

Registration number: 04755363

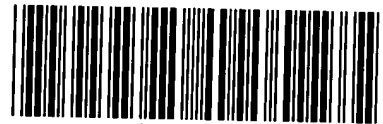
# The Bookshop on the Heath Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 May 2021

Field Sullivan Limited  
Chartered Accountants  
70 Royal Hill  
Greenwich  
London  
SE10 8RF

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# **The Bookshop on the Heath Limited**

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## **The Bookshop on the Heath Limited**

### **Company Information**

<b>Director</b>	Ian Irvine
<b>Registered office</b>	74 Tranquil Vale Blackheath London SE3 0BW
<b>Accountants</b>	Field Sullivan Limited Chartered Accountants 70 Royal Hill Greenwich London SE10 8RF

**The Bookshop on the Heath Limited**

**(Registration number: 04755363)**

**Balance Sheet as at 31 May 2021**

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	6	2,193	2,460
<b>Current assets</b>			
Stocks	7	46,000	46,000
Debtors	8	2,385	1,523
Cash at bank and in hand		<u>37,785</u>	<u>25,809</u>
		86,170	73,332
<b>Creditors: Amounts falling due within one year</b>	9	<u>(33,739)</u>	<u>(31,978)</u>
<b>Net current assets</b>		<u>52,431</u>	<u>41,354</u>
<b>Net assets</b>		<u>54,624</u>	<u>43,814</u>
<b>Capital and reserves</b>			
Called up share capital	10	1,000	1,000
Profit and loss account		<u>53,624</u>	<u>42,814</u>
<b>Shareholders' funds</b>		<u>54,624</u>	<u>43,814</u>

For the financial year ending 31 May 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 31 March 2022

.....  
Ian Irvine  
Director

31/3/22

The notes on pages 3 to 9 form an integral part of these financial statements.

## **The Bookshop on the Heath Limited**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 May 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:

74 Tranquil Vale

Blackheath

London

SE3 0BW

These financial statements were authorised for issue by the director on 31 March 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 - '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 income from book sales are recognised on dispatch of the book.

##### **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.

## **The Bookshop on the Heath Limited**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 May 2021**

#### **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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Fixtures and fittings	10% straight line
Office equipment	25% straight line

#### **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:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Goodwill	20% straight line

#### **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.

## **The Bookshop on the Heath Limited**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 May 2021**

#### **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.

#### **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.

### **3 Staff numbers**

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

# **The Bookshop on the Heath Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 May 2021**

### **4 Taxation**

Tax charged/(credited) in the income statement

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Current taxation</b>		
UK corporation tax	<u>3,067</u>	<u>5,323</u>

### **5 Intangible assets**

	<b>Goodwill</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost or valuation</b>		
At 1 June 2020	<u>30,000</u>	<u>30,000</u>
At 31 May 2021	<u>30,000</u>	<u>30,000</u>
<b>Amortisation</b>		
At 1 June 2020	<u>30,000</u>	<u>30,000</u>
At 31 May 2021	<u>30,000</u>	<u>30,000</u>
<b>Carrying amount</b>		
At 31 May 2021	<u>-</u>	<u>-</u>



# **The Bookshop on the Heath Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 May 2021**

### **6 Tangible assets**

	<b>Furniture, fittings and equipment £</b>	<b>Total £</b>
<b>Cost or valuation</b>		
At 1 June 2020	7,198	7,198
Additions	782	782
Disposals	(2,864)	(2,864)
At 31 May 2021	<u>5,116</u>	<u>5,116</u>
<b>Depreciation</b>		
At 1 June 2020	4,738	4,738
Charge for the year	679	679
Eliminated on disposal	(2,494)	(2,494)
At 31 May 2021	<u>2,923</u>	<u>2,923</u>
<b>Carrying amount</b>		
At 31 May 2021	<u>2,193</u>	<u>2,193</u>
At 31 May 2020	<u>2,460</u>	<u>2,460</u>

### **7 Stocks**

	<b>2021 £</b>	<b>2020 £</b>
Other inventories	<u>46,000</u>	<u>46,000</u>

### **8 Debtors**

	<b>2021 £</b>	<b>2020 £</b>
Prepayments	1,333	1,333
Other debtors	<u>1,052</u>	<u>190</u>
	<u>2,385</u>	<u>1,523</u>

## The Bookshop on the Heath Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 May 2021

#### 9 Creditors

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

	Note	2021 £	2020 £
<b>Due within one year</b>			
Directors loan account	11	29,034	23,647
Other creditors		<u>4,705</u>	<u>8,331</u>
		<u><u>33,739</u></u>	<u><u>31,978</u></u>

#### 10 Share capital

##### Allotted, called up and fully paid shares

	2021 No.	£	2020 No.	£
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

#### 11 Related party transactions

##### Directors' remuneration

The director's remuneration for the year was as follows:

	2021 £	2020 £
Remuneration	<u>9,000</u>	<u>9,000</u>

##### Summary of transactions with other related parties

Ian Irvine (Director and shareholder)

Mr Irvine withdrew £nil (2020: £15,600 ) from the company and paid £3,387 (2020: £1,189) for business expenditure. He also received £2,000 (2020: £2,000) dividends. At the balance sheet date the amount due to Ian Irvine was £29,034 (2020: £23,647).

#### 12 Dividends

##### Interim dividends paid

	2021 £	2020 £
Interim dividend of £2 per each Ordinary shares	<u>2,000</u>	<u>2,000</u>

## **The Bookshop on the Heath Limited**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 May 2021**

#### **13 Covid**

During the year, the company's activities have been affected by the outbreak of COVID-19. However, the company believes it has successfully adapted to the issues it has faced and has not been significantly adversely affected. The government support scheme and remission of business council tax helped during the first lockdown and online book sales remained strong. Since reopening at the end of June sales have been very good and remained above average.

During the year the company received a small business support grant of £17,043 (2020: £25,000).