

**F Griffiths & Sons (Somerset) Limited**  
**Filleted Annual Report and Unaudited Financial Statements**  
**for the Year Ended 28 February 2018**

**F GRIFFITHS & SONS (SOMERSET) LIMITED**

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**F GRIFFITHS & SONS (SOMERSET) LIMITED**

(Registration number: 08850775)

Balance Sheet as at 28 February 2018

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Intangible assets	<a href="#">4</a>	89,600	95,200
Tangible assets	<a href="#">5</a>	240,120	248,588
		<u>329,720</u>	<u>343,788</u>
<b>Current assets</b>			
Stocks	<a href="#">6</a>	37,010	53,180
Debtors	<a href="#">7</a>	172,446	229,657
		209,456	282,837
<b>Creditors: Amounts falling due within one year</b>	<a href="#">8</a>	<u>(403,967)</u>	<u>(402,932)</u>
<b>Net current liabilities</b>		<u>(194,511)</u>	<u>(120,095)</u>
<b>Total assets less current liabilities</b>		135,209	223,693
<b>Creditors: Amounts falling due after more than one year</b>	<a href="#">8</a>	<u>(134,561)</u>	<u>(164,637)</u>
<b>Net assets</b>		<u>648</u>	<u>59,056</u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss reserve		548	58,956
<b>Total equity</b>		<u>648</u>	<u>59,056</u>

**F GRIFFITHS & SONS (SOMERSET) LIMITED**

**(Registration number: 08850775)**

**Balance Sheet as at 28 February 2018**

For the financial year ending 28 February 2018 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 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 Board on 7 August 2018 and signed on its behalf by:

ME Griffiths  
Director

MA Griffiths  
Director

## **F GRIFFITHS & SONS (SOMERSET) LIMITED**

### **Notes to the Financial Statements for the Year Ended 28 February 2018**

#### **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:  
3/5 College Street  
Burnham-on-Sea  
Somerset  
TA8 1AR

#### **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.

Despite the company having net current liabilities the directors do not feel that there is an issue with going concern. There are no material uncertainties related to events or conditions that may cast significant doubt about the ability of the company to operate.

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 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 tax. Tax is recognised in the profit and loss account, 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 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.

**F GRIFFITHS & SONS (SOMERSET) LIMITED****Notes to the Financial Statements  
for the Year Ended 28 February 2018**

Deferred tax is recognised on timing differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused losses or tax credits in the company. Deferred tax is determined using tax rates that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

**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 of tangible assets**

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>
Freehold land	no depreciation
Plant and machinery	25% on reducing balance
Fixtures and fittings	25% on reducing balance
Motor vehicles	33% on reducing balance

**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.

**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	5% straight line

**Debtors**

Trade debtors are amounts due from customers for merchandise sold 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.

## **F GRIFFITHS & SONS (SOMERSET) LIMITED**

### **Notes to the Financial Statements for the Year Ended 28 February 2018**

#### **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.

#### **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.

#### **Reserves**

Called up share capital represents the nominal value of shares that have been issued.

Profit and loss account includes all current and prior period profits and losses.

**F GRIFFITHS & SONS (SOMERSET) LIMITED****Notes to the Financial Statements  
for the Year Ended 28 February 2018****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. 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.

**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 directors) during the year was 27 (2017 - 31).

**4 Intangible assets**

	<b>Goodwill</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost or valuation</b>		
At 1 March 2017	112,000	112,000
At 28 February 2018	112,000	112,000
<b>Amortisation</b>		
At 1 March 2017	16,800	16,800
Amortisation charge	5,600	5,600
At 28 February 2018	22,400	22,400
<b>Carrying amount</b>		
At 28 February 2018	89,600	89,600
At 28 February 2017	95,200	95,200



**F GRIFFITHS & SONS (SOMERSET) LIMITED****Notes to the Financial Statements  
for the Year Ended 28 February 2018****5 Tangible assets**

	Freehold land £	Fixtures and fittings £	Motor vehicles £	Plant and machinery £
<b>Cost or valuation</b>				
At 1 March 2017	178,448	81	45,375	66,898
Additions	3,097	-	-	5,770
At 28 February 2018	<u>181,545</u>	<u>81</u>	<u>45,375</u>	<u>72,668</u>
<b>Depreciation</b>				
At 1 March 2017	-	47	12,568	29,599
Charge for the year	-	9	6,560	10,766
At 28 February 2018	<u>-</u>	<u>56</u>	<u>19,128</u>	<u>40,365</u>
<b>Carrying amount</b>				
At 28 February 2018	<u>181,545</u>	<u>25</u>	<u>26,247</u>	<u>32,303</u>
At 28 February 2017	<u>178,448</u>	<u>34</u>	<u>32,807</u>	<u>37,299</u>
				<b>Total £</b>
<b>Cost or valuation</b>				
At 1 March 2017				290,802
Additions				<u>8,867</u>
At 28 February 2018				<u>299,669</u>
<b>Depreciation</b>				
At 1 March 2017				42,214
Charge for the year				<u>17,335</u>
At 28 February 2018				<u>59,549</u>
<b>Carrying amount</b>				
At 28 February 2018				<u>240,120</u>
At 28 February 2017				<u>248,588</u>

**F GRIFFITHS & SONS (SOMERSET) LIMITED****Notes to the Financial Statements  
for the Year Ended 28 February 2018****6 Stocks**

	<b>2018</b>	<b>2017</b>
	£	£
Other stocks	37,010	53,180

**7 Debtors**

	<b>2018</b>	<b>2017</b>
	£	£
Trade debtors	129,755	186,005
Other debtors	42,691	43,652
Total current trade and other debtors	172,446	229,657

The comparatives have been restated offsetting an other debtor and an other creditor due from and to the same source. The restatement has had no impact on net assets or profits.

**8 Creditors****Creditors: amounts falling due within one year**

	<b>Note</b>	<b>2018</b>	<b>2017</b>
		£	£
<b>Due within one year</b>			
Loans and borrowings	<a href="#">9</a>	113,097	67,426
Trade creditors		234,187	260,490
Taxation and social security		5,613	9,419
Corporation tax		-	197
Other creditors		51,070	65,400
		<u>403,967</u>	<u>402,932</u>
<b>Due after one year</b>			
Loans and borrowings	<a href="#">9</a>	134,561	164,637

The comparatives have been restated, see note 7 for details.

**F GRIFFITHS & SONS (SOMERSET) LIMITED****Notes to the Financial Statements  
for the Year Ended 28 February 2018****9 Loans and borrowings**

	<b>2018</b>	<b>2017</b>
	£	£
<b>Current loans and borrowings</b>		
Bank borrowings	15,500	15,500
Bank overdrafts	81,968	36,297
Obligations under finance leases and hire purchase contracts	15,629	15,629
	<u>113,097</u>	<u>67,426</u>
	<b>2018</b>	<b>2017</b>
	£	£
<b>Non-current loans and borrowings</b>		
Bank borrowings	120,125	135,625
Obligations under finance leases and hire purchase contracts	14,436	29,012
	<u>134,561</u>	<u>164,637</u>

The bank holds a first legal charge over land and buildings and their associated assets owned in part by the company and a director.

**10 Financial commitments, guarantees and contingencies**

The total amount of financial commitments not included in the balance sheet is £253,278 (2017: £291,564).

**11 Related party transactions****Transactions with directors**

	<b>At 1 March</b>		<b>Re-</b>	<b>At 28</b>
	<b>2017</b>	<b>Advances</b>	<b>payments</b>	<b>February</b>
	£	<b>to directors</b>	<b>by director</b>	<b>2018</b>
<b>2018</b>		£	£	£
<b>MA Griffiths</b>				
A loan deemed at market rate which is repayable on demand	(438)	25,708	(23,270)	1,999

**12 Non adjusting events after the financial period**

During April 2018 the freehold land was disposed of for £220,000 and the bank loan cleared in full.