

**Inspire Creative Limited**

**Filleted Annual Report and Unaudited Financial Statements**

**for the Year Ended 28 February 2017**

**INSPIRE CREATIVE LIMITED**

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**INSPIRE CREATIVE LIMITED**

(Registration number: 04044969)

Balance Sheet as at 28 February 2017

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	<a href="#">4</a>	21,722	19,996
<b>Current assets</b>			
Stocks	<a href="#">5</a>	124,247	88,427
Debtors	<a href="#">6</a>	282,405	104,540
Cash at bank and in hand		105,189	35,270
		<u>511,841</u>	<u>228,237</u>
<b>Creditors: Amounts falling due within one year</b>	<a href="#">7</a>	<u>(241,126)</u>	<u>(90,008)</u>
<b>Net current assets</b>		<u>270,715</u>	<u>138,229</u>
<b>Total assets less current liabilities</b>		<u>292,437</u>	<u>158,225</u>
<b>Provisions for liabilities</b>			
Provisions		(48)	119
Deferred tax liabilities		<u>(5,029)</u>	<u>(3,999)</u>
<b>Provisions for liabilities</b>		<u>(5,077)</u>	<u>(3,880)</u>
<b>Net assets</b>		<u>287,360</u>	<u>154,345</u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss reserve		<u>287,260</u>	<u>154,245</u>
Total equity		<u>287,360</u>	<u>154,345</u>

**INSPIRE CREATIVE LIMITED**

**(Registration number: 04044969)**

**Balance Sheet as at 28 February 2017**

For the financial year ending 28 February 2017 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 and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006. The option not to file the profit and loss account and directors' report has been taken.

Approved and authorised by the director on 23 November 2017 .

P L Hutchison  
Director

## **INSPIRE CREATIVE LIMITED**

### **Notes to the Financial Statements for the Year Ended 28 February 2017**

#### **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:

5 Cornmill Cottages  
Hawkchurch  
Axminster  
Devon  
EX13 5XW  
United Kingdom

#### **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.

This is the first year in which the financial statements have been prepared under FRS 102 section 1A. No restatements were required to the prior year as a result of transition to FRS 102 section 1A.

##### **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.

These financial statements are presented in Sterling (£).

##### **Turnover 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 turnover in respect of coin sales when they are shipped to customers.

The company recognises turnover in respect of graphic design services on completion of the work.

## **INSPIRE CREATIVE LIMITED**

### **Notes to the Financial Statements for the Year Ended 28 February 2017**

#### **Foreign currency transactions and balances**

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

#### **Tangible assets**

Tangible assets are stated at cost, less accumulated depreciation and 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>
Property improvements	Fully depreciated
Plant and machinery	25% reducing balance method
Office equipment	25% reducing balance method

#### **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.

#### **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.

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.

## **INSPIRE CREATIVE LIMITED**

### **Notes to the Financial Statements for the Year Ended 28 February 2017**

#### **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.

#### **Provisions**

Provisions are recognised when the company has an obligation at the reporting date as a result of a past event, it is probable that the company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

#### **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 4 (2016 - 4).

**INSPIRE CREATIVE LIMITED****Notes to the Financial Statements  
for the Year Ended 28 February 2017****4 Tangible assets**

	<b>Furniture, fittings and equipment £</b>	<b>Plant and machinery £</b>	<b>Property improvements £</b>	<b>Total £</b>
<b>Cost or valuation</b>				
At 1 March 2016	47,033	27,114	14,310	88,457
Additions	8,969	-	-	8,969
At 28 February 2017	56,002	27,114	14,310	97,426
<b>Depreciation</b>				
At 1 March 2016	34,184	19,967	14,310	68,461
Charge for the year	5,456	1,787	-	7,243
At 28 February 2017	39,640	21,754	14,310	75,704
<b>Carrying amount</b>				
At 28 February 2017	16,362	5,360	-	21,722
At 29 February 2016	12,849	7,147	-	19,996

**5 Stocks**

	<b>2017 £</b>	<b>2016 £</b>
Other stocks	124,247	88,427

**6 Debtors**

	<b>2017 £</b>	<b>2016 £</b>
Trade debtors	280,744	94,373
Other debtors	1,661	10,167
Total current trade and other debtors	282,405	104,540



**INSPIRE CREATIVE LIMITED****Notes to the Financial Statements  
for the Year Ended 28 February 2017****7 Creditors**

	Note	2017 £	2016 £
<b>Due within one year</b>			
Loans and borrowings	<a href="#">8</a>	6	-
Trade creditors		115,251	15,476
Taxation and social security		48,766	26,083
Corporation tax		50,279	37,334
Other creditors		26,824	11,115
		<u>241,126</u>	<u>90,008</u>

**8 Loans and borrowings**

	2017 £	2016 £
<b>Current loans and borrowings</b>		
Bank overdrafts	<u>6</u>	<u>-</u>

**9 Dividends**

	2017 £	2016 £
Interim dividend of £660.00 (2016 - £1,609.20) per ordinary share	66,000	160,920

**INSPIRE CREATIVE LIMITED****Notes to the Financial Statements  
for the Year Ended 28 February 2017****10 Related party transactions****Transactions with directors**

	At 1 March 2016 £	Advances to directors £	Re- payments by director £	Other payments made to company by director £	Written off £	Waived £	At 28 February 2017 £
<b>2017</b>							
<b>P L Hutchison</b>							
Directors loan account. Interest is charged on a daily basis on any overdrawn balance using H M Revenue & Customs official beneficial loan interest rate.	3,815	131,356	(145,135)	-	-	-	(9,964)
<b>M Taylor</b>							
Directors loan account. Interest is charged on a daily basis on any overdrawn balance using H M Revenue & Customs official beneficial loan interest rate.	3,815	131,356	(145,135)	-	-	-	(9,964)

**INSPIRE CREATIVE LIMITED****Notes to the Financial Statements  
for the Year Ended 28 February 2017**

	At 1 March 2015 £	Advances to directors £	Re- payments by director £	Other payments made to company by director £	Written off £	Waived £	At 29 February 2016 £
<b>2016</b>							
<b>P L Hutchison</b>							
Directors loan account. Interest is charged on a daily basis on any overdrawn balance using H M Revenue & Customs official beneficial loan interest rate.	(2,812)	152,756	(146,129)	-	-	-	3,815
<b>M Taylor</b>							
Directors loan account. Interest is charged on a daily basis on any overdrawn balance using H M Revenue & Customs official beneficial loan interest rate.	(2,812)	152,756	(146,129)	-	-	-	3,815

**Other transactions with directors**

P L Hutchison is a director of the company and maintains a loan account with the company, as presented above, on which interest of £330 (2016 - £768) has been charged. During the year the company paid dividends totalling £33,000 (2016 - £80,460) to P L Hutchison, and a salary of £8,214 (2016 - £10,000). At the balance sheet date the amount due from P L Hutchison was £9,964.

M Taylor is a secretary of the company and maintains a loan account with the company, as presented above, on which interest of £330 (2016 - £768) has been charged. During the year the company paid dividends totalling £33,000 (2016 - £80,460) to M Taylor, and a salary of £7,881 (2016 - £5,900). At the balance sheet date the amount due from M Taylor was £9,964.