

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2022
FOR
IK SOFT FURNISHINGS LTD**

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for the year ended 30 November 2022

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IK SOFT FURNISHINGS LTD

COMPANY INFORMATION

for the year ended 30 November 2022

DIRECTORS:

K Coalter
I Anderson

REGISTERED OFFICE:

Unit 3 Block 4 Ward Street
Alloa
FK10 1ET

REGISTERED NUMBER:

SC550920 (Scotland)

IK SOFT FURNISHINGS LTD (REGISTERED NUMBER: SC550920)

BALANCE SHEET
30 November 2022

	Notes	2022 £	£	2021 £	£
FIXED ASSETS					
Intangible assets	4		209		-
Tangible assets	5		<u>20,119</u>		<u>-</u>
			20,328		-
CURRENT ASSETS					
Stocks		600		700	
Debtors	6	24,252		7,970	
Cash at bank and in hand		<u>18,744</u>		<u>29,690</u>	
		43,596		38,360	
CREDITORS					
Amounts falling due within one year	7	<u>27,213</u>		<u>22,970</u>	
NET CURRENT ASSETS			<u>16,383</u>		<u>15,390</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			36,711		15,390
PROVISIONS FOR LIABILITIES	8		<u>3,823</u>		<u>-</u>
NET ASSETS			<u>32,888</u>		<u>15,390</u>
CAPITAL AND RESERVES					
Called up share capital			100		100
Retained earnings			<u>32,788</u>		<u>15,290</u>
			32,888		15,390

The notes form part of these financial statements

BALANCE SHEET - continued
30 November 2022

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 November 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 November 2022 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 18 April 2023 and were signed on its behalf by:

I Anderson - Director

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 November 2022

1. STATUTORY INFORMATION

IK Soft Furnishings Ltd is a private company, limited by shares, registered in Scotland. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

TURNOVER

Turnover is measured at the fair value of the consideration received or receivable for the manufacture of soft furnishings, excluding value added tax.

INTANGIBLE ASSETS

The personalised number plate is being amortised evenly over its estimated useful life of 10 years.

TANGIBLE FIXED ASSETS

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Plant and machinery	- 20% per annum on cost
Motor vehicles	- 25% per annum on cost
Computer equipment	- 33% per annum on cost

At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carry amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

GOVERNMENT GRANTS

Government grants are recognised when it is reasonable to expect that the grants will be received and that all related conditions will be met, usually on submission of a valid claim for payment.

Grants of a revenue nature are credited to income so as to match them with the expenditure to which they relate.

Job Retention Scheme grants relates to staff that have been furloughed due to Covid-19. The Small Business Grant relates to assistance with business costs due to Covid-19.

STOCKS

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 November 2022

2. ACCOUNTING POLICIES - continued

FINANCIAL INSTRUMENTS

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in the case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument subsequently at amortised cost.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of comprehensive income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

TAXATION

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

DEFERRED TAX

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

HIRE PURCHASE AND LEASING COMMITMENTS

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

PENSION COSTS AND OTHER POST-RETIREMENT BENEFITS

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 November 2022

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 3 (2021 - 3) .

4. **INTANGIBLE FIXED ASSETS**

	Personalised number plate £
COST	
Additions	222
At 30 November 2022	<u>222</u>
AMORTISATION	
Amortisation for year	13
At 30 November 2022	<u>13</u>
NET BOOK VALUE	
At 30 November 2022	<u>209</u>

5. **TANGIBLE FIXED ASSETS**

	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 December 2021	-	5,850	-	5,850
Additions	2,817	19,500	783	23,100
Disposals	-	(5,850)	-	(5,850)
At 30 November 2022	<u>2,817</u>	<u>19,500</u>	<u>783</u>	<u>23,100</u>
DEPRECIATION				
At 1 December 2021	-	5,850	-	5,850
Charge for year	102	2,858	21	2,981
Eliminated on disposal	-	(5,850)	-	(5,850)
At 30 November 2022	<u>102</u>	<u>2,858</u>	<u>21</u>	<u>2,981</u>
NET BOOK VALUE				
At 30 November 2022	<u>2,715</u>	<u>16,642</u>	<u>762</u>	<u>20,119</u>
At 30 November 2021	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022 £	2021 £
Trade debtors	22,171	6,138
Other debtors	<u>2,081</u>	<u>1,832</u>
	<u>24,252</u>	<u>7,970</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 November 2022

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	8,420	2,811
Taxation and social security	4,718	5,204
Other creditors	<u>14,075</u>	<u>14,955</u>
	<u>27,213</u>	<u>22,970</u>

8. PROVISIONS FOR LIABILITIES

	2022	2021
	£	£
Deferred tax	<u>3,823</u>	<u>-</u>
		Deferred tax
		£
Charge to Statement of Income and Retained Earnings during year		<u>3,823</u>
Balance at 30 November 2022		<u>3,823</u>

9. RELATED PARTY DISCLOSURES

Included within "Other creditors" is a balance of £12,348 (2021: £12,348) due to the directors. The loan is interest free and is repayable on demand.

10. LEASING AGREEMENTS

As at the balance sheet date the total minimum lease payments due under non-cancellable operating leases amounted to £2,832 (2021 :£2,750)

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.