

REGISTERED NUMBER: SC298940 (Scotland)

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018
FOR
2PURE LIMITED**

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for the Year Ended 31 December 2018

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BALANCE SHEET
31 December 2018

	Notes	31.12.18 £	£	31.12.17 £	£
FIXED ASSETS					
Tangible assets	4		19,915		24,521
CURRENT ASSETS					
Stocks		2,489,886		1,197,270	
Debtors	5	963,574		986,971	
Cash at bank		<u>2,784</u>		<u>2,707</u>	
		3,456,244		2,186,948	
CREDITORS					
Amounts falling due within one year	6	<u>2,766,387</u>		<u>1,944,739</u>	
NET CURRENT ASSETS			<u>689,857</u>		<u>242,209</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			709,772		266,730
PROVISIONS FOR LIABILITIES	9		<u>3,780</u>		<u>4,650</u>
NET ASSETS			<u><u>705,992</u></u>		<u><u>262,080</u></u>
CAPITAL AND RESERVES					
Called up share capital			157		118
Share premium			583,148		8,187
Retained earnings			<u>122,687</u>		<u>253,775</u>
SHAREHOLDERS' FUNDS			<u><u>705,992</u></u>		<u><u>262,080</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2018 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)

BALANCE SHEET - continued
31 December 2018

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 30 September 2019 and were signed on its behalf by:

G F Bowie - Director

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 December 2018

1. STATUTORY INFORMATION

2Pure Limited is a private company, limited by shares, registered in Scotland. The company's registered number and registered office address are as below:

Registered number:	SC298940
Registered office:	46c Bavelaw Road Balerno Edinburgh Midlothian EH14 7AE

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 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.
Plant and machinery etc - 50% on cost, 33% on cost and 25% on cost

The directors undertake an impairment review of tangible fixed assets where there is an indication of impairment.

Stocks

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

Basic financial instruments

Short term debtors are measured at transaction price less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Short term creditors are measured at transaction price. Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

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 December 2018**2. 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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 30 (2017 - 27) .

4. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 January 2018	247,478
Additions	12,697
Disposals	(8,826)
At 31 December 2018	<u>251,349</u>
DEPRECIATION	
At 1 January 2018	222,957
Charge for year	17,303
Eliminated on disposal	(8,826)
At 31 December 2018	<u>231,434</u>
NET BOOK VALUE	
At 31 December 2018	<u>19,915</u>
At 31 December 2017	<u>24,521</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2018

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.18	31.12.17
	£	£
Trade debtors	848,644	924,118
Other debtors	114,930	62,853
	<u>963,574</u>	<u>986,971</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.18	31.12.17
	£	£
Bank loans and overdrafts	1,176,694	1,327,348
Trade creditors	1,479,403	334,127
Taxation and social security	75,306	231,745
Other creditors	34,984	51,519
	<u>2,766,387</u>	<u>1,944,739</u>

Included within other creditors are auto enrolment pension contributions of £3,397 (2017 - £915).

7. LEASING AGREEMENTS

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

	31.12.18	31.12.17
	£	£
Within one year	80,075	73,229
Between one and five years	33,430	40,989
	<u>113,505</u>	<u>114,218</u>

8. SECURED DEBTS

The following secured debts are included within creditors:

	31.12.18	31.12.17
	£	£
Bank overdrafts	<u>1,176,694</u>	<u>1,327,348</u>

The bank overdraft partly relates to borrowing under an invoice discounting agreement. The balance due on the invoice discounting agreement at 31 December 2018 was £688,509 (2017 - £748,496). The bank facilities are secured by a bond and floating charge over all the assets of the company.

9. PROVISIONS FOR LIABILITIES

	31.12.18	31.12.17
	£	£
Deferred tax		
Accelerated capital allowances	<u>3,780</u>	<u>4,650</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2018

9. PROVISIONS FOR LIABILITIES - continued

	Deferred tax £
Balance at 1 January 2018	4,650
Credit to Income Statement during year	<u>(870)</u>
Balance at 31 December 2018	<u>3,780</u>

10. RELATED PARTY DISCLOSURES

During the year, total dividends of £59,550 (2017 - £63,550) were paid to the directors .

Remuneration paid to the directors (including pension contributions) amounted to £24,140 (2017 - £20,610). The balance due to the directors on loan accounts at 31 December 2018 was £9,730 (2017 - £111). The loans are interest free and with no formal terms for repayment.

During the previous year, the company re invoiced overhead expenses and charged a management fee to NP Cycle Limited (now in liquidation), a company in which a director held a controlling interest. The expenses recharged amounted to £10,700 and the management fee charged was £36,700. At 31 December 2017, £4,607 was due to 2Pure Limited. In the current year, the net balance of £3,839 was written off as a bad debt.

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.