

Financial Statements
for the Year Ended 30 June 2019
for
WOVEN IMAGE (EUROPE) LIMITED

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for the year ended 30 June 2019

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Director: A C Sutton

Registered office: Aissela
46 High Street
Esher
Surrey
KT10 9QY

Registered number: 03942662 (England and Wales)

Auditors: Haines Watts
Chartered Accountants
Statutory Auditor
Aissela
46 High Street
Esher
Surrey
KT10 9QY

Balance Sheet
30 June 2019

	Notes	2019 £	2018 £
Current assets			
Stocks		107,730	106,611
Debtors	4	35,833	13,078
Cash at bank		37,302	34,754
		<u>180,865</u>	<u>154,443</u>
Creditors			
Amounts falling due within one year	5	135,096	176,004
Net current assets/(liabilities)		<u>45,769</u>	<u>(21,561)</u>
Total assets less current liabilities		<u>45,769</u>	<u>(21,561)</u>
Capital and reserves			
Called up share capital	6	1,000	1,000
Retained earnings		44,769	(22,561)
Shareholders' funds		<u>45,769</u>	<u>(21,561)</u>

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 Profit and Loss Account has not been delivered.

The financial statements were approved by the director and authorised for issue on 9 June 2020 and were signed by:

A C Sutton - Director

Notes to the Financial Statements
for the year ended 30 June 2019

1. **Statutory information**

Woven Image (Europe) 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.

The presentation currency of the financial statements is the Pound Sterling (£).

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.

Going concern

The financial statements have been prepared on a going concern basis. The directors have considered the relevant information including the annual budget, and in response to Covid-19, have considered the company's available resources and ability to adapt to changes in its operating environment by scaling back its operations as necessary for the company to continue to operate for the foreseeable future.

Additionally, the company's parent has provided confirmation that it will continue to provide financial support necessary for the company to continue to operate for the foreseeable future.

Based on these assessments, given the measures that could be undertaken to mitigate the current adverse conditions, and the current resources available, the Directors have concluded that they can continue to adopt the going concern basis in preparing the annual report and accounts.

Key source of estimation, uncertainty and judgement

The preparation of financial statements in conformity with generally accepted accounting practice requires management to make estimates and judgement that affect the reported amounts of assets and liabilities as well as the disclosure of contingent assets and liabilities at the balance sheet date and the reported amounts of revenues and expenses during the reporting period.

There is estimation uncertainty in calculating bad debt provisions. A full line by line review of trade debtors is carried out regularly. Whilst every attempt is made to ensure that the bad debt provisions are as accurate as possible, there remains a risk that the provisions do not match the level of debts which ultimately prove to be uncollectable.

There is estimation uncertainty in calculating stock provisions. Management considers the nature and condition of the stock, as well as applying assumptions around anticipated saleability. Management carry out periodic reviews of stock and make provisions against slow moving stock where appropriate.

Turnover

Turnover is derived from the company's principal activity, being wholesale of textiles.

Turnover represents amounts receivable for goods and services provided in the normal course of business net of any discounts, value added tax and other sales-related taxes. Turnover is recognised when the risks and rewards of ownership are transferred to the customer.

Stocks

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

Notes to the Financial Statements - continued
for the year ended 30 June 2019**2. Accounting policies - continued****Financial instruments**

Financial assets and financial liabilities are recognised in the balance sheet when the company becomes a party to the contractual provisions of the instrument.

Trade and other debtors and creditors are classified as basic financial instruments and measured at initial recognition at transaction price. Debtors and creditors are subsequently measured at amortised cost using the effective interest rate method. A provision is established when there is objective evidence that the company will not be able to collect all amounts due.

Cash and cash equivalents are classified as basic financial instruments and comprise cash in hand and at bank and bank overdrafts.

Financial liabilities and equity instruments issued by the company are classified in accordance with the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss Account, 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 balance sheet date.

Foreign currencies

The company's functional and presentational currency is GBP.

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

3. Auditors' remuneration

	2019	2018
	£	£
Fees payable to the company's auditors for the audit of the company's financial statements	2,720	1,825

4. Debtors: amounts falling due within one year

	2019	2018
	£	£
Trade debtors	<u>35,833</u>	<u>13,078</u>

5. Creditors: amounts falling due within one year

	2019	2018
	£	£
Trade creditors	14,188	-
Amounts owed to group undertakings	67,257	127,144
Taxation and social security	2,250	2,903
Other creditors	<u>51,401</u>	<u>45,957</u>
	<u>135,096</u>	<u>176,004</u>

6. Called up share capital**Allotted, issued and fully paid:**

Number:	Class:	Nominal value:	2019 £	2018 £
1,000	Ordinary	1	<u>1,000</u>	<u>1,000</u>

7. Disclosure under Section 444(5B) of the Companies Act 2006

The Report of the Auditors was unqualified.

Paul Hodgett BA (Hons) FCA (Senior Statutory Auditor)
for and on behalf of Haines Watts

8. Related party disclosures

At 30 June 2019 the company owed £67,257 (2018: £127,144) to its parent company, Woven Image Pty Limited.

The company has taken advantage of exemptions within Financial Reporting Standard 102 (Section 1A) in respect of transactions with wholly owned group undertakings.

9. Post balance sheet events

After the balance sheet date the company's operations have been impacted by the Covid-19 outbreak and associated government action (including social distancing measures) which started in March 2020. The impact of these disruptions have been considered as part of the Directors review of the Going Concern basis (see Note 2). No adjustments to the financial statements are required as a result of these events.

10. Ultimate controlling party

The company is a wholly owned subsidiary of Woven Image Pty Limited, a company registered in Australia.