

**REGISTERED NUMBER: SC276175 (Scotland)**

**Financial Statements**  
**for the Year Ended 31 December 2017**  
**for**  
**Morale Home Furnishings UK Limited**

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for the Year Ended 31 December 2017**

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**Morale Home Furnishings UK Limited**

**Company Information**  
**for the Year Ended 31 December 2017**

**DIRECTORS:**

Mr K M Ali  
Mr O F Ali  
Mr B K Ali  
Mr L Ali  
Mr S T Ali  
Mr U Ali  
Mr T M Ali

**SECRETARY:**

Mr K M Ali

**REGISTERED OFFICE:**

24 Watt Road  
Hillington Industrial Estate  
Glasgow  
G52 4RY

**REGISTERED NUMBER:**

SC276175 (Scotland)

**ACCOUNTANTS:**

O'Haras Chartered Accountants  
Radleigh House  
1 Golf Road  
Clarkston  
Glasgow  
G76 7HU

**Statement of Financial Position**  
**31 December 2017**

	Notes	2017 £	£	2016 £	£
<b>FIXED ASSETS</b>					
Property, plant and equipment	4		19,014		22,408
<b>CURRENT ASSETS</b>					
Inventories		1,104,634		929,383	
Debtors	5	677,046		513,187	
Cash at bank		<u>8,702</u>		<u>1,082</u>	
		1,790,382		1,443,652	
<b>CREDITORS</b>					
Amounts falling due within one year	6	<u>1,049,854</u>		<u>531,089</u>	
<b>NET CURRENT ASSETS</b>			<u>740,528</u>		<u>912,563</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			759,542		934,971
<b>CREDITORS</b>					
Amounts falling due after more than one year	7		(511,900)		(619,900)
<b>PROVISIONS FOR LIABILITIES</b>			<u>(4,334)</u>		<u>(4,334)</u>
<b>NET ASSETS</b>			<u>243,308</u>		<u>310,737</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital			100		100
Retained earnings			<u>243,208</u>		<u>310,637</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>243,308</u>		<u>310,737</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) 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.
- (b)

**Statement of Financial Position - continued**  
**31 December 2017**

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 28 September 2018 and were signed on its behalf by:

Mr K M Ali - Director

**Notes to the Financial Statements  
for the Year Ended 31 December 2017**

**1. STATUTORY INFORMATION**

Morale Home Furnishings UK Limited is a private company, limited by shares, registered in Scotland. The company's registered number and registered office address can be found on the Company Information page.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Revenue**

Turnover represents the amounts derived from the provision of goods and services, excluding value added tax and trade discounts.

**Tangible fixed assets**

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

Plant and machinery	- 20% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Computer equipment	- 20% on reducing balance

**Inventories**

Inventories 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 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.

**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.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 17 (2016 - 19).

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 December 2017**

**4. PROPERTY, PLANT AND EQUIPMENT**

	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>				
At 1 January 2017	13,423	45,492	48,854	107,769
Additions	-	-	1,358	1,358
At 31 December 2017	<u>13,423</u>	<u>45,492</u>	<u>50,212</u>	<u>109,127</u>
<b>DEPRECIATION</b>				
At 1 January 2017	9,415	38,150	37,796	85,361
Charge for year	801	1,468	2,483	4,752
At 31 December 2017	<u>10,216</u>	<u>39,618</u>	<u>40,279</u>	<u>90,113</u>
<b>NET BOOK VALUE</b>				
At 31 December 2017	<u>3,207</u>	<u>5,874</u>	<u>9,933</u>	<u>19,014</u>
At 31 December 2016	<u>4,008</u>	<u>7,342</u>	<u>11,058</u>	<u>22,408</u>

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

	2017 £	2016 £
Trade debtors	83,407	24,429
Other debtors	<u>593,639</u>	<u>488,758</u>
	<u>677,046</u>	<u>513,187</u>

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

	2017 £	2016 £
Bank loans and overdrafts	109,382	83,204
Trade creditors	409,020	265,264
Taxation and social security	38,188	70,431
Other creditors	<u>493,264</u>	<u>112,190</u>
	<u>1,049,854</u>	<u>531,089</u>

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

	2017 £	2016 £
Other creditors	<u>511,900</u>	<u>619,900</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.