

Morecheck Limited

Unaudited Filleted Financial Statements
for the Year Ended 31 March 2019

Abrams Ashton Limited
Chartered Accountants
7 Waterside Court
St. Helens
Merseyside
WA9 1UA

Morecheck Limited

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Morecheck Limited

Company Information

Directors	Mr J P Dean Mr C N Stone Mr D A W Cook
Registered office	Unit 449 Oakshott Place Walton Summit Centre Bamber Bridge Preston Lancashire PR5 8AU
Accountants	Abrams Ashton Limited Chartered Accountants 7 Waterside Court St. Helens Merseyside WA9 1UA

**Chartered Accountants' Report to the Board of Directors on the Preparation of the
Unaudited Statutory Accounts of
Morecheck Limited
for the Year Ended 31 March 2019**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Morecheck Limited for the year ended 31 March 2019 as set out on pages 3 to 10 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Morecheck Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Morecheck Limited and state those matters that we have agreed to state to the Board of Directors of Morecheck Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Morecheck Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Morecheck Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Morecheck Limited. You consider that Morecheck Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Morecheck Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

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Abrams Ashton Limited
Chartered Accountants
7 Waterside Court
St. Helens
Merseyside
WA9 1UA

9 October 2019

Morecheck Limited

Profit and Loss Account and Statement of Retained Earnings for the Year Ended 31 March 2019

	Note	2019 £	2018 £
Turnover		6,239,515	6,738,487
Cost of sales		<u>(4,731,987)</u>	<u>(4,788,790)</u>
Gross profit		1,507,528	1,949,697
Administrative expenses		<u>(694,646)</u>	<u>(731,194)</u>
Operating profit		<u>812,882</u>	<u>1,218,503</u>
Other interest receivable and similar income		690	170
Interest payable and similar charges		<u>(11,215)</u>	<u>1,359</u>
		<u>(10,525)</u>	<u>1,529</u>
Profit before tax		802,357	1,220,032
Taxation		<u>(158,541)</u>	<u>(235,283)</u>
Profit for the financial year		643,816	984,749
Retained earnings brought forward		1,242,281	1,117,532
Dividends paid		<u>(1,344,749)</u>	<u>(860,000)</u>
Retained earnings carried forward		<u><u>541,348</u></u>	<u><u>1,242,281</u></u>

The notes on pages 6 to 10 form an integral part of these financial statements.

Morecheck Limited
(Registration number: 02452448)
Balance Sheet as at 31 March 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>4</u>	121,174	82,034
Current assets			
Stocks		7,546	7,904
Debtors	<u>5</u>	1,020,296	1,505,876
Cash at bank and in hand		867,989	848,657
		1,895,831	2,362,437
Creditors: Amounts falling due within one year	<u>6</u>	(1,460,440)	(1,195,097)
Net current assets		435,391	1,167,340
Total assets less current liabilities		556,565	1,249,374
Provisions for liabilities		(15,117)	(6,993)
Net assets		<u>541,448</u>	<u>1,242,381</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		541,348	1,242,281
Total equity		<u>541,448</u>	<u>1,242,381</u>

For the financial year ending 31 March 2019 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.

The notes on pages 6 to 10 form an integral part of these financial statements.

Morecheck Limited

(Registration number: 02452448)

Balance Sheet as at 31 March 2019 (continued)

Approved and authorised by the Board on 2 September 2019 and signed on its behalf by:

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Mr D A W Cook

Director

The notes on pages 6 to 10 form an integral part of these financial statements.

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Morecheck Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

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:

Unit 449 Oakshott Place
Walton Summit Centre
Bamber Bridge Preston
Lancashire
PR5 8AU

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. The financial statements are prepared in sterling, which is the functional currency of the entity.

Contract revenue recognition

Turnover represents revenue earned under contracts to provide goods and services. Revenue is recognised as earned when, and to the extent that, the firm obtains the right to consideration in exchange for the performance under those contracts. It is measured at the fair value of the right to consideration, which represents amounts chargeable to clients, excluding value added tax. For incomplete contracts, an assessment is made of the extent to which revenue has been earned. This assessment takes into account the nature of the assignment, the stage of completion and the relevant contract terms. Unbilled revenue is included in debtors, under 'amounts recoverable on contracts'. Revenue billed in excess of work done is included in creditors, under 'payments received on account'.

Revenue recorded represents the aggregate of costs incurred during the year and a proportion of estimated profit on individual contracts based on the relationship of costs incurred to total estimated costs for each contract.

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.

Morecheck Limited

Notes to the Financial Statements for the Year Ended 31 March 2019 (continued)

2 Accounting policies (continued)

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.

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
Plant and machinery	15% reducing balance
Fixtures, fittings and equipment	15% reducing balance
Motor vehicles	25% reducing balance
Computer equipment	25% reducing balance

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 25 (2018 - 21).

Morecheck Limited

Notes to the Financial Statements for the Year Ended 31 March 2019 (continued)

4 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Computer equipment £	Motor vehicles £	Total £
Cost or valuation					
At 1 April 2018	39,878	87,504	95,902	66,445	289,729
Additions	-	22,780	5,562	41,046	69,388
Disposals	-	(10,950)	(27,951)	-	(38,901)
At 31 March 2019	39,878	99,334	73,513	107,491	320,216
Depreciation					
At 1 April 2018	36,597	78,764	62,530	29,804	207,695
Charge for the year	1,233	4,699	9,552	14,292	29,776
Eliminated on disposal	-	(10,478)	(27,951)	-	(38,429)
At 31 March 2019	37,830	72,985	44,131	44,096	199,042
Carrying amount					
At 31 March 2019	2,048	26,349	29,382	63,395	121,174
At 31 March 2018	3,281	8,740	33,372	36,641	82,034

5 Debtors

	2019 £	2018 £
Trade debtors	773,211	1,392,040
Amounts recoverable on contracts	86,514	80,412
Amounts owed by group undertakings	8	13,866
Prepayments	30,377	19,558
Other debtors	116,328	-
	<u>1,020,296</u>	<u>1,505,876</u>

Morecheck Limited

Notes to the Financial Statements for the Year Ended 31 March 2019 (continued)

6 Creditors

Creditors: amounts falling due within one year

		2019 £	2018 £
Due within one year			
Trade creditors		795,695	592,076
Amounts owed to group undertakings	<u>8</u>	440,000	60,000
Corporation tax		150,377	239,556
Taxation and social security		45,193	226,651
Accruals and deferred income		22,104	23,874
Other creditors		7,071	52,940
		<u>1,460,440</u>	<u>1,195,097</u>

7 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £34,542 (2018 - £72,643). These commitments represent the minimum amounts payable by the company under non-cancellable operating leases.

8 Related party transactions

Other transactions with directors

During the year the company paid expenditure of £34,401 on behalf of Mr J Dean, a director. The £34,401 is included within 'Other debtors' in the Debtors note in these financial statements. The advance is expected to be repaid within 9 months of the year-end.

Summary of transactions with parent

The company's immediate parent company is Vibrancy Limited and the ultimate parent company is Vibrancy III Limited. At the year end the company was owed £13,947 (2018 £13,947) by Vibrancy III Limited and owed £81 (2018 £81) to Vibrancy Limited.

At the year-end a balance of £440,000 (2018 £60,000) was due to Vibrancy Limited.

Morecheck Limited

Notes to the Financial Statements for the Year Ended 31 March 2019 (continued)

9 Parent and ultimate parent undertaking

The company's immediate parent is Vibrancy Limited, incorporated in England and Wales.

The ultimate parent is Vibrancy III Limited, incorporated in England and Wales.

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This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.