

Registration number: 05072131

Smith Family Opticians Ltd

Annual Report and Unaudited Financial Statements

for the Year Ended 31 March 2022

Glyn Hewitt
Network House
St Ives Way
Sandycroft
Flintshire
CH5 2QS

THURSDAY



ABJUSL49

A24

29/12/2022

#278

COMPANIES HOUSE

Smith Family Opticians Ltd

Contents

Company Information	1
Balance Sheet	2 to 3
Notes to the Unaudited Financial Statements	4 to 12

Smith Family Opticians Ltd

Company Information

Directors	Mr KJ Smith Mr JR Smith Mrs L A Roberts
Company secretary	Mrs L A Roberts

Registered office	Earlcliffe Earl Road MOLD Flintshire CH7 1AX
--------------------------	--

Accountants	Glyn Hewitt Network House St Ives Way Sandycroft Flintshire CH5 2QS
--------------------	--

Smith Family Opticians Ltd
(Registration number: 05072131)
Balance Sheet as at 31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Intangible assets	4	16,000	24,000
Tangible assets	5	<u>20,205</u>	<u>26,448</u>
		<u>36,205</u>	<u>50,448</u>
Current assets			
Stocks	6	47,595	44,272
Debtors	7	48,861	47,953
Cash at bank and in hand		<u>508,740</u>	<u>464,155</u>
		605,196	556,380
Creditors: Amounts falling due within one year	8	<u>(125,855)</u>	<u>(161,189)</u>
Net current assets		<u>479,341</u>	<u>395,191</u>
Net assets		<u>515,546</u>	<u>445,639</u>
Capital and reserves			
Called up share capital	9	1,000	1,000
Retained earnings		<u>514,546</u>	<u>444,639</u>
Shareholders' funds		<u>515,546</u>	<u>445,639</u>

Smith Family Opticians Ltd

**(Registration number: 05072131)
Balance Sheet as at 31 March 2022**

For the financial year ending 31 March 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.


Directors' responsibilities:

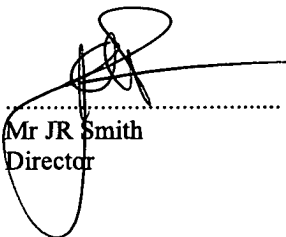
- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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. As permitted by section 444 (5A) of the Companies Act 2006, the directors have not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the Board on 12 December 2022 and signed on its behalf by:


.....
Mr KJ Smith
Director


.....
Mr JR Smith
Director

The notes on pages 4 to 12 form an integral part of these financial statements.

Smith Family Opticians Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

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:

Earlcliffe
Earl Road
MOLD
Flintshire
CH7 1AX
United Kingdom

These financial statements were authorised for issue by the Board on 12 December 2022.

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 smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

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 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.

Smith Family Opticians Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

Tangible assets

Tangible assets are stated in the balance sheet 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
Plant and machinery	20% on straight line basis
Fixtures and fittings	20% on straight line basis
Office equipment	25% on straight line basis

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	£8,000 per annum

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.

Smith Family Opticians Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

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.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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.

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.

Smith Family Opticians Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

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 directors) during the year, was 18 (2021 - 12).

Smith Family Opticians Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 April 2021	160,000	160,000
At 31 March 2022	160,000	160,000
Amortisation		
At 1 April 2021	136,000	136,000
Amortisation charge	8,000	8,000
At 31 March 2022	144,000	144,000
Carrying amount		
At 31 March 2022	16,000	16,000
At 31 March 2021	24,000	24,000

5 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Total £
Cost or valuation			
At 1 April 2021	28,031	70,150	98,181
Additions	399	-	399
At 31 March 2022	28,430	70,150	98,580
Depreciation			
At 1 April 2021	27,911	43,822	71,733
Charge for the year	60	6,582	6,642
At 31 March 2022	27,971	50,404	78,375
Carrying amount			
At 31 March 2022	459	19,746	20,205
At 31 March 2021	120	26,328	26,448

6 Stocks

	2022 £	2021 £
Other inventories	47,595	44,272

Smith Family Opticians Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

7 Debtors

	2022	2021
Current	£	£
Trade debtors	44,386	41,097
Prepayments	1,364	1,628
Other debtors	3,111	5,228
	<u>48,861</u>	<u>47,953</u>

Smith Family Opticians Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

8 Creditors

Creditors: amounts falling due within one year

	Note	2022 £	2021 £
Due within one year			
Loans and borrowings	10	-	50,000
Trade creditors		29,127	31,879
Taxation and social security		49,676	38,280
Accruals and deferred income		13,899	9,844
Other creditors		33,153	31,186
		<u>125,855</u>	<u>161,189</u>

9 Share capital

Allotted, called up and fully paid shares

	2022		2021	
	No.	£	No.	£
Ordinary of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

10 Loans and borrowings

	2022 £	2021 £
Current loans and borrowings		
Bank borrowings	<u>-</u>	<u>50,000</u>

11 Dividends

Interim dividends paid

	2022 £	2021 £
Interim dividend of £124.00 (2021 - £74.00) per each Ordinary	<u>124,000</u>	<u>74,000</u>

Smith Family Opticians Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

12 Related party transactions

Transactions with directors

	At 1 April 2021 £	Other payments made to company by director £	At 31 March 2022 £
2022			
Mr JR Smith			
Directors current account with company	<u>(28,565)</u>	<u>(1,897)</u>	<u>(30,462)</u>
	At 1 April 2020 £	Other payments made to company by director £	At 31 March 2021 £
2021			
Mr JR Smith			
Directors current account with company	<u>(26,608)</u>	<u>(1,957)</u>	<u>(28,565)</u>

Directors' remuneration

The directors' remuneration for the year was as follows:

	2022 £	2021 £
Remuneration	101,622	96,949
Contributions paid to money purchase schemes	<u>35,000</u>	<u>36,400</u>
	<u>136,622</u>	<u>133,349</u>

Smith Family Opticians Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

Dividends paid to directors

	2022	2021
	£	£
Mr KJ Smith		
Interim dividends on Ordinary shares	<u>52,700</u>	<u>24,250</u>
Mr JR Smith		
Interim dividends on Ordinary shares	<u>12,400</u>	<u>14,600</u>
Mrs L A Roberts		
Interim dividends on Ordinary shares	<u>34,100</u>	<u>14,950</u>

13 Parent and ultimate parent undertaking

The ultimate controlling party is the Directors.