

Company Registration No. 00534941 (England and Wales)

**CAPITOL CARPETS LIMITED**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

# **CAPITOL CARPETS LIMITED**

## **COMPANY INFORMATION**

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<b>Directors</b>	Mr A Crow Mr C Crow
<b>Company number</b>	00534941
<b>Registered office</b>	104 Beddington Lane Croydon Surrey CR0 4TB
<b>Accountants</b>	Bryden Johnson Limited Kings Parade Lower Coombe Street Croydon Surrey CR0 1AA

# **CAPITOL CARPETS LIMITED**

## **CONTENTS**

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	<b>Page</b>
Directors' report	1
Accountants' report	2
Profit and loss account	3
Balance sheet	4 - 5
Notes to the financial statements	6 - 9

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# **CAPITOL CARPETS LIMITED**

## **DIRECTORS' REPORT**

***FOR THE YEAR ENDED 31 DECEMBER 2019***

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The directors present their annual report and financial statements for the year ended 31 December 2019.

### **Principal activities**

The principal activity of the company continued to be that of retail sale of carpets and floor coverings.

### **Directors**

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr A Crow

Mr C Crow

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board

Mr C Crow

**Director**

18 March 2020

## **CAPITOL CARPETS LIMITED**

### **CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF CAPITOL CARPETS LIMITED FOR THE YEAR ENDED 31 DECEMBER 2019**

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In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Capitol Carpets Limited for the year ended 31 December 2019 set out on pages 3 to 9 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Capitol Carpets Limited, as a body, in accordance with the terms of our engagement letter dated 20 September 2013. Our work has been undertaken solely to prepare for your approval the financial statements of Capitol Carpets Limited and state those matters that we have agreed to state to the Board of Directors of Capitol Carpets Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF as detailed at [icaew.com](http://www.icaew.com). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Capitol Carpets Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Capitol Carpets Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Capitol Carpets Limited. You consider that Capitol Carpets Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Capitol Carpets Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

**Bryden Johnson Limited**

18 March 2020

**Chartered Accountants**

Kings Parade  
Lower Coombe Street  
Croydon  
Surrey  
CR0 1AA

## CAPITOL CARPETS LIMITED

### PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2019

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	2019 £	2018 £
<b>Turnover</b>	974,054	985,230
Cost of sales	(671,490)	(647,791)
	<hr/>	<hr/>
<b>Gross profit</b>	302,564	337,439
Administrative expenses	(323,916)	(349,508)
	<hr/>	<hr/>
<b>Operating loss</b>	(21,352)	(12,069)
Interest payable and similar expenses	(2,171)	(694)
	<hr/>	<hr/>
<b>Loss before taxation</b>	(23,523)	(12,763)
Tax on loss	-	1,654
	<hr/>	<hr/>
<b>Loss for the financial year</b>	<u>(23,523)</u>	<u>(11,109)</u>

# CAPITOL CARPETS LIMITED

## BALANCE SHEET

AS AT 31 DECEMBER 2019

	Notes	2019 £	£	2018 £	£
<b>Fixed assets</b>					
Tangible assets	4		103,920		107,480
<b>Current assets</b>					
Stocks		67,227		78,064	
Debtors	5	71,557		104,012	
Cash at bank and in hand		192		191	
		<u>138,976</u>		<u>182,267</u>	
<b>Creditors: amounts falling due within one year</b>	6	<u>(208,520)</u>		<u>(228,025)</u>	
<b>Net current liabilities</b>			(69,544)		(45,758)
<b>Total assets less current liabilities</b>			<u>34,376</u>		<u>61,722</u>
<b>Creditors: amounts falling due after more than one year</b>	7		(974)		(4,797)
<b>Net assets</b>			<u>33,402</u>		<u>56,925</u>
<b>Capital and reserves</b>					
Called up share capital	8		12,200		12,200
Capital redemption reserve			43,130		43,130
Profit and loss reserves			<u>(21,928)</u>		<u>1,595</u>
<b>Total equity</b>			<u>33,402</u>		<u>56,925</u>

For the financial year ended 31 December 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 in accordance with the provisions applicable to companies subject to the small companies regime.

## **CAPITOL CARPETS LIMITED**

### **BALANCE SHEET (CONTINUED)**

***AS AT 31 DECEMBER 2019***

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The financial statements were approved by the board of directors and authorised for issue on 18 March 2020 and are signed on its behalf by:

Mr C. Crow  
**Director**

**Company Registration No. 00534941**



# CAPITOL CARPETS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

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### 1 Accounting policies

#### Company information

Capitol Carpets Limited is a private company limited by shares incorporated in England and Wales. The registered office is 104 Beddington Lane, Croydon, Surrey, CR0 4TB.

#### 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 are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

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

#### 1.2 Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

#### 1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT.

#### 1.4 Tangible fixed assets

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

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

Land and buildings Leasehold	Over the period of the lease
Fixtures, fittings & equipment	10% reducing balance basis
Motor vehicles	25% reducing balance basis

#### 1.5 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

#### 1.6 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 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.

# CAPITOL CARPETS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

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### 1 Accounting policies

(Continued)

#### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Trade debtors, loans and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method, less any impairment.

#### **Classification of financial liabilities**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

#### **Basic financial liabilities**

Basic financial liabilities, including trade and other payables, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Trade payables 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 payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

### 1.8 Taxation

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

#### **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.

### 2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 10 (2018 - 10).

# CAPITOL CARPETS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

### 3 Intangible fixed assets

	Goodwill £
<b>Cost</b>	
At 1 January 2019 and 31 December 2019	29,750
<b>Amortisation and impairment</b>	
At 1 January 2019 and 31 December 2019	29,750
<b>Carrying amount</b>	
At 31 December 2019	-
At 31 December 2018	-

### 4 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
<b>Cost</b>			
At 1 January 2019	179,528	129,063	308,591
Additions	-	1,425	1,425
At 31 December 2019	179,528	130,488	310,016
<b>Depreciation and impairment</b>			
At 1 January 2019	90,295	110,816	201,111
Depreciation charged in the year	2,855	2,130	4,985
At 31 December 2019	93,150	112,946	206,096
<b>Carrying amount</b>			
At 31 December 2019	86,378	17,542	103,920
At 31 December 2018	89,233	18,247	107,480

Freehold land and buildings with a carrying amount of £86,378 (2018 - £89,233) have been pledged to secure borrowings of the company. The company is not allowed to pledge these assets as security for other borrowings or to sell them to another entity.

The overdraft is secured on the leasehold premises.

# CAPITOL CARPETS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

<b>5 Debtors</b>	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
<b>Amounts falling due within one year:</b>		
Trade debtors	40,029	77,402
Corporation tax recoverable	-	1,627
Other debtors	31,528	24,983
	<u>71,557</u>	<u>104,012</u>
	<u><u>71,557</u></u>	<u><u>104,012</u></u>
Trade debtors disclosed above are measured at amortised cost.		
<b>6 Creditors: amounts falling due within one year</b>	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	53,403	47,488
Trade creditors	74,938	75,456
Taxation and social security	36,994	49,502
Other creditors	43,185	55,579
	<u>208,520</u>	<u>228,025</u>
	<u><u>208,520</u></u>	<u><u>228,025</u></u>
<b>7 Creditors: amounts falling due after more than one year</b>	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	974	4,797
	<u>974</u>	<u>4,797</u>
	<u><u>974</u></u>	<u><u>4,797</u></u>
<b>8 Called up share capital</b>	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
<b>Ordinary share capital</b>		
<b>Issued and fully paid</b>		
5,350 Ordinary 'A' shares of £1 each	5,350	5,350
4,175 Ordinary 'B' shares of £1 each	4,175	4,175
2,675 Ordinary 'C' shares of £1 each	2,675	2,675
	<u>12,200</u>	<u>12,200</u>
	<u><u>12,200</u></u>	<u><u>12,200</u></u>

### 9 Directors' transactions

At the year end, included in other creditors is an amount of £Nil (2018: £2,087) due to the director of the company.

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.