

Company Registration No. 02945966 (England and Wales)

FARRAGO (UK) LIMITED

Unaudited financial statements

For the year ended 30 June 2017

Pages for filing with registrar

FARRAGO (UK) LIMITED

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FARRAGO (UK) LIMITED

STATEMENT OF FINANCIAL POSITION

As at 30 June 2017

	Notes	£	2017 £	£	2016 £
Fixed assets					
Property, plant and equipment	3		4,165		5,119
Current assets					
Inventories		69,250		68,755	
Trade and other receivables	4	47,796		1,572	
		<u>117,046</u>		<u>70,327</u>	
Current liabilities	5	(118,821)		(59,107)	
Net current (liabilities)/assets			<u>(1,775)</u>		<u>11,220</u>
Total assets less current liabilities			<u>2,390</u>		<u>16,339</u>
Equity					
Called up share capital	6		2		2
Retained earnings			<u>2,388</u>		<u>16,337</u>
Total equity			<u>2,390</u>		<u>16,339</u>

The director of the company has elected not to include a copy of the income statement within the financial statements.

For the financial year ended 30 June 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and signed by the director and authorised for issue on 21 February 2018

V S Patel
Director

Company Registration No. 02945966

FARRAGO (UK) LIMITED

STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2017

	Share capital	Retained earnings	Total
Notes	£	£	£
Balance at 1 July 2015	2	25,701	25,703
Year ended 30 June 2016:			
Profit and total comprehensive income for the year	-	39,136	39,136
Dividends	-	(48,500)	(48,500)
Balance at 30 June 2016	2	16,337	16,339
Year ended 30 June 2017:			
Profit and total comprehensive income for the year	-	66,051	66,051
Dividends	-	(80,000)	(80,000)
Balance at 30 June 2017	2	2,388	2,390

FARRAGO (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 June 2017

1 Accounting policies

Company information

Farrago (UK) Limited is a private company limited by shares incorporated in England and Wales. The registered office is Connect House, 133-137 Alexandra Road, Wimbledon, London, SW19 7JY.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These financial statements for the year ended 30 June 2017 are the first financial statements of Farrago (UK) Limited prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 July 2015. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

1.2 Revenue

Revenue is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

1.3 Property, plant and equipment

Property, plant and equipment are initially measured at cost and subsequently measured at cost less depreciation and less any impairment losses.

Depreciation is recognised so as to write off the cost of assets less their residual values over their useful lives on the following bases:

Fixtures, fittings & equipment	20% on cost
Computer equipment	33.33% on cost

1.4 Inventories

Inventories are stated at the lower of cost and estimated selling price less costs to complete and sell.

1.5 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

FARRAGO (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 June 2017

1 Accounting policies

(Continued)

1.6 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

1.7 Taxation

The tax expense represents the tax currently payable.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

1.8 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.9 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

FARRAGO (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 June 2017

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 6 (2016 - 6).

3 Property, plant and equipment

	Plant and machinery etc £
Cost	
At 1 July 2016	45,763
Additions	120
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At 30 June 2017	45,883
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Depreciation and impairment	
At 1 July 2016	40,644
Depreciation charged in the year	1,074
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At 30 June 2017	41,718
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Carrying amount	
At 30 June 2017	4,165
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At 30 June 2016	5,119
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4 Trade and other receivables

	2017 £	2016 £
Amounts falling due within one year:		
Corporation tax recoverable	8,340	-
Other receivables	39,456	1,572
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	47,796	1,572
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5 Current liabilities

	2017 £	2016 £
Bank loans and overdrafts	36,878	21,128
Trade payables	40,720	21,708
Corporation tax	30,266	11,306
Other taxation and social security	6,770	7
Other payables	4,187	4,958
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	118,821	59,107
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FARRAGO (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 June 2017

6 Called up share capital

	2017	2016
	£	£
Ordinary share capital		
Issued and fully paid		
2 Ordinary shares of £1 each	2	2
	<u> </u>	<u> </u>

7 Financial commitments, guarantees and contingent liabilities

At the reporting end date the company had financial commitments due to non-cancellable operating leases totalling £96,254 (2016 - £161,450).

8 Events after the reporting date

After the year end the company extended one of its motor vehicle leases resulting in a financial commitment of £2,093.

9 Directors' transactions

During the year the company advanced the director £25,661 (2016 - £nil). At the end of the year the director owed the company £25,661 (2016 - £nil). The advance is interest free, unsecured and repayable on demand.

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.