

**AUDITED FINANCIAL STATEMENTS**  
**FOR THE PERIOD 30 JANUARY 2022 TO 28 JANUARY 2023**  
**FOR**  
**MORLEYS (BEXLEYHEATH) LTD**

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**MORLEYS (BEXLEYHEATH) LTD**

**COMPANY INFORMATION  
FOR THE PERIOD 30 JANUARY 2022 TO 28 JANUARY 2023**

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<b>DIRECTORS:</b>	B H Dreesmann N C C Blow
<b>SECRETARY:</b>	T James
<b>REGISTERED OFFICE:</b>	472-488 Brixton Road Brixton London SW9 8EH
<b>REGISTERED NUMBER:</b>	10479549 (England and Wales)
<b>SENIOR STATUTORY AUDITOR:</b>	Andrew Green LLB FCA
<b>AUDITORS:</b>	THP Limited Chartered Accountants and Statutory Auditors 34-40 High Street Wanstead London E11 2RJ
<b>BANKERS:</b>	Barclays Bank PLC Clapham Common Group 83 Wandsworth High Street London SW18 2PR

**MORLEYS (BEXLEYHEATH) LTD (REGISTERED NUMBER: 10479549)****BALANCE SHEET  
28 JANUARY 2023**

	Notes	2023 £	£	2022 £	£
<b>FIXED ASSETS</b>					
Tangible assets	5		<b>642,497</b>		840,663
<b>CURRENT ASSETS</b>					
Stocks		<b>967,465</b>		715,344	
Debtors	6	<b>182,977</b>		482,239	
Cash at bank		<b>180,014</b>		290,974	
		<b>1,330,456</b>		1,488,557	
<b>CREDITORS</b>					
Amounts falling due within one year	7	<b>952,767</b>		1,184,105	
<b>NET CURRENT ASSETS</b>			<b>377,689</b>		304,452
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<b>1,020,186</b>		1,145,115
<b>CREDITORS</b>					
Amounts falling due after more than one year	8		<b>(3,000,000)</b>		(3,000,000)
<b>PROVISIONS FOR LIABILITIES</b>			<b>(1,027)</b>		-
<b>NET LIABILITIES</b>			<b>(1,980,841)</b>		(1,854,885)
<b>CAPITAL AND RESERVES</b>					
Called up share capital			<b>500,000</b>		500,000
Retained earnings			<b>(2,480,841)</b>		(2,354,885)
			<b>(1,980,841)</b>		(1,854,885)

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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 26 May 2023 and were signed on its behalf by:

N C C Blow - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD 30 JANUARY 2022 TO 28 JANUARY 2023**

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1. **STATUTORY INFORMATION**

Morleys (Bexleyheath) Ltd is a private company, limited by shares, registered in England and Wales. 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. **STATEMENT OF COMPLIANCE**

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.

3. **ACCOUNTING POLICIES**

**Basis of preparing the financial statements and going concern**

The financial statements have been prepared under the historical cost convention.

The accounts have been prepared on a going concern basis despite the deficit in shareholders funds. The losses that are arising in the early years of trade are in part due to the substantial investment in the redevelopment and refurbishment of the department store. These losses were exacerbated during 2020/21 and 2021/22 by the disruption caused by the Coronavirus pandemic. The Company is financially supported by its ultimate parent company.

**Related party exemption**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

**Revenue recognition**

Revenue is measured at the fair value of the consideration received or receivable and represents the amount receivable for goods supplied, net of returns, discounts and value added taxes.

Sales of goods are recognised on sale to the customer, which is considered to be the point of sale or delivery and when the significant risks and rewards of the goods have been passed to the customer.

**Tangible fixed assets**

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

Tangible Fixed Assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of Tangible Fixed Assets, less their estimated residual value, over their estimated useful lives at the following rates:

Fixtures & Fittings	- 12.5% - 16.67% on cost
Equipment	- 15% - 16.67% on cost
Computer Equipment	- 33% on cost

Fixtures and Fittings over 15 years old and Equipment over 10 years old are eliminated from fixed assets, except in instances where they are known to be still in use.

Items costing less than £500 are not capitalised but written off to the Profit and Loss Account as incurred.

**Stocks**

Stocks are valued at the lower of cost and estimated selling price less costs to sell, after making due allowance for impairment of obsolete or slow moving items. Stocks are recognised as an expense in the period in which the related revenue is recognised.

Cost is determined on an average cost basis. Cost includes the purchase price, including taxes and duties, transport and all other costs directly attributable to bringing the stock to its present location and condition.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE PERIOD 30 JANUARY 2022 TO 28 JANUARY 2023**

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3. **ACCOUNTING POLICIES - continued**

**Taxation**

Taxation for the period comprises current and deferred tax. Tax is recognised in the Income Statement, 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 period end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other 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.

**Operating leases**

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.

**Employee benefits**

The company provides a range of benefits to employees, including paid holiday arrangements and a group personal pension plan.

(i) Short Term Benefits

Short term benefits, including holiday pay and other similar non-monetary benefits, are recognised as an expense in the period in which the service is received.

(ii) Group Personal Pension Plan

The company operates a group personal pension plan for its employees. This is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payment obligations. The contributions are recognised as an expense when they are due. Amounts not paid are shown as a creditor on the balance sheet. The assets of the scheme are held separately from the company in independently administered funds.

4. **EMPLOYEES AND DIRECTORS**

The average number of employees during the period was 58 (2022 - 54) .

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE PERIOD 30 JANUARY 2022 TO 28 JANUARY 2023

## 5. TANGIBLE FIXED ASSETS

	Equipment £	Fixtures & Fittings £	Computer equipment £	Totals £
<b>COST</b>				
At 30 January 2022	45,927	2,032,855	111,697	2,190,479
Additions	40,923	29,180	9,163	79,266
At 28 January 2023	86,850	2,062,035	120,860	2,269,745
<b>DEPRECIATION</b>				
At 30 January 2022	34,938	1,207,231	107,647	1,349,816
Charge for period	14,476	257,201	5,755	277,432
At 28 January 2023	49,414	1,464,432	113,402	1,627,248
<b>NET BOOK VALUE</b>				
At 28 January 2023	37,436	597,603	7,458	642,497
At 29 January 2022	10,989	825,624	4,050	840,663

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

	2023 £	2022 £
Trade debtors	13,671	7,757
Amounts owed by group undertakings	109,672	447,620
Deferred tax asset	-	3,052
Accelerated depreciation	59,634	23,810
Prepayments	182,977	482,239

## 7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade creditors	567,981	779,055
Accruals	384,786	405,050
	952,767	1,184,105

## 8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2023 £	2022 £
Amounts owed to group undertakings	3,000,000	3,000,000

The above loan is unsecured, interest is charged at 2%. Although this loan is technically repayable on demand, the Company has received assurances that repayment will not be due until the Company has sufficient funds to do so.

## 9. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2023 £	2022 £
Within one year	11,930	291
Between one and five years	9,642	-
	21,572	291

## 10. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Andrew Green LLB FCA (Senior Statutory Auditor)  
for and on behalf of THP Limited

**11. CONTINGENT LIABILITIES**

The Company had no contingent liabilities at 28 January 2023 (2022: £NIL) other than a cross guarantee in the form of a charge over the Company's assets, to the favour of the Group's principal Bank, covering all borrowings and overdrafts by the Group from that Bank. At the period end there were no net group borrowings from the principal Bankers.

**12. ULTIMATE CONTROLLING PARTY**

The Company is a wholly owned subsidiary of Morleys Department Stores Limited. The ultimate parent company is Morleys Stores Limited, a company incorporated in England & Wales. Details of the ultimate controlling party can be found in the accounts of Morleys Stores Limited.

A copy of the group consolidated accounts may be obtained from Companies House.

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.