

# A.B. Carpets Limited

Annual Report and Unaudited Abridged Financial Statements

for the Year Ended 30 June 2019

DSK Partners LLP  
Chartered Accountants  
D S House  
306 High Street  
Croydon  
Surrey  
CR0 1NG

**A.B. Carpets Limited**

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**A.B. Carpets Limited**

**Company Information**

**Directors** Mr D Bushaway  
Mr J Bushaway

**Company secretary** Mr D Bushaway

**Registered office** D S House  
306 High Street  
Croydon  
Surrey  
CR0 1NG

**Accountants** DSK Partners LLP  
Chartered Accountants  
D S House  
306 High Street  
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**Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited  
Statutory Accounts of  
A.B. Carpets Limited  
for the Year Ended 30 June 2019**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of A.B. Carpets Limited for the year ended 30 June 2019 as set out on pages [3](#) to [8](#) from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of A.B. Carpets Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of A.B. Carpets Limited and state those matters that we have agreed to state to the Board of Directors of A.B. Carpets Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than A.B. Carpets Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that A.B. Carpets Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of A.B. Carpets Limited. You consider that A.B. Carpets Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of A.B. Carpets Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

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DSK Partners LLP  
Chartered Accountants  
D S House  
306 High Street  
Croydon  
Surrey  
CR0 1NG

2 April 2020

## A.B. Carpets Limited

(Registration number: 01318486)  
Abridged Balance Sheet as at 30 June 2019

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	<a href="#">3</a>	634,270	649,020
Investments	<a href="#">4</a>	8,140	9,650
		<u>642,410</u>	<u>658,670</u>
<b>Current assets</b>			
Debtors		2,745	2,348
Cash at bank and in hand		61,016	53,337
		<u>63,761</u>	<u>55,685</u>
<b>Prepayments and accrued income</b>		4,470	1,980
<b>Creditors: Amounts falling due within one year</b>		<u>(319,563)</u>	<u>(279,378)</u>
<b>Net current liabilities</b>		<u>(251,332)</u>	<u>(221,713)</u>
<b>Total assets less current liabilities</b>		391,078	436,957
<b>Accruals and deferred income</b>		<u>(4,000)</u>	<u>(4,000)</u>
<b>Net assets</b>		<u><u>387,078</u></u>	<u><u>432,957</u></u>
<b>Capital and reserves</b>			
Called up share capital		6,100	6,100
Profit and loss account		380,978	426,857
		<u>387,078</u>	<u>432,957</u>

For the financial year ending 30 June 2019 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 and the option not to file the Profit and Loss Account has been taken.

All of the company's members have consented to the preparation of an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

The notes on pages [5](#) to [8](#) form an integral part of these abridged financial statements.

**A.B. Carpets Limited**

**(Registration number: 01318486)**

**Abridged Balance Sheet as at 30 June 2019 (continued)**

Approved and authorised by the Board on 2 April 2020 and signed on its behalf by:

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Mr J Bushaway  
Director

The notes on pages [5](#) to [8](#) form an integral part of these abridged financial statements.

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**A.B. Carpets Limited**

**Notes to the Abridged Financial Statements for the Year Ended 30 June 2019**

**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:

D S House  
306 High Street  
Croydon  
Surrey  
CR0 1NG  
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 abridged 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 abridged 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.

**A.B. Carpets Limited**

**Notes to the Abridged Financial Statements for the Year Ended 30 June 2019 (continued)**

**2 Accounting policies (continued)**

**Tangible assets**

Tangible assets are stated in the statement of financial position 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>
Freehold property	2% On cost

**Business combinations**

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

**Investments**

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

**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.



## A.B. Carpets Limited

## Notes to the Abridged Financial Statements for the Year Ended 30 June 2019 (continued)

**2 Accounting policies (continued)****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 Tangible assets**

	<b>Land and buildings £</b>	<b>Total £</b>
<b>Cost or valuation</b>		
At 1 July 2018	737,520	737,520
At 30 June 2019	737,520	737,520
<b>Depreciation</b>		
At 1 July 2018	88,500	88,500
Charge for the year	14,750	14,750
At 30 June 2019	103,250	103,250
<b>Carrying amount</b>		
At 30 June 2019	634,270	634,270
At 30 June 2018	649,020	649,020

In the opinion of the directors, the market value of the freehold property at the balance sheet was £1,600,000.

**A.B. Carpets Limited**

**Notes to the Abridged Financial Statements for the Year Ended 30 June 2019 (continued)**

**4 Investments**

	<b>Total £</b>
<b>Cost or valuation</b>	
At 1 July 2018	10,272
<b>Provision</b>	
At 1 July 2018	622
Provision	<u>1,510</u>
At 30 June 2019	<u>2,132</u>
<b>Carrying amount</b>	
At 30 June 2019	<u><u>8,140</u></u>
At 30 June 2018	<u><u>9,650</u></u>