

Established & Sons Limited

Annual Report and Unaudited Abridged Financial Statements
for the Year Ended 31 December 2019

Established & Sons Limited

(Registration number: 05253867)

Abridged Balance Sheet as at 31 December 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>4</u>	43,457	63,172
Current assets			
Stocks	<u>5</u>	681,270	631,510
Debtors		141,358	81,514
Cash at bank and in hand		156,046	104,042
		978,674	817,066
Prepayments and accrued income		45,393	63,040
Creditors: Amounts falling due within one year		(371,289)	(456,041)
Net current assets		652,778	424,065
Total assets less current liabilities		696,235	487,237
Creditors: Amounts falling due after more than one year		(1,888,912)	(1,348,872)
Accruals and deferred income		(77,272)	(123,450)
Net liabilities		(1,269,949)	(985,085)
Capital and reserves			
Called up share capital	<u>6</u>	105,483	91,636
Share premium reserve		15,761,551	15,095,398
Profit and loss account		(17,136,983)	(16,172,119)
Shareholders' deficit		(1,269,949)	(985,085)

For the financial year ending 31 December 2019 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 accounts for the year 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 accounts.

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 Profit and Loss Account has been taken.

All of the company's members have consented to the preparation of an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

Established & Sons Limited

(Registration number: 05253867)

Abridged Balance Sheet as at 31 December 2019

Approved and authorised by the Board on 20 January 2021 and signed on its behalf by:

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Mr Jean Patrick Mueller-Hermann

Director

Established & Sons Limited

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2019

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:

7 Tilney Court
London
EC1V 9BQ

These financial statements were authorised for issue by the Board on 20 January 2021.

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 abridged 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 abridged 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.

Going concern

The company had net current liabilities at the year end. The directors have prepared cash flow forecasts for the period to 31 December 2018 which indicates that the company is likely to require support from its shareholders at certain times to continue to trade and meet its obligations as they fall due. The shareholders have been providing support as required to the company during the year and since the year end, and have confirmed that they will continue to make such support as the company needs available as required over the forecast period.

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 sales/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.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Established & Sons Limited

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2019

Tangible assets

Tangible assets are stated in the balance sheet 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
Plant and machinery	Over the period of 3 to 10 years on a straight line basis
Fixture and fittings	20% per annum on a straight line basis

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

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.

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.

Borrowings

Established & Sons Limited

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2019

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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 year, was 9 (2018 - 9).

Established & Sons Limited

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2019

4 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Office equipment £	Total £
Cost or valuation				
At 1 January 2019	173,411	1,132,648	127,112	1,433,171
Additions	-	8,961	2,786	11,747
Disposals	-	-	(1,080)	(1,080)
At 31 December 2019	173,411	1,141,609	128,818	1,443,838
Depreciation				
At 1 January 2019	152,000	1,109,625	108,374	1,369,999
Charge for the year	7,229	17,752	5,598	30,579
Eliminated on disposal	-	-	(197)	(197)
At 31 December 2019	159,229	1,127,377	113,775	1,400,381
Carrying amount				
At 31 December 2019	14,182	14,232	15,043	43,457
At 31 December 2018	21,411	23,023	18,738	63,172

5 Stocks

	2019 £	2018 £
Other inventories	681,270	631,510

6 Share capital

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary shares of £0.01 each	10,548,342	105,483.42	9,163,617	91,636.17

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.