

Unaudited Financial Statements for the Year Ended 31 July 2018

for

Milton Ernest Garden Centre Limited

WEDNESDAY



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Contents of the Financial Statements
for the Year Ended 31 July 2018

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

Milton Ernest Garden Centre Limited

Company Information
for the Year Ended 31 July 2018

DIRECTOR: Mrs M A Catlin

SECRETARY: B Tyler

REGISTERED OFFICE: Radwell Road
Milton Ernest
Bedfordshire
MK44 1SH

REGISTERED NUMBER: 01242176 (England and Wales)

ACCOUNTANT: RJ Cladd FCA
Trutax
21 Dean Forest Way
Broughton
Milton Keynes
Buckinghamshire
MK10 7AD

Balance Sheet

31 July 2018

	Notes	31.7.18 £	31.7.17 £
FIXED ASSETS			
Intangible assets	4	4,177	8,354
Tangible assets	5	59,846	61,602
		<u>64,023</u>	<u>69,956</u>
CURRENT ASSETS			
Stocks	6	130,881	123,851
Debtors	7	37,763	36,318
Cash at bank and in hand		324,789	225,983
		<u>493,433</u>	<u>386,152</u>
CREDITORS			
Amounts falling due within one year	8	191,511	133,614
		<u>191,511</u>	<u>133,614</u>
NET CURRENT ASSETS		<u>301,922</u>	<u>252,538</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>365,945</u>	<u>322,494</u>
PROVISIONS FOR LIABILITIES		<u>8,839</u>	<u>8,675</u>
NET ASSETS		<u><u>357,106</u></u>	<u><u>313,819</u></u>
CAPITAL AND RESERVES			
Called up share capital		100	100
Retained earnings		357,006	313,719
		<u>357,106</u>	<u>313,819</u>
SHAREHOLDERS' FUNDS		<u><u>357,106</u></u>	<u><u>313,819</u></u>

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2018 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges her responsibilities for:

- 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.

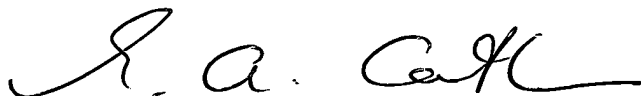
Balance Sheet - continued

31 July 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 director on 25 October 2018 and were signed by:

A handwritten signature in black ink, appearing to read 'M. A. Catlin', with a long horizontal flourish at the end.

Mrs M A Catlin - Director

1. **STATUTORY INFORMATION**

Milton Ernest Garden Centre Limited 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.

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

Revenue represents the net amount of cash sales/invoices to customers, less credit notes for goods returned, excluding VAT, less loyalty discount.

Revenue is recognised at the point of Sale.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2007, is being amortised evenly over its estimated useful life of twenty years.

Depreciation of Goodwill has been accelerated, to comply with Accounting Standards.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Depreciation

Depreciation is provided on Leasehold Property on a straight-line basis over the life of the primary lease.

Depreciation is provided on other tangible assets to write them off over their estimated useful lives using the reducing balance basis. The following rates have been applied :

Fitting Out Costs 15% p.a.

Equipment 25% p.a.

Motor Vehicles 25% p.a.

Depreciation is provided on Intangible Fixed Assets on a straight-line basis over 20 years.

Stocks

Stocks 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 balance sheet date.

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.

Loyalty discount

Loyalty Discount paid to customers, in the form of goods given in exchange for a voucher, is written off in the Trading Account.

Rents

Rentals paid under the terms of operating leases are charged to the Profit and Loss Account as they accrue.

Going concern

Going Concern - The Accounts have been prepared on a Going Concern Basis. The main reasons for this policy are:

- a. the company is liquid and has no onerous commitments
- b. the company does not place heavy reliance on one source of customers,
- c. Fixed Overheads are low.

The Director is of the opinion that it is not practical to forecast the results of the company, 12 months ahead from now, but there is no present threat to the Going Concern Status continuing.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 36 (2017 - 37).

Notes to the Financial Statements - continued
for the Year Ended 31 July 2018

4. **INTANGIBLE FIXED ASSETS**

	Goodwill £
COST	
At 1 August 2017 and 31 July 2018	40,155
AMORTISATION	
At 1 August 2017	31,801
Amortisation for year	4,177
At 31 July 2018	35,978
NET BOOK VALUE	
At 31 July 2018	4,177
At 31 July 2017	8,354

Note: There were no capital commitments as at 31st July 2018.

5. **TANGIBLE FIXED ASSETS**

	Short leasehold £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 August 2017	22,570	333,778	8,833	365,181
Additions	-	8,839	-	8,839
At 31 July 2018	22,570	342,617	8,833	374,020
DEPRECIATION				
At 1 August 2017	11,795	287,919	3,865	303,579
Charge for year	569	8,784	1,242	10,595
At 31 July 2018	12,364	296,703	5,107	314,174
NET BOOK VALUE				
At 31 July 2018	10,206	45,914	3,726	59,846
At 31 July 2017	10,775	45,859	4,968	61,602

6. **STOCKS**

	31.7.18 £	31.7.17 £
Stocks	130,881	123,851

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

	31.7.18 £	31.7.17 £
Trade debtors	2,731	898
Other debtors	809	809
Prepayments and accrued income	34,223	34,611
	37,763	36,318

Notes to the Financial Statements - continued
for the Year Ended 31 July 2018

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.7.18	31.7.17
	£	£
Trade creditors	90,662	65,636
Tax	19,649	22,878
Social security and other taxes	3,952	-
VAT	52,312	41,481
Other creditors	230	902
Accrued expenses	24,706	2,717
	<u>191,511</u>	<u>133,614</u>

9. LEASING AGREEMENTS

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

	31.7.18	31.7.17
	£	£
Within one year	76,000	76,000
Between one and five years	316,000	312,000
In more than five years	1,120,000	1,200,000
	<u>1,512,000</u>	<u>1,588,000</u>

The current lease commenced in February 2017, for a term of 20 years.

10. CONTINGENT LIABILITIES

A Garden Value Plus Loyalty Scheme is operating. Customers hold cards which are swiped when they purchase goods, points being awarded.

At the end of each calendar quarter a voucher is issued to the customer.

There is no contingent liability to redeem issued loyalty vouchers at 31st July 2018.