

Aces Couture Limited

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

Aces Couture Limited

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Aces Couture Limited

Company Information

Director Mrs R Jerath

Company secretary Mrs R Jerath

Registered office Bebe House
Dukesway
Team Valley Trading Estate
Gateshead
Tyne and Wear
NE11 0PZ

Accountants McManus Hall Ltd
C11 Marquis Court
Team Valley
Gateshead
Tyne and Wear
NE11 0RU

Aces Couture Limited
(Registration number: 05612552)
Balance Sheet as at 31 August 2019

	Note	2019 £	2018 £
Fixed assets			
Intangible assets	<u>4</u>	20,767	27,714
Tangible assets	<u>5</u>	500	750
		<u>21,267</u>	<u>28,464</u>
Current assets			
Stocks	<u>6</u>	197,706	145,165
Debtors	<u>7</u>	47,472	51,980
Cash at bank and in hand		1,419	45,969
		246,597	243,114
Creditors: Amounts falling due within one year	<u>8</u>	(393,527)	(321,471)
Net current liabilities		(146,930)	(78,357)
Net liabilities		<u>(125,663)</u>	<u>(49,893)</u>
Capital and reserves			
Called up share capital	<u>9</u>	1,000	1,000
Profit and loss account		(126,663)	(50,893)
Total equity		<u>(125,663)</u>	<u>(49,893)</u>

For the financial year ending 31 August 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges her 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.

The notes on pages 5 to 10 form an integral part of these financial statements.

Aces Couture Limited
(Registration number: 05612552)
Balance Sheet as at 31 August 2019

Approved and authorised by the director on 30 May 2019

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Mrs R Jerath
Company secretary and director

The notes on pages 5 to 10 form an integral part of these financial statements.

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Aces Couture Limited

Statement of Changes in Equity for the Year Ended 31 August 2019

	Share capital £	Profit and loss account £	Total £
At 1 September 2018	1,000	(50,893)	(49,893)
Loss for the year	-	(75,770)	(75,770)
Total comprehensive income	-	(75,770)	(75,770)
At 31 August 2019	1,000	(126,663)	(125,663)

	Share capital £	Profit and loss account £	Total £
At 1 September 2017	1,000	7,019	8,019
Loss for the year	-	(57,912)	(57,912)
Total comprehensive income	-	(57,912)	(57,912)
At 31 August 2018	1,000	(50,893)	(49,893)

The notes on pages 5 to 10 form an integral part of these financial statements.

Aces Couture Limited

Notes to the Financial Statements for the Year Ended 31 August 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:

Bebe House
Dukesway
Team Valley Trading Estate
Gateshead
Tyne and Wear
NE11 0PZ

The principal place of business is:

Bebe House
Dukesway
Team Valley Trading Estate
Gateshead
Tyne and Wear
NE11 0PZ

These financial statements were authorised for issue by the director on 30 May 2019.

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 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 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

Included within other creditors is £129,613 owed to Bebe Clothing (UK) Limited, a company in which R Jerath is a director. It has been agreed that this will not be drawn to the detriment of other creditors. The financial statements have therefore been prepared on a going concern basis.

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.

Aces Couture Limited

Notes to the Financial Statements for the Year Ended 31 August 2019

Tangible assets

Tangible assets are stated in the statement of financial position 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	25% straight line

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Intangible assets

Separately acquired trademarks and licences are shown at historical cost.

Trademarks, licences (including software) and customer-related intangible assets acquired in a business combination are recognised at fair value at the acquisition date.

Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Patents and licences	20% straight line
Goodwill	20% straight line

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.

Aces Couture Limited

Notes to the Financial Statements for the Year Ended 31 August 2019

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.

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 the director) during the year, was 3 (2018 - 3).

Aces Couture Limited

Notes to the Financial Statements for the Year Ended 31 August 2019

4 Intangible assets

	Goodwill £	Trademarks, patents and licenses £	Total £
Cost or valuation			
At 1 September 2018	28,995	11,932	40,927
Additions acquired separately	-	1,239	1,239
At 31 August 2019	28,995	13,171	42,166
Amortisation			
At 1 September 2018	5,799	7,414	13,213
Amortisation charge	5,799	2,387	8,186
At 31 August 2019	11,598	9,801	21,399
Carrying amount			
At 31 August 2019	17,397	3,370	20,767
At 31 August 2018	23,196	4,518	27,714

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2018 - £Nil).

Aces Couture Limited

Notes to the Financial Statements for the Year Ended 31 August 2019

5 Tangible assets

	Other tangible assets £	Total £
Cost or valuation		
At 1 September 2018	4,535	4,535
At 31 August 2019	4,535	4,535
Depreciation		
At 1 September 2018	3,785	3,785
Charge for the year	250	250
At 31 August 2019	4,035	4,035
Carrying amount		
At 31 August 2019	500	500
At 31 August 2018	750	750

6 Stocks

	2019 £	2018 £
Other inventories	197,706	145,165

7 Debtors

	2019 £	2018 £
Trade debtors	13,602	32,685
Prepayments	-	4,658
Other debtors	33,870	14,637
	47,472	51,980

8 Creditors

Creditors: amounts falling due within one year

	Note	2019 £	2018 £
Due within one year			
Trade creditors		246,875	230,916
Taxation and social security		16,289	1,199
Other creditors		130,363	89,356
		393,527	321,471

Aces Couture Limited

Notes to the Financial Statements for the Year Ended 31 August 2019

9 Share capital

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary of £1 each	1,000	1,000	1,000	1,000

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.