

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2020

FOR

MATTHEW & MATTHEW LIMITED

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FOR THE YEAR ENDED 30 SEPTEMBER 2020

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BALANCE SHEET
30 SEPTEMBER 2020

		2020		2019	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	4		29,130		18,567
Current assets					
Debtors	5	640,039		368,586	
Cash at bank and in hand		<u>417,326</u>		<u>419,777</u>	
		1,057,365		788,363	
Creditors					
Amounts falling due within one year	6	<u>407,103</u>		<u>432,958</u>	
Net current assets			<u>650,262</u>		<u>355,405</u>
Total assets less current liabilities			<u>679,392</u>		<u>373,972</u>
Creditors					
Amounts falling due after more than one year	7		(230,476)		-
Provisions for liabilities	10		<u>(5,178)</u>		<u>(3,093)</u>
Net assets			<u><u>443,738</u></u>		<u><u>370,879</u></u>
Capital and reserves					
Called up share capital	11		2		2
Retained earnings			<u>443,736</u>		<u>370,877</u>
Shareholders' funds			<u><u>443,738</u></u>		<u><u>370,879</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- 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.

BALANCE SHEET - continued
30 SEPTEMBER 2020

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 Statement of comprehensive income has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 12 April 2021 and were signed on its behalf by:

Mr D Webb - Director

Ms E J King - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020**

1. Statutory information

Matthew & Matthew Limited is a private company, limited by shares, registered in England and Wales. The company's registered number is 06979123. The registered office and business address is 194 Seabourne Road, Bournemouth, Dorset, BH5 2JD.

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.

Turnover

Turnover represents fee income earned under a wide variety of contracts to provide professional services. Revenue is recognised as it is earned when, and to the extent that, the firm obtains the right to consideration in exchange for its performance under these contracts. It is measured at the fair value of the right to consideration, which represents amounts chargeable to clients, including expenses and disbursements but 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.

Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 25% on cost

Government grants

Using the accrual basis government grants relating to revenue are recognised in income on a systematic basis over the periods in which the entity recognises the related costs for which the grant is intended to compensate. Grants which become receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs shall be recognised in income in the period in which it becomes receivable.

Taxation

Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current or past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. 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.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences. Deferred tax on revalued non-depreciable tangible fixed assets and investment properties is measured using the rates and allowances that apply to the sale of the asset.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

The company also pays into the personal pension plan of one of the directors.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2020

2. **Accounting policies - continued**

Financial instruments

Basic financial instruments are initially recognised at transaction price and accounted for according to the substance of the contractual arrangement, as either financial assets, liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company, after deducting all liabilities.

At each balance sheet date, financial instruments are measured at amortised cost using the effective interest method. Any losses arising from impairment are recognised in the profit and loss account in the period to which they relate.

3. **Employees and directors**

The average number of employees during the year was 30 (2019 - 31) .

4. **Tangible fixed assets**

	Fixtures and fittings £	Computer equipment £	Totals £
Cost			
At 1 October 2019	60,815	48,870	109,685
Additions	2,849	23,805	26,654
Disposals	-	(28,300)	(28,300)
At 30 September 2020	<u>63,664</u>	<u>44,375</u>	<u>108,039</u>
Depreciation			
At 1 October 2019	53,781	37,337	91,118
Charge for year	2,471	11,090	13,561
Eliminated on disposal	-	(25,770)	(25,770)
At 30 September 2020	<u>56,252</u>	<u>22,657</u>	<u>78,909</u>
Net book value			
At 30 September 2020	<u>7,412</u>	<u>21,718</u>	<u>29,130</u>
At 30 September 2019	<u>7,034</u>	<u>11,533</u>	<u>18,567</u>

5. **Debtors: amounts falling due within one year**

	2020 £	2019 £
Trade debtors	471,281	328,685
Other debtors	2,073	-
Prepayments and accrued income	<u>166,685</u>	<u>39,901</u>
	<u>640,039</u>	<u>368,586</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2020**

6. Creditors: amounts falling due within one year

	2020	2019
	£	£
Other loans	19,524	-
Trade creditors	10,937	11,715
Amounts owed to group undertakings	-	27,926
Amounts owed to associates	52,736	14,526
Tax	160,512	155,669
Social security and other taxes	22,932	15,835
VAT	93,348	112,193
Other creditors	3,079	2,885
Accruals and deferred income	44,035	92,209
	<u>407,103</u>	<u>432,958</u>

7. Creditors: amounts falling due after more than one year

	2020	2019
	£	£
Other loans - 1-2 years	<u>230,476</u>	<u>-</u>

8. Leasing agreements

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020	2019
	£	£
Within one year	48,000	48,000
Between one and five years	192,000	192,000
In more than five years	<u>648,000</u>	<u>696,000</u>
	<u>888,000</u>	<u>936,000</u>

Two of the Directors, Mr D Webb and Ms E King are guarantors for the property lease.

9. Secured debts

The following secured debts are included within creditors:

	2020	2019
	£	£
Other loans	<u>250,000</u>	<u>-</u>

The loan is secured by a charge over all of the freehold and leasehold property vested in the company.

10. Provisions for liabilities

	2020	2019
	£	£
Deferred tax	<u>5,178</u>	<u>3,093</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2020

10. Provisions for liabilities - continued

	Deferred tax £
Balance at 1 October 2019	3,093
Charge to Income statement during year	<u>2,085</u>
Balance at 30 September 2020	<u><u>5,178</u></u>

11. Called up share capital

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020 £	2019 £
5	Ordinary A	£0.20	1	1
5	Ordinary B	£0.20	<u>1</u>	<u>1</u>
			<u><u>2</u></u>	<u><u>2</u></u>

During the year 1 Ordinary A share was reclassified as 1 Ordinary B share.

12. Ultimate controlling party

The directors Mr D Webb and Ms E Young are considered to be the ultimate joint controlling parties.