

**GARDEN BEST BUYS LIMITED**

**UNAUDITED  
FINANCIAL STATEMENTS**

**30 SEPTEMBER 2017**



**ArmstrongWatson®**  
Accountants, Business & Financial Advisers

**GARDEN BEST BUYS LIMITED**  
**REGISTERED NUMBER: 07251414**

**BALANCE SHEET**  
**AS AT 30 SEPTEMBER 2017**

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	4	5,353	7,278
		<u>5,353</u>	<u>7,278</u>
<b>Current assets</b>			
Stocks	5	16,490	41,250
Debtors: amounts falling due within one year	6	3,456	4,469
Cash at bank and in hand	7	5,028	1,790
		<u>24,974</u>	<u>47,509</u>
Creditors: amounts falling due within one year	8	(264,581)	(357,720)
<b>Net current liabilities</b>		<u>(239,607)</u>	<u>(310,211)</u>
<b>Total assets less current liabilities</b>		<u>(234,254)</u>	<u>(302,933)</u>
<b>Net liabilities</b>		<u>(234,254)</u>	<u>(302,933)</u>
<b>Capital and reserves</b>			
Called up share capital		90	90
Profit and loss account		(234,344)	(303,023)
		<u>(234,254)</u>	<u>(302,933)</u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

31/5/18  


**T M Carter**  
Director

The notes on pages 2 to 5 form part of these financial statements.

# GARDEN BEST BUYS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2017

### 1. General information

The principal activity of the company during the year is the sale of gardening products and gifts. The registered office is located at Third Floor, 10 South Parade, Leeds, West Yorkshire, LS1 5QS.

The company is a limited liability company incorporated and domiciled in the United Kingdom. The company is tax resident in the United Kingdom.

### 2. Accounting policies

#### 2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

#### 2.2 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

##### Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

#### 2.3 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Office equipment	-	20% Straight line
Website	-	20% Straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of comprehensive income.

## **GARDEN BEST BUYS LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2017**

#### **2. Accounting policies (continued)**

##### **2.4 Stocks**

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is 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.

##### **2.5 Debtors**

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

##### **2.6 Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

##### **2.7 Financial instruments**

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

##### **2.8 Creditors**

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

##### **2.9 Finance costs**

Finance costs are charged to the Statement of comprehensive income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

##### **2.10 Borrowing costs**

All borrowing costs are recognised in the Statement of comprehensive income in the year in which they are incurred.

#### **3. Employees**

The average monthly number of employees, including directors, during the year was 1 (2016 - 1).

# GARDEN BEST BUYS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2017

### 4. Tangible fixed assets

	Office equipment £	Other fixed assets £	Total £
<b>Cost or valuation</b>			
At 1 October 2016	4,932	17,442	22,374
At 30 September 2017	4,932	17,442	22,374
<b>Depreciation</b>			
At 1 October 2016	4,631	10,465	15,096
Charge for the year on owned assets	181	1,744	1,925
At 30 September 2017	4,812	12,209	17,021
<b>Net book value</b>			
At 30 September 2017	120	5,233	5,353
At 30 September 2016	301	6,977	7,278

### 5. Stocks

	2017 £	2016 £
Raw materials	16,490	41,250
	16,490	41,250

### 6. Debtors

	2017 £	2016 £
Trade debtors	3,367	4,380
Other debtors	89	89
	3,456	4,469

# GARDEN BEST BUYS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2017

### 7. Cash and cash equivalents

	2017 £	2016 £
Cash at bank and in hand	5,028	1,790
	<u>5,028</u>	<u>1,790</u>

### 8. Creditors: Amounts falling due within one year

	2017 £	2016 £
Bank loans	183,860	201,683
Trade creditors	4,856	35,184
Other taxation and social security	4,041	14,771
Other creditors	68,488	100,950
Accruals and deferred income	3,336	5,132
	<u>264,581</u>	<u>357,720</u>

The bank loans are secured by a personal guarantee given by the directors.

### 9. Related party transactions

Other creditors includes £68,488 (2016 - £99,609) due to ETL Developments Limited, a company with common directors and shareholders.

### 10. First time adoption of FRS 102

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.