

Sofa Frames Ltd

Filleted Accounts

30 April 2017

Sofa Frames Ltd**Registered number:** 07697575**Balance Sheet****as at 30 April 2017**

	Notes	2017	2016
		£	£
Fixed assets			
Tangible assets	3	216	1,523
Current assets			
Stocks		28,334	24,120
Debtors	4	19,994	30,460
Cash at bank and in hand		52,810	43,165
		<u>101,138</u>	<u>97,745</u>
Creditors: amounts falling due within one year	5	(48,273)	(43,158)
Net current assets		<u>52,865</u>	<u>54,587</u>
Net assets		<u>53,081</u>	<u>56,110</u>
Capital and reserves			
Profit and loss account		53,081	56,110
Shareholder's funds		<u>53,081</u>	<u>56,110</u>

The director is satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The member has not required the company to obtain an audit in accordance with section 476 of the Act.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

C E L Ridgwell

Director

Approved by the board on 11 September 2017

Sofa Frames Ltd
Notes to the Accounts
for the year ended 30 April 2017

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard).

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Plant and machinery	33.33% straight line
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Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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 reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Pensions

Contributions to defined contribution plans are expensed in the period to which they relate.

2 Employees	2017 Number	2016 Number
Average number of persons employed by the company	<u>11</u>	<u>11</u>

3 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 May 2016	13,454
At 30 April 2017	<u>13,454</u>
Depreciation	
At 1 May 2016	11,931
Charge for the year	<u>1,307</u>
At 30 April 2017	<u>13,238</u>
Net book value	
At 30 April 2017	<u>216</u>
At 30 April 2016	<u>1,523</u>

4 Debtors	2017 £	2016 £
Trade debtors	14,288	24,092
Deferred tax asset	876	816
Other debtors	<u>4,830</u>	<u>5,552</u>
	<u>19,994</u>	<u>30,460</u>

5 Creditors: amounts falling due within one year	2017	2016
	£	£
Trade creditors	8,906	19,226
Amounts owed to group undertakings and undertakings in which the company has a participating interest	20,675	-
Corporation tax	(697)	2,613
Other taxes and social security costs	14,095	15,072
Other creditors	5,294	6,247
	<u>48,273</u>	<u>43,158</u>

6 Related party transactions

The following companies are associated by common ownership and bought assembled furniture frames at open market value during the year. The amounts due are included in Trade Debtors.

	2017	2016
	£	£
Oakridge Direct Ltd		
Sale of goods in the year £247,360 (2016: £256,249)		
Amount due from Oakridge Direct Ltd	7,747	7,834
Kirkdale Mail Order Ltd		
Sale of goods in the year £195,833 (2016: £200,591)		
Amount due from Kirkdale Mail Order Ltd	6,540	14,065
Thomas Lloyd Mail Order Ltd		
Sale of goods in the year £56,124 (2016: £39,223)		
Amount due from Thomas Lloyd Mail Order Ltd	-	2,193

7 Other information

Sofa Frames Ltd is a private company limited by shares and incorporated in England & Wales. Its registered office is: SofaSofa, Maerdy Industrial Estate, Rhymney, Tredegar, NP22 5YD.