

Italian Apparel Limited

Financial statements

Year ended 31 May 2018

Company registration number: NI618885



Italian Apparel Limited

Director and other information

Director	Mr DJM Finlay
Registered office	15 Sloefield Drive Troopers Land Industrial Estate Carrickfergus BT38 8GX
Accountants	KPMG Chartered Accountants The Soloist Building 1 Lanyon Place Belfast BT1 3LP
Bankers	Ulster Bank Limited 11 - 16 Donegall Square East Belfast BT1 5UB
Solicitors	Johnsons 50 - 56 Wellington Place Belfast BT1 6GF
Registered number	NI618885

Italian Apparel Limited

Balance sheet as at 31 May 2018

	Note	2018 £	2018 £	2017 £	2017 £
Fixed assets					
Tangible assets	3		366,664		384,429
Current assets					
Debtors	4	197,906		145,857	
Cash at bank and in hand		59,019		41,282	
		<u>256,925</u>		<u>187,139</u>	
Creditors: amounts falling due within one year	5	786,274		571,221	
		<u></u>		<u></u>	
Net current liabilities			(529,349)		(384,082)
			<u></u>		<u></u>
Net liabilities			(162,685)		347
			<u></u>		<u></u>
Capital and reserves					
Called up share capital	7		100		100
Profit and loss account	8		(162,785)		247
			<u></u>		<u></u>
Total shareholders' deficit	9		(162,685)		347
			<u></u>		<u></u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of Section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with Section 476 of the Act.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These accounts have been delivered in accordance with the special provision for small companies under Companies Act 2006 s444 (amended by SI 2015/980) not to file the Profit and Loss Account and Directors' Report.

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

The financial statements were approved and authorised for issue by the board on 17 January 2019 and were signed on its behalf by:

Mr DJM Finlay
Director



The notes on pages 3 to 7 form part of these financial statements.
Company Registration Number: NI618885

Italian Apparel Limited

Notes

forming part of the unaudited financial statements

1 Accounting policies

Italian Apparel Limited (the "company") is a private company incorporated, domiciled and registered in Northern Ireland in the UK. The registered number is NI618885 and the registered address is 15 Sloefield Drive, Carrickfergus, BT38 8GX, Northern Ireland.

These financial statements were prepared in accordance with Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS 102"). The presentation currency of these financial statements is sterling.

1.1 Basis of preparation of financial statements

The financial statements have been prepared on the going concern basis under the historical cost convention and in accordance with applicable accounting standards. The principle accounting policies which have been applied consistently throughout the year, are set out below.

1.2 Cash flow statement

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods supplied during the year, exclusive of Value Added Tax and trade discounts.

1.4 Tangible assets and depreciation

Tangible assets are stated at historic cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost of tangible fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

S/term leasehold property	- 5%-10% straight line
Fixtures and fittings	- 12.5%-20% straight line

1.5 Operating leases

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

1.6 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

1.7 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Italian Apparel Limited

Notes (continued)

1 Accounting policies (continued)

1.7 Deferred taxation (continued)

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

2. Employees

The average monthly number of employees, including the directors, employed by the company during the year by activity was as follows:

	2018 Number	2017 Number
	12	12

3 Tangible fixed assets

	Computer hardware £	Fixtures and fittings £	Total £
Cost			
At 1 June 2017	13,149	384,216	397,365
Additions	-	77,059	77,059
At 31 May 2018	13,149	461,275	474,424
Accumulated depreciation			
At 1 June 2017	5,670	7,266	12,936
Charge for the year	2,909	91,915	94,824
At 31 May 2018	8,579	99,181	107,760
Net book value			
At 31 May 2018	4,570	362,094	366,664
At 31 May 2017	7,479	376,950	384,429

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Notes (continued)

4	Debtors	2018 £	2017 £		
	Prepayments and accrued income	197,906	145,857		
		<u>197,906</u>	<u>145,857</u>		
5	Creditors: amounts falling due within one year	2018 £	2017 £		
	Trade creditors	153,180	206,217		
	Amounts owed to related parties	610,450	305,323		
	Other taxes and social security	5,693	2,065		
	Accruals and deferred income	16,951	57,616		
		<u>786,274</u>	<u>571,221</u>		
6	Deferred tax assets	2018 £ Potential	2018 £ Recognised	2017 £ Potential	2017 £ Recognised
	Accelerated capital allowances	66,189	-	52,708	-
	Unrelieved tax losses	56,107	-	44,439	-
		<u>122,296</u>	<u>-</u>	<u>97,147</u>	<u>-</u>
	No deferred tax asset has been recognised due to the uncertainty relating to the recoverability of potential deferred tax.				
7	Called up share capital	2018 £	2017 £		
	Allotted, called up and fully paid				
	100 Ordinary shares of £1 each	100	100		
		<u>100</u>	<u>100</u>		

No deferred tax asset has been recognised due to the uncertainty relating to the recoverability of the potential deferred tax.

Italian Apparel Limited

Notes (continued)

8 Reserves	Profit and loss account £
At 1 June 2017	247
(Loss) / Profit for the financial year	(163,032)
At 31 May 2018	(162,785)

9 Reconciliation of movements in shareholders' deficit	2018 £	2017 £
Opening shareholders' surplus/(deficit)	347	(21,122)
(Loss) / profit for the financial year	(163,032)	21,469
Closing shareholders' surplus/(deficit)	(162,685)	347

10 Pension commitments

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

11 Operating lease commitments

At 31 May 2018 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2018 £	2017 £
<i>Expiry date:</i>		
Within two to five years	150,000	-
After more than 5 years	-	150,000

Italian Apparel Limited

Notes (continued)

12 Ultimate controlling parties and related party transactions

The ultimate controlling parties are D J M Finlay and R C Finlay.

Transactions with related parties are as follows:

	Nature of transaction	2018 Amount of Transaction £	2017 Amount of transaction £
Douglas and Grahame Limited	Trading	653,613	724,275

Balances with Douglas & Grahame Limited at the year end were as follows:

	2018 £	2017 £
Amounts due to related parties (note 9)	610,450	305,323