

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2019

FOR

LEATHER MODE LIMITED

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FOR THE YEAR ENDED 31 JULY 2019

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LEATHER MODE LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 JULY 2019

DIRECTORS: M Cuppa
E Sultonas

REGISTERED OFFICE: 869 High Road
London
N12 8QA

REGISTERED NUMBER: 03738504 (England and Wales)

STATEMENT OF FINANCIAL POSITION
31 JULY 2019

	Notes	2019 £	£	2018 £	£
FIXED ASSETS					
Tangible assets	4		47,495		33,581
CURRENT ASSETS					
Stocks		38,127		114,571	
Debtors	5	209,742		294,822	
Cash at bank and in hand		<u>91,551</u>		<u>108,884</u>	
		339,420		518,277	
CREDITORS					
Amounts falling due within one year	6	<u>449,300</u>		<u>391,335</u>	
NET CURRENT (LIABILITIES)/ASSETS			(109,880)		126,942
TOTAL ASSETS LESS CURRENT LIABILITIES			(62,385)		160,523
CREDITORS					
Amounts falling due after more than one year	7		200,000		200,000
NET LIABILITIES			<u>(262,385)</u>		<u>(39,477)</u>
CAPITAL AND RESERVES					
Called up share capital			50,000		50,000
Retained earnings			<u>(312,385)</u>		<u>(89,477)</u>
SHAREHOLDERS' FUNDS			<u>(262,385)</u>		<u>(39,477)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2019 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 3 June 2020 and were signed on its behalf by:

M Cuppa - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2019

1. STATUTORY INFORMATION

Leather Mode Limited is a private company, limited by shares , registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements have been prepared on a going concern basis as the director is satisfied that adequate funds will be available to enable the company to meet its liabilities to third parties as they fall due.

TURNOVER

Turnover represents net invoiced sales of goods and services, excluding value added tax.

TANGIBLE FIXED ASSETS

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property	- at varying rates on cost
Plant and machinery	- 25% on reducing balance.
Fixtures and fittings	- 25% on reducing balance.
Motor vehicles	- 25% on cost
Computer equipment	- 25% on cost

STOCKS

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

TAXATION

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

DEFERRED TAX

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 12 (2018 - 8) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2019

4. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 August 2018	541,333	267,808	83,717
Additions	-	11,540	-
At 31 July 2019	<u>541,333</u>	<u>279,348</u>	<u>83,717</u>
DEPRECIATION			
At 1 August 2018	541,333	244,572	75,006
Charge for year	-	8,694	2,178
At 31 July 2019	<u>541,333</u>	<u>253,266</u>	<u>77,184</u>
NET BOOK VALUE			
At 31 July 2019	-	26,082	6,533
At 31 July 2018	-	23,236	8,711
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 August 2018	31,183	48,705	972,746
Additions	14,390	4,347	30,277
At 31 July 2019	<u>45,573</u>	<u>53,052</u>	<u>1,003,023</u>
DEPRECIATION			
At 1 August 2018	31,183	47,071	939,165
Charge for year	3,598	1,893	16,363
At 31 July 2019	<u>34,781</u>	<u>48,964</u>	<u>955,528</u>
NET BOOK VALUE			
At 31 July 2019	<u>10,792</u>	<u>4,088</u>	<u>47,495</u>
At 31 July 2018	-	1,634	33,581

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade debtors	144,000	229,321
Other debtors	65,742	65,501
	<u>209,742</u>	<u>294,822</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Bank loans and overdrafts	50,519	57,405
Trade creditors	215,858	149,216
Taxation and social security	158,166	165,710
Other creditors	24,757	19,004
	<u>449,300</u>	<u>391,335</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2019**7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2019 £	2018 £
Other creditors	<u>200,000</u>	<u>200,000</u>

8. SECURED DEBTS

The following secured debts are included within creditors:

	2019 £	2018 £
Bank overdrafts	<u>50,519</u>	<u>57,405</u>

The director, Mr A C Seidler has given a personal guarantee in favour of the company's bankers to secure bank borrowings.

9. RELATED PARTY DISCLOSURES

Included in debtors amounts falling due within one year is a balance of £7,977 due by the director (2018: £5,751) A C Seidler.

Included in creditors amounts falling due after more than one year is an amount of £200,000 (2018: £200,000) due to the director A C Siddler. The loan is interest free.