

AMENDED

COMPANY REGISTRATION NUMBER: 06959433

Magic Wrap Limited
Filleted Unaudited Financial Statements
31 July 2018



PETER WILKINS & CO.
Chartered Accountants
1st Floor, Tudor House
16 Cathedral Road
Cardiff
CF11 9LJ

Magic Wrap Limited
Statement of Financial Position
31 July 2018

	Note	2018 £	£	2017 £
Fixed assets				
Tangible assets	6		38,705	45,607
Current assets				
Stocks		1,250		1,250
Debtors	7	4,516		16,892
Cash at bank and in hand		31,940		16,482
		37,706		34,624
Creditors: amounts falling due within one year	8	64,921		74,766
Net current liabilities			27,215	40,142
Total assets less current liabilities			11,490	5,465
Net assets			11,490	5,465
Capital and reserves				
Called up share capital			100	100
Profit and loss account			11,390	5,365
Shareholders funds			11,490	5,465

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

For the year ending 31 July 2018 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 financial statements for the year in question in accordance with section 476;
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position
continues on the following page.

The notes on pages 3 to 6 form part of these financial statements.

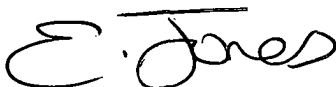
Magic Wrap Limited

Statement of Financial Position *(continued)*

31 July 2018

These financial statements were approved by the board of directors and authorised for issue on 26 April 2019, and are signed on behalf of the board by:

Mr E J H Jones
Director

A handwritten signature in black ink, appearing to read 'E. Jones', is positioned to the right of the printed name and title.

Company registration number: 06959433

Magic Wrap Limited
Notes to the Financial Statements
Year ended 31 July 2018

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Tudor House, 16 Cathedral Road, Cardiff, CF11 9LJ.

2. Statement of compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Revenue recognition

Turnover comprises amounts receivable in the ordinary course of business from the principal activities of the company, exclusive of value added tax and discounts where applicable.

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill - 20% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Magic Wrap Limited**Notes to the Financial Statements** *(continued)***Year ended 31 July 2018****3. Accounting policies** *(continued)***Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures fittings and equipment - 25% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

Magic Wrap Limited

Notes to the Financial Statements *(continued)*

Year ended 31 July 2018

3. Accounting policies *(continued)*

Defined contribution plans *(continued)*

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 40 (2017: 40).

5. Intangible assets

	Goodwill £
Cost	
At 1 August 2017 and 31 July 2018	<u>10,000</u>
Amortisation	
At 1 August 2017 and 31 July 2018	<u>10,000</u>
Carrying amount	
At 31 July 2018	<u>–</u>
At 31 July 2017	<u>–</u>

6. Tangible assets

	Equipment £	Total £
Cost		
At 1 August 2017	66,950	66,950
Additions	5,999	5,999
At 31 July 2018	<u>72,949</u>	<u>72,949</u>
Depreciation		
At 1 August 2017	21,343	21,343
Charge for the year	12,901	12,901
At 31 July 2018	<u>34,244</u>	<u>34,244</u>
Carrying amount		
At 31 July 2018	<u>38,705</u>	<u>38,705</u>
At 31 July 2017	<u>45,607</u>	<u>45,607</u>

7. Debtors

	2018 £	2017 £
Other debtors	<u>4,516</u>	<u>16,892</u>

Magic Wrap Limited
Notes to the Financial Statements *(continued)*
Year ended 31 July 2018

8. Creditors: amounts falling due within one year

	2018	2017
	£	£
Bank loans and overdrafts	19,447	–
Trade creditors	9,739	7,779
Corporation tax	4,981	–
Social security and other taxes	5,566	5,035
Other creditors	25,188	61,952
	<u>64,921</u>	<u>74,766</u>

9. Director's advances, credits and guarantees

During the year the director entered into the following advances and credits with the company:

	2018			
	Balance brought forward	Advances/ (credits) to the director	Amounts repaid	Balance outstanding
	£	£	£	£
Mr E J H Jones	(58,312)	(8,300)	45,989	(20,623)

	2017			
	Balance brought forward	Advances/ (credits) to the director	Amounts repaid	Balance outstanding
	£	£	£	£
Mr E J H Jones	(40,250)	(40,710)	22,648	(58,312)

10. Related party transactions

The company was under the control of Mr E Jones throughout the current year. No transactions with related parties were undertaken such as are required to be disclosed under FRS 102.