

Online Mattress Sale Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 30 June 2021

Michael West Limited
Chartered Certified Accountants
6 Woodside Place
Wildhill Road
Woodside
Hatfield
Hertfordshire
AL9 6DN

Online Mattress Sale Ltd

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Online Mattress Sale Ltd

Company Information

Director	Mr A Regragui
Registered office	60-64 Market Street Watford Hertfordshire WD18 0PX
Accountants	Michael West Limited Chartered Certified Accountants 6 Woodside Place Wildhill Road Woodside Hatfield Hertfordshire AL9 6DN

**Chartered Certified Accountants' Report to the Director on the Preparation of the
Unaudited Statutory Accounts of
Online Mattress Sale Ltd
for the Year Ended 30 June 2021**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Online Mattress Sale Ltd for the year ended 30 June 2021 as set out on pages 3 to 11 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at

<https://www.accaglobal.com/gb/en/member/standards/rules-and-standards/rulebook.html>.

This report is made solely to the Board of Directors of Online Mattress Sale Ltd, as a body, in accordance with the terms of our engagement letter dated 6 March 2020. Our work has been undertaken solely to prepare for your approval the accounts of Online Mattress Sale Ltd and state those matters that we have agreed to state to the Board of Directors of Online Mattress Sale Ltd, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at <http://www.accaglobal.com/gb/en/technical-activities/technical-resources-search/2009/october/factsheet-163-audit-exempt-companies.html>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Online Mattress Sale Ltd and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Online Mattress Sale Ltd has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Online Mattress Sale Ltd. You consider that Online Mattress Sale Ltd 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 accounts of Online Mattress Sale Ltd. 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 accounts.

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Michael West Limited
Chartered Certified Accountants
6 Woodside Place
Wildhill Road
Woodside
Hatfield
Hertfordshire
AL9 6DN

21 December 2021

Online Mattress Sale Ltd

(Registration number: 08542961)
Balance Sheet as at 30 June 2021

	Note	30 June 2021 £	30 June 2020 £
Fixed assets			
Tangible assets	<u>5</u>	6,470	7,825
Current assets			
Stocks	<u>6</u>	21,098	21,876
Debtors	<u>7</u>	12,123	4,346
Cash at bank and in hand		92,930	79,331
		<u>126,151</u>	<u>105,553</u>
Creditors: Amounts falling due within one year	<u>8</u>	<u>(32,209)</u>	<u>(41,606)</u>
Net current assets		<u>93,942</u>	<u>63,947</u>
Total assets less current liabilities		100,412	71,772
Creditors: Amounts falling due after more than one year	<u>8</u>	(21,933)	(27,533)
Provisions for liabilities		<u>(1,230)</u>	<u>(1,487)</u>
Net assets		<u>77,249</u>	<u>42,752</u>
Capital and reserves			
Called up share capital	<u>10</u>	100	100
Profit and loss account		<u>77,149</u>	<u>42,652</u>
Total equity		<u>77,249</u>	<u>42,752</u>

For the financial year ending 30 June 2021 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 accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 21 December 2021

Online Mattress Sale Ltd

(Registration number: 08542961)

Balance Sheet as at 30 June 2021 (continued)

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Mr A Regragui
Director

Online Mattress Sale Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

60-64 Market Street
Watford
Hertfordshire
WD18 0PX

These financial statements were authorised for issue by the director on 21 December 2021.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Online Mattress Sale Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021 (continued)

2 Accounting policies (continued)

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction, over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Furniture, fittings and equipment	25% of book value per year
Motor vehicles	15% of book value per year

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	18.5% of cost per year

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Online Mattress Sale Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021 (continued)

2 Accounting policies (continued)

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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.

Trade creditors

Trade creditors 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 the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Online Mattress Sale Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021 (continued)

2 Accounting policies (continued)

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 1 (2020 - 1).

Online Mattress Sale Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021 (continued)

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 July 2020	4,171	4,171
At 30 June 2021	4,171	4,171
Amortisation		
At 1 July 2020	4,171	4,171
At 30 June 2021	4,171	4,171
Carrying amount		
At 30 June 2021	-	-

5 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation			
At 1 July 2020	5,930	17,408	23,338
At 30 June 2021	5,930	17,408	23,338
Depreciation			
At 1 July 2020	4,118	11,395	15,513
Charge for the year	453	902	1,355
At 30 June 2021	4,571	12,297	16,868
Carrying amount			
At 30 June 2021	1,359	5,111	6,470
At 30 June 2020	1,812	6,013	7,825

6 Stocks

	30 June 2021 £	30 June 2020 £
Other inventories	21,098	21,876

Online Mattress Sale Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021 (continued)

7 Debtors

	30 June 2021 £	30 June 2020 £
Trade debtors	11,836	2,185
Prepayments	287	2,161
	<u>12,123</u>	<u>4,346</u>

8 Creditors

Creditors: amounts falling due within one year

	Note	30 June 2021 £	30 June 2020 £
Due within one year			
Loans and borrowings	<u>9</u>	5,600	467
Trade creditors		8,989	21,347
Taxation and social security		17,509	12,848
Other creditors		111	6,944
		<u>32,209</u>	<u>41,606</u>

Due after one year

Loans and borrowings	<u>9</u>	<u>21,933</u>	<u>27,533</u>
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Creditors: amounts falling due after more than one year

	Note	30 June 2021 £	30 June 2020 £
Due after one year			
Loans and borrowings	<u>9</u>	<u>21,933</u>	<u>27,533</u>

Online Mattress Sale Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021 (continued)

9 Loans and borrowings

	30 June 2021 £	30 June 2020 £
Current loans and borrowings		
Bank borrowings	5,600	467

	30 June 2021 £	30 June 2020 £
Non-current loans and borrowings		
Bank borrowings	21,933	27,533

10 Share capital

Allotted, called up and fully paid shares

	No.	30 June 2021 £	No.	30 June 2020 £
Ordinary shares of £1 each	100	100	100	100

11 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £147,375 (2020 - £187,875). This commitment is in respect of premises rental costs.

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.