

TONGUE TIED (MANCHESTER) LIMITED

Annual Report and Unaudited Abridged Financial Statements

for the Year Ended 29 February 2020

TONGUE TIED (MANCHESTER) LIMITED

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TONGUE TIED (MANCHESTER) LIMITED

Company Information

Directors Mr Graham Hale
Mrs Caroline Hale
Mr Richard Hale

Company secretary Mr Richard Hale

Registered office 33 Hartford Road
Davenham
Northwich
Cheshire
CW9 8JA

TONGUE TIED (MANCHESTER) LIMITED

(Registration number: 03915984) Abridged Balance Sheet as at 29 February 2020

	Note	2020 £	2019 £
Fixed assets			
Intangible assets	4	1,428	2,814
Tangible assets	5	10,950	11,136
		<u>12,378</u>	<u>13,950</u>
Current assets			
Debtors		63,074	81,468
Cash at bank and in hand		27,642	23,405
		<u>90,716</u>	<u>104,873</u>
Prepayments and accrued income		28,953	6,131
Creditors: Amounts falling due within one year		<u>(37,342)</u>	<u>(35,555)</u>
Net current assets		<u>82,327</u>	<u>75,449</u>
Total assets less current liabilities		94,705	89,399
Accruals and deferred income		<u>(60,918)</u>	<u>(43,599)</u>
Net assets		<u><u>33,787</u></u>	<u><u>45,800</u></u>
Capital and reserves			
Called up share capital		10	10
Profit and loss account		33,777	45,790
		<u>33,787</u>	<u>45,800</u>
Total equity		<u><u>33,787</u></u>	<u><u>45,800</u></u>

For the financial year ending 29 February 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' 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 directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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.

TONGUE TIED (MANCHESTER) LIMITED

(Registration number: 03915984)

Abridged Balance Sheet as at 29 February 2020

All of the company's members have consented to the preparation of an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

Approved and authorised by the Board on 10 November 2020 and signed on its behalf by:

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Mr Richard Hale

Company secretary and director

TONGUE TIED (MANCHESTER) LIMITED

Notes to the Abridged Financial Statements for the Year Ended 29 February 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:
33 Hartford Road
Davenham
Northwich
Cheshire
CW9 8JA
United Kingdom

These financial statements were authorised for issue by the Board on 10 November 2020.

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 abridged 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 abridged 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.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

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 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.

TONGUE TIED (MANCHESTER) LIMITED

Notes to the Abridged Financial Statements for the Year Ended 29 February 2020

Tangible assets

Tangible assets are stated in the statement of financial position 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
Plant and machinery	25% Reducing balance
Fixtures and fittings	15% Reducing balance
Computer equipment	25% Reducing balance

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Franchise fees	None

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.

TONGUE TIED (MANCHESTER) LIMITED

Notes to the Abridged Financial Statements for the Year Ended 29 February 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.

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.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Defined benefit pension obligation

Typically defined benefit plans define an amount of pension benefit that an employee will receive on retirement, usually dependent on one or more factors such as age, years of service and compensation.

The liability recognised in the Balance Sheet in respect of defined benefit pension plans is the present value of the defined benefit obligation at the reporting date minus the fair value of plan assets. The defined benefit obligation is measured using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future payments by reference to market yields at the reporting date on high-quality corporate bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximating to the terms of the related pension liability.

Actuarial gains and losses are charged or credited to other comprehensive income in the period in which they arise.

TONGUE TIED (MANCHESTER) LIMITED

Notes to the Abridged Financial Statements for the Year Ended 29 February 2020

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 4 (2019 - 4).

TONGUE TIED (MANCHESTER) LIMITED

Notes to the Abridged Financial Statements for the Year Ended 29 February 2020

4 Intangible assets

	Total £
Cost or valuation	
At 1 March 2019	9,732
Additions acquired separately	<u>700</u>
At 29 February 2020	<u>10,432</u>
Amortisation	
At 1 March 2019	6,918
Amortisation charge	<u>2,086</u>
At 29 February 2020	<u>9,004</u>
Carrying amount	
At 29 February 2020	<u><u>1,428</u></u>
At 28 February 2019	<u><u>2,814</u></u>

5 Tangible assets

	Total £
Cost or valuation	
At 1 March 2019	44,088
Additions	<u>2,266</u>
At 29 February 2020	<u>46,354</u>
Depreciation	
At 1 March 2019	32,952
Charge for the year	<u>2,452</u>
At 29 February 2020	<u>35,404</u>
Carrying amount	
At 29 February 2020	<u><u>10,950</u></u>
At 28 February 2019	<u><u>11,136</u></u>

TONGUE TIED (MANCHESTER) LIMITED

Notes to the Abridged Financial Statements for the Year Ended 29 February 2020

6 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary of £1 each	10	10	10	10
