020	225,789	67,933	642	294,364
Depreciation				
Charge for the period	-	3,258	98	3,356
At 31 March 2020	-	3,258	98	3,356
Carrying amount				
At 31 March 2020	225,789	64,675	544	291,008

Castaways Tea Shop Limited

Notes to the Unaudited Financial Statements for the Period from 30 July 2019 to 31 March 2020 (continued)

6 Stocks

	2020 £
Other inventories	2,009

7 Debtors

	2020 £
Prepayments	169
Other debtors	31,143
	31,312

8 Creditors

Creditors: amounts falling due within one year

	2020 £
Due within one year	
Trade creditors	19,254
Taxation and social security	3,367
Accruals and deferred income	2,442
Directors loan accounts	336,690
	361,753

9 Related party transactions

Transactions with directors

	Advances to directors £	Repayments by director £	At 31 March 2020 £
2020			
E V Bartlett			
Director's loan account	10,700	(347,390)	(336,690)

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.