

# Hi-Fliers (Flagstaffs) Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 August 2020

**Hi-Fliers (Flagstaffs) Limited**

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## **Hi-Fliers (Flagstaffs) Limited**

### **Company Information**

**Director** N Cousins

**Company secretary** Mrs C Cousins

**Registered office** 440 Chanterlands Avenue  
Hull  
HU5 4BL

# Hi-Fliers (Flagstaffs) Limited

(Registration number: 02389230)

## Balance Sheet as at 31 August 2020

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	44,448	55,016
<b>Current assets</b>			
Stocks	<u>5</u>	1,285	1,222
Debtors	<u>6</u>	13,119	13,617
Cash at bank and in hand		10,181	10,537
		<u>24,585</u>	<u>25,376</u>
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	(92,629)	(101,942)
<b>Net current liabilities</b>		<u>(68,044)</u>	<u>(76,566)</u>
<b>Net liabilities</b>		<u>(23,596)</u>	<u>(21,550)</u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		<u>(23,696)</u>	<u>(21,650)</u>
Shareholders' deficit		<u>(23,596)</u>	<u>(21,550)</u>

For the financial year ending 31 August 2020 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 10 August 2021

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N Cousins  
Director

# **Hi-Fliers (Flagstaffs) Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 August 2020**

### **1 General information**

The company is a private company limited by share capital incorporated in England and Wales and the company registration number is 02389230.

The address of its registered office is:  
440 Chanterlands Avenue  
Hull  
HU5 4BL

These financial statements were authorised for issue by the director on 10 August 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.

The financial statements are presented in sterling and are rounded to the nearest pound.

#### **Going concern**

The director recognises that there is significant concern over the ability of the company to continue as a going concern due to the net current liabilities of £68,044 and the insolvent balance sheet of £23,596. The liability position is largely due to the company having the directors' loan account of £70,704, the director has agreed not to seek repayment until there is available funds to do so. The director has a reasonable expectation that the company's financial position will improve and the director and shareholder has confirmed she will continue to support the company and as a result the financial statements have been prepared on a going concern basis

#### **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.

#### **Government grants**

Government grants which become receivable as compensation for expenses or losses already incurred, or for the purpose of giving immediate financial support to the entity with no future related costs, are recognised as income in the period in which they become receivable.

#### **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.

## Hi-Fliers (Flagstaffs) Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 August 2020

#### 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
Fixtures and fittings	20% reducing balance
Plant and machinery	20% and 25% reducing balance

#### 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.

#### 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.

## Hi-Fliers (Flagstaffs) Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 August 2020

#### Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

#### 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.

#### Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

### 3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 2 (2019 - 2).

### 4 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Motor vehicles £	Total £
<b>Cost or valuation</b>				
At 1 September 2019	1,990	21,145	74,300	97,435
At 31 August 2020	1,990	21,145	74,300	97,435
<b>Depreciation</b>				
At 1 September 2019	790	11,451	30,178	42,419
Charge for the year	100	1,644	8,824	10,568
At 31 August 2020	890	13,095	39,002	52,987
<b>Carrying amount</b>				
At 31 August 2020	1,100	8,050	35,298	44,448
At 31 August 2019	1,200	9,694	44,122	55,016

### 5 Stocks

2020	2019
£	£





## Hi-Fliers (Flagstaffs) Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 August 2020

#### 6 Debtors

	2020 £	2019 £
Trade debtors	12,934	13,432
Prepayments and accrued income	185	185
Total current trade and other debtors	13,119	13,617

#### 7 Creditors

##### Creditors: amounts falling due within one year

	Note	2020 £	2019 £
<b>Due within one year</b>			
Trade creditors		10,639	14,565
Taxation and social security		1,985	2,459
Other creditors		70,704	75,019
Accruals and deferred income		1,801	1,802
Other borrowings	8	7,500	7,500
Obligations under hire purchase	8	-	597
		92,629	101,942

#### 8 Loans and borrowings

	2020 £	2019 £
<b>Current secured loans and borrowings</b>		
Obligations under hire purchase	-	597
Other borrowings	7,500	7,500
	7,500	8,097

#### 9 Related party transactions

##### Other transactions with directors

At the year end, the company owed the director £70,704 (2019: £75,019). This amount is unsecured, interest free and repayable on demand.

#### 10 Non adjusting events after the financial period

The COVID-19 pandemic has impacted the financial statements of Hi-Fliers (Flagstaffs) Limited in the current year, however the directors have reviewed the financial statements and are satisfied that at the date of signing the balance sheet, the entity would continue as a going concern.

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.