

Company Registration No. SC220064 (Scotland)

REGISTRAR'S
COPY

ESSENSUALS (GLASGOW) LIMITED

DIRECTORS' REPORT
AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2010

FRIDAY



AUN6JSQY

A15

25/03/2011

35

COMPANIES HOUSE

ESSENSUALS (GLASGOW) LIMITED

COMPANY INFORMATION

Directors

J Bell
G T Mascolo

Secretary

WJM Secretaries Limited

Company number

SC220064

Registered office

123 St Vincent St
Glasgow
Lanarkshire
G2 5EA

Accountants

HW
Berkeley House
Amery Street
Alton
Hampshire
GU34 1TH

ESSENSUALS (GLASGOW) LIMITED

CONTENTS

	Page
Directors' report	1
Accountants' report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5 - 8

ESSENSUALS (GLASGOW) LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2010

The directors present their report and financial statements for the year ended 30 June 2010.

Principal activities

The principal activity of the company continued to be that of the provision of hairdressing services.

Directors

The following directors have held office since 1 July 2009:

J Bell
G T Mascolo

Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £1 each	
	30 June 2010	1 July 2009
J Bell	1	1
G T Mascolo	-	-

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board


J Bell
Director
Dated: 7/3/11

ESSENSUALS (GLASGOW) LIMITED

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF ESSENSUALS (GLASGOW) LIMITED FOR THE YEAR ENDED 30 JUNE 2010

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Essensuals (Glasgow) Limited for the year ended 30 June 2010 set out on pages 3 to 8 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook.

This report is made solely to the Board of Directors of Essensuals (Glasgow) Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Essensuals (Glasgow) Limited and state those matters that we have agreed to state to the Board of Directors of Essensuals (Glasgow) Limited, as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Essensuals (Glasgow) Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Essensuals (Glasgow) Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Essensuals (Glasgow) Limited. You consider that Essensuals (Glasgow) Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



HW

Chartered Accountants

18 March 2011

Berkeley House
Alton
Hampshire
GU34 1TH

ESSENSUALS (GLASGOW) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2010

	Notes	2010 £	2009 £
Turnover		187,622	223,057
Cost of sales		(109,412)	(138,546)
Gross profit		78,210	84,511
Administrative expenses		(114,729)	(127,327)
Other operating income		13,512	13,513
Operating loss	2	(23,007)	(29,303)
Other interest receivable and similar income	3	-	17
Interest payable and similar charges		(18)	(571)
Loss on ordinary activities before taxation		(23,025)	(29,857)
Tax on loss on ordinary activities	4	-	-
Loss for the year	9	(23,025)	(29,857)

ESSENSUALS (GLASGOW) LIMITED

BALANCE SHEET

AS AT 30 JUNE 2010

	Notes	2010 £	£	2009 £	£
Fixed assets					
Tangible assets	5		17,264		34,160
Current assets					
Stocks		4,100		4,100	
Debtors	6	47,184		47,924	
Cash at bank and in hand		7,614		10,187	
		<u>58,898</u>		<u>62,211</u>	
Creditors: amounts falling due within one year	7	<u>(176,919)</u>		<u>(174,103)</u>	
Net current liabilities			<u>(118,021)</u>		<u>(111,892)</u>
Total assets less current liabilities			<u>(100,757)</u>		<u>(77,732)</u>
Capital and reserves					
Called up share capital	8		1		1
Profit and loss account	9		<u>(100,758)</u>		<u>(77,733)</u>
Shareholders' funds			<u>(100,757)</u>		<u>(77,732)</u>

For the financial year ended 30 June 2010 the company was entitled to exemption from audit under section 477 Companies Act 2006. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements under the requirements of the Companies Act 2006.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the 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 accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board for issue on 7/3/11

J Bell
Director

Company Registration No. SC220064

ESSENSUALS (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2010

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The company meets its day to day working capital requirements through an overdraft facility and short term loans, the overdraft facility is repayable on demand. The directors consider that it is appropriate to prepare the financial statements on a going concern basis as they expect the company to be able to continue to trade within the facilities made available.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Leasehold improvements	10% straight line per annum
Fixtures, fittings & equipment	20% straight line per annum

1.5 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6 Stock

Stock is valued at the lower of cost and net realisable value and based on the directors' estimate.

1.7 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

2 Operating loss

	2010	2009
	£	£
Operating loss is stated after charging:		
Depreciation of tangible assets	16,896	16,896
Directors' remuneration	-	3,000

ESSENSUALS (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

3	Investment income	2010 £	2009 £
	Bank interest	-	17
		<u>-</u>	<u>17</u>
		<u>-</u>	<u>17</u>

4 Taxation

The company has estimated losses of £32,057 (2009 - £24,077) available for carry forward against future trading profits.

There is an unrecognised deferred tax asset of £11,763 (2009 : £5,878).

5 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 July 2009 & at 30 June 2010	168,961	23,242	192,203
Depreciation			
At 1 July 2009	134,801	23,242	158,043
Charge for the year	16,896	-	16,896
At 30 June 2010	151,697	23,242	174,939
Net book value			
At 30 June 2010	17,264	-	17,264
At 30 June 2009	34,160	-	34,160

6	Debtors	2010 £	2009 £
	Other debtors	47,184	47,924
		<u>47,184</u>	<u>47,924</u>

Debtors include an amount of £30,000 (2009 - £30,000) which is due after more than one year.

ESSENSUALS (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

7	Creditors: amounts falling due within one year	2010 £	2009 £
	Bank loans and overdrafts	-	883
	Trade creditors	106,795	47,768
	Taxation and social security	4,748	4,774
	Other creditors	65,376	120,678
		<u>176,919</u>	<u>174,103</u>

Bank loans and overdrafts are secured by a standard debenture over the assets of the company and a director's limited personal guarantee.

Included in other creditors is a loan from J Bell, a director and shareholder of £9,616 (2009 : £10,524).

Included in other creditors are loans from former directors of £13,730 (2009 : £13,730).

8	Share capital	2010 £	2009 £
	Allotted, called up and fully paid		
	1 Ordinary shares of £1 each	<u>1</u>	<u>1</u>

9 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 July 2009	(77,733)
Loss for the year	<u>(23,025)</u>
Balance at 30 June 2010	<u>(100,758)</u>

ESSENSUALS (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

10 Financial commitments

At 30 June 2010 the company was committed to making the following payments under non-cancellable operating leases in the year to 30 June 2011:

	2010 £	2009 £
Operating leases which expire:		
Between two and five years	42,500	42,500

11 Control

The ultimate controlling party is considered to be J Bell, director and shareholder.

12 Related party relationships and transactions

Mascolo Limited, Essensuals Group Limited and Mascolo Group Limited are related companies due to G T Mascolo being a common director.

Included within administrative expenses and cost of sales is £47,591 (2009 : £46,915) and £14,039 (2009 : £16,450) respectively, invoiced by Essensuals Group Limited. At the year end the balance owed to Essensuals Group Limited was £72,350 (2009 : £24,614). Included within other creditors is a loan of £20,000 (2009 : £20,000) from Essensuals Group Limited.

Purchases from Mascolo Group Limited for the year amounted to £3,478 (2009 : £5,542). At the year end the balance owed from Mascolo Group Limited was £54 (2009 : £609 owed to).

During the year, Essensuals (Glasgow) Limited also entered into transactions with Toni & Guy (Glasgow St Vincent Street) Limited, a related company by virtue of common directorship. Sales of £4,024 (2009 : £3,160) and purchases and recharges of £26,406 (2009 : £42,603). At the year end the net balance due to Toni & Guy (Glasgow St Vincent Street) Limited was £9,196 (2009 : £49,116).

Included in other creditors is a loan due to Toni & Guy (Glasgow St Vincent Street) Limited of £18,560 (2009 : £8,650).

Transactions with directors are detailed in note 7.