

NORTHERN TEA MERCHANTS LTD

Company Registration No. 06132207 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019

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NORTHERN TEA MERCHANTS LTD

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NORTHERN TEA MERCHANTS LTD

BALANCE SHEET

AS AT 31 MARCH 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Intangible assets	3		76,000		85,500
Tangible assets	4		30,744		38,201
			<u>106,744</u>		<u>123,701</u>
Current assets					
Stocks		447,739		448,501	
Debtors	5	416,450		383,350	
Cash at bank and in hand		50,517		97,225	
		<u>914,706</u>		<u>929,076</u>	
Creditors: amounts falling due within one year	6	(445,941)		(547,352)	
Net current assets			<u>468,765</u>		<u>381,724</u>
Total assets less current liabilities			<u>575,509</u>		<u>505,425</u>
Creditors: amounts falling due after more than one year	7		(114,840)		(146,449)
Provisions for liabilities			<u>(5,024)</u>		<u>(6,276)</u>
Net assets			<u><u>455,645</u></u>		<u><u>352,700</u></u>
Capital and reserves					
Called up share capital			1,000		1,000
Profit and loss reserves			<u>454,645</u>		<u>351,700</u>
Total equity			<u><u>455,645</u></u>		<u><u>352,700</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

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

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 members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

NORTHERN TEA MERCHANTS LTD

BALANCE SHEET (CONTINUED)

AS AT 31 MARCH 2019

The financial statements were approved by the board of directors and authorised for issue on 19 December 2019 and are signed on its behalf by:

Mr James Pogson

Director

Company Registration No. 06132207

NORTHERN TEA MERCHANTS LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

Company information

Northern Tea Merchants Ltd is a private company limited by shares incorporated in England and Wales. The registered office is 193 Chatsworth Road, Chesterfield, Derbyshire, S40 2BA.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover represents amounts receivable for goods net of VAT and trade discounts.

1.3 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is 20 years.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost of assets less their residual values over their useful lives on the following bases:

Plant and machinery	20% Straight line
Fixtures, fittings & equipment	15% Straight line
Computer equipment	33.3% Straight line
Motor vehicles	25% Straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

NORTHERN TEA MERCHANTS LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies (Continued)

1.5 Stocks

Stocks are stated at the lower of cost and estimated selling price.

1.6 Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand and deposits held at call with banks.

1.7 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

1.8 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

1.9 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.10 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

Rental income from operating leases is recognised on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight line basis over the lease term.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 25 (2018 - 24).

NORTHERN TEA MERCHANTS LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

3 Intangible fixed assets

	Goodwill £
Cost	
At 1 April 2018 and 31 March 2019	190,000
Amortisation and impairment	
At 1 April 2018	104,500
Amortisation charged for the year	9,500
At 31 March 2019	114,000
Carrying amount	
At 31 March 2019	76,000
At 31 March 2018	85,500

4 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 April 2018	179,048
Additions	5,454
Disposals	(5,085)
At 31 March 2019	179,417
Depreciation and impairment	
At 1 April 2018	140,847
Depreciation charged in the year	12,911
Eliminated in respect of disposals	(5,085)
At 31 March 2019	148,673
Carrying amount	
At 31 March 2019	30,744
At 31 March 2018	38,201

NORTHERN TEA MERCHANTS LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

5 Debtors

	2019	2018
	£	£
Amounts falling due within one year:		
Trade debtors	390,448	340,248
Payments in advance	-	12,365
Other debtors	26,002	30,737
	<u>416,450</u>	<u>383,350</u>

6 Creditors: amounts falling due within one year

	2019	2018
	£	£
Bank loans	31,747	31,277
Trade creditors	222,397	297,738
Corporation tax	30,100	28,595
Other taxation and social security	8,490	8,402
Other creditors	153,207	181,340
	<u>445,941</u>	<u>547,352</u>

The bank borrowings are secured by way of a personal guarantee by the directors.

7 Creditors: amounts falling due after more than one year

	2019	2018
	£	£
Bank loans	114,840	146,449
	<u>114,840</u>	<u>146,449</u>

The bank borrowings are secured by way of a personal guarantee by the directors.

Creditors which fall due after five years are as follows:

	2019	2018
	£	£
Payable by instalments	-	49,745
	<u>-</u>	<u>49,745</u>

8 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

	2019	2018
	£	£
	35,512	45,925
	<u>35,512</u>	<u>45,925</u>

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.