

Starfree Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 March 2020

Starfree Limited

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Starfree Limited

Company Information

Director Mrs Deborah Hobden

Registered office 166 Old Brompton Road
London
SW5 0BA

Accountants Michaelides Warner & Co
102 Fulham Palace Road
London
W6 9PL

Starfree Limited

Director's Report for the Year Ended 31 March 2020

The director presents her report and the financial statements for the year ended 31 March 2020.

Director of the company

The director who held office during the year was as follows:

Mrs Deborah Hobden

Principal activity

The principal activity of the company is that of property investment.

Small companies provision statement

This report has 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.

Approved by the director on 7 October 2020 and signed on its behalf by:

.....
Mrs Deborah Hobden
Director

Starfree Limited

(Registration number: 04438068) Balance Sheet as at 31 March 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	4	-	3,130
Investment property	5	440,707	490,000
		<u>440,707</u>	<u>493,130</u>
Current assets			
Debtors	6	1,863	1,863
Cash at bank and in hand		13,904	6,740
		<u>15,767</u>	<u>8,603</u>
Creditors: Amounts falling due within one year	7	<u>(44,415)</u>	<u>(50,021)</u>
Net current liabilities		<u>(28,648)</u>	<u>(41,418)</u>
Total assets less current liabilities		412,059	451,712
Creditors: Amounts falling due after more than one year	7	(150,000)	(150,000)
Provisions for liabilities		<u>(24,753)</u>	<u>(35,603)</u>
Net assets		<u>237,306</u>	<u>266,109</u>
Capital and reserves			
Called up share capital	8	100	100
Other reserves		100,453	141,864
Profit and loss account		136,753	124,145
Shareholders' funds		<u>237,306</u>	<u>266,109</u>

For the financial year ending 31 March 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges her responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Starfree Limited

(Registration number: 04438068)

Balance Sheet as at 31 March 2020

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.

Approved and authorised by the director on 7 October 2020

.....

Mrs Deborah Hobden
Director

Starfree Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

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:
166 Old Brompton Road
London
SW5 0BA
England

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 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 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.

Judgements

The director considers that there are no key judgements that management have made in the process of applying the company's accounting policies and that may have had a significant effect on the amounts recognised in the financial statements.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable in respect of rental income.

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 and deferred 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.

Starfree Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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.

Tangible assets

Tangible assets are stated in the balance sheet 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:

Asset class	Depreciation method and rate
Motor Vehicles	20% Straight line
Investment properties	Not depreciated

Investment property

Investment property is carried at fair value, derived from the current market prices for comparable real estate determined annually by external valuers. The valuers use observable market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset. Changes in fair value are recognised in profit or loss.

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.

Starfree Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

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.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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.

Financial instruments

Classification

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like investments, trade and other receivables, cash and bank balances, trade and other creditors.

Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or cash consolidation expected to be paid or received.

Starfree Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 1 (2019 - 1).

4 Tangible assets

	Motor vehicles £	Total £
Cost or valuation		
At 1 April 2019	17,590	17,590
At 31 March 2020	17,590	17,590
Depreciation		
At 1 April 2019	14,460	14,460
Charge for the year	3,130	3,130
At 31 March 2020	17,590	17,590
Carrying amount		
At 31 March 2020	-	-
At 31 March 2019	3,130	3,130

5 Investment properties

	2020 £
At 1 April	490,000
Fair value adjustments	(49,293)
At 31 March	440,707

The historical cost of the investment properties as at 31 March 2020 is £310,425 (2019 - £310,425).

There has been no valuation of investment property by an independent valuer.

Starfree Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

6 Debtors

	2020 £	2019 £
Trade debtors	1,863	1,863
	<u>1,863</u>	<u>1,863</u>

7 Creditors

Creditors: amounts falling due within one year

	2020 £	2019 £
Due within one year		
Trade creditors	2,438	1,547
Taxation and social security	6,762	5,340
Accruals and deferred income	8,205	7,621
Other creditors	27,010	35,513
	<u>44,415</u>	<u>50,021</u>

Creditors: amounts falling due after more than one year

	2020 £	2019 £
Due after one year		
Loans and borrowings	150,000	150,000

8 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary of £1 each	100	100	100	100

Starfree Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

9 Related party transactions

Transactions with directors

	At 1 April 2019	Advances to directors	Repayments by director	At 31 March 2020
	£	£	£	£
2020				
Amounts owed to/(from) the Director	1,469	(16,609)	15,401	260

	At 1 April 2018	Advances to directors	Repayments by director	At 31 March 2019
	£	£	£	£
2019				
Amounts owed to/(from) the Director	(862)	(12,000)	14,331	1,469

10 Parent and ultimate parent undertaking

The ultimate controlling party is Mrs D Hobden by virtue of holding 100% of the issued share capital.