

**Unaudited Financial Statements
For The Year Ended 31 May 2020
for
Orbit Distribution Limited**

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For The Year Ended 31 May 2020**

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**Company Information
For The Year Ended 31 May 2020**

DIRECTORS:

Mr D M Letori
Mr G G Bell
Mr R P Fox

REGISTERED OFFICE:

10-12 Mulberry Green
Old Harlow
Essex
CM17 0ET

REGISTERED NUMBER:

04070240 (England and Wales)

ACCOUNTANTS:

Giess Wallis Crisp LLP
10-12 Mulberry Green
Old Harlow
Essex
CM17 0ET

Statement of Financial Position
31 May 2020

	Notes	2020		2019	
		£	£	£	£
FIXED ASSETS					
Tangible assets	4		99,254		123,336
CURRENT ASSETS					
Stocks	5	136,345		266,930	
Debtors	6	705,018		813,474	
Cash at bank and in hand		227,091		186,340	
		1,068,454		1,266,744	
CREDITORS					
Amounts falling due within one year	7	717,561		918,912	
NET CURRENT ASSETS			350,893		347,832
TOTAL ASSETS LESS CURRENT LIABILITIES			450,147		471,168
CREDITORS					
Amounts falling due after more than one year	8		34,681		69,363
NET ASSETS			415,466		401,805
CAPITAL AND RESERVES					
Called up share capital	9		100		100
Retained earnings			415,366		401,705
SHAREHOLDERS' FUNDS			415,466		401,805

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2020 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 Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 30 September 2020 and were signed on its behalf by:

Mr G G Bell - Director

**Notes to the Financial Statements
For The Year Ended 31 May 2020**

1. STATUTORY INFORMATION

Orbit Distribution 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.

Significant judgements and estimates

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

There are no estimates and assumptions which have had a significant risk of causing a material adjustment to the carrying amount of assets and liabilities

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- Straight line over 3 years

Stocks

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

Financial instruments

The company has elected to apply the provisions of Section 11: 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments

The company only enters into basic financial instruments that result in the recognition of financial assets and liabilities such as trade debtors and creditors.

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Debtors

Short terms debtors are measured at transaction price, less any impairment.

Cash and cash equivalents

Cash is represented by current accounts, cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Creditors

Short term creditors are measured at the acquisition price.

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**Notes to the Financial Statements - continued
For The Year Ended 31 May 2020**

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 7 (2019 - 8) .

Notes to the Financial Statements - continued
For The Year Ended 31 May 2020

4. **TANGIBLE FIXED ASSETS**

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 June 2019	9,846	161,008	44,666	215,520
Additions	1,056	2,662	10,159	13,877
Disposals	<u>(3,241)</u>	-	<u>(14,901)</u>	<u>(18,142)</u>
At 31 May 2020	<u>7,661</u>	<u>163,670</u>	<u>39,924</u>	<u>211,255</u>
DEPRECIATION				
At 1 June 2019	7,780	46,220	38,184	92,184
Charge for year	624	29,399	7,936	37,959
Eliminated on disposal	<u>(3,241)</u>	-	<u>(14,901)</u>	<u>(18,142)</u>
At 31 May 2020	<u>5,163</u>	<u>75,619</u>	<u>31,219</u>	<u>112,001</u>
NET BOOK VALUE				
At 31 May 2020	<u>2,498</u>	<u>88,051</u>	<u>8,705</u>	<u>99,254</u>
At 31 May 2019	<u>2,066</u>	<u>114,788</u>	<u>6,482</u>	<u>123,336</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 June 2019 and 31 May 2020	<u>129,500</u>
DEPRECIATION	
Charge for year	24,281
Reclassification/transfer	<u>32,375</u>
At 31 May 2020	<u>56,656</u>
NET BOOK VALUE	
At 31 May 2020	<u>72,844</u>
At 31 May 2019	<u>129,500</u>

5. **STOCKS**

	2020 £	2019 £
Stocks	<u>136,345</u>	<u>266,930</u>

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2020 £	2019 £
Trade debtors	581,981	765,733
Other debtors	<u>123,037</u>	<u>47,741</u>
	<u>705,018</u>	<u>813,474</u>

Notes to the Financial Statements - continued
For The Year Ended 31 May 2020

7.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR			2020	2019
				£	£
	Bank loans and overdrafts		89,645		10,650
	Hire purchase contracts		37,237		34,681
	Trade creditors		123,264		226,822
	Amounts owed to participating interests		156,687		189,916
	Taxation and social security		162,173		241,912
	Other creditors		148,555		214,931
			<u>717,561</u>		<u>918,912</u>
8.	CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR			2020	2019
				£	£
	Hire purchase contracts		34,681		69,363
9.	CALLED UP SHARE CAPITAL				
	Allotted, issued and fully paid:				
	Number:	Class:	Nominal value:	2020	2019
				£	£
	100	Ordinary	£1	<u>100</u>	<u>100</u>