

REGISTERED NUMBER: 05775621 (England and Wales)

**Report of the Directors and
Unaudited Financial Statements for the Year Ended 31 December 2017
for
The Clever Baggers Limited**

**Contents of the Financial Statements
for the Year Ended 31 December 2017**

| | Page |
|--|-------------|
| Company Information | 1 |
| Report of the Directors | 2 |
| Statement of Income and Retained Earnings | 3 |
| Balance Sheet | 4 |
| Notes to the Financial Statements | 6 |

The Clever Baggers Limited
Company Information
for the Year Ended 31 December 2017

DIRECTORS:

V Lacey-Johnson
Mrs S L Lacey-Johnson
D Davies
Mrs E Smith

SECRETARY:

G M Herrman

REGISTERED OFFICE:

5 Four Crosses Business Park
Llanymynech
Powys
SY22 6ST

REGISTERED NUMBER:

05775621 (England and Wales)

ACCOUNTANTS:

Morgan Griffiths LLP
Chartered Accountants
Cross Chambers
9 High Street
Newtown
Powys
SY16 2NY

**Report of the Directors
for the Year Ended 31 December 2017**

The directors present their report with the financial statements of the company for the year ended 31 December 2017.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2017 to the date of this report.

V Lacey-Johnson
Mrs S L Lacey-Johnson
D Davies
Mrs E Smith

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

V Lacey-Johnson - Director

27 September 2018

Statement of Income and Retained Earnings
for the Year Ended 31 December 2017

| | Notes | 31.12.17 £ | £ | 31.12.16 £ | £ |
|---|-------|---------------|-----------|---------------|-----------|
| TURNOVER | | | 2,562,040 | | 2,492,183 |
| Cost of sales | | | 1,405,470 | | 1,346,473 |
| GROSS PROFIT | | | 1,156,570 | | 1,145,710 |
| Distribution costs | | 173,768 | | 175,558 | |
| Administrative expenses | | 806,610 | | 781,882 | |
| | | | 980,378 | | 957,440 |
| | | | 176,192 | | 188,270 |
| Other operating income | | | 9,300 | | 9,300 |
| OPERATING PROFIT | | | 185,492 | | 197,570 |
| Interest receivable and similar income | | | 265 | | 737 |
| | | | 185,757 | | 198,307 |
| Interest payable and similar expenses | | | 8,171 | | 11,242 |
| PROFIT BEFORE TAXATION | | | 177,586 | | 187,065 |
| Tax on profit | | | (508) | | 17,820 |
| PROFIT FOR THE FINANCIAL YEAR | | | 178,094 | | 169,245 |
| Retained earnings at beginning of year | | | 510,445 | | 476,700 |
| Dividends | | | (218,300) | | (135,500) |
| RETAINED EARNINGS AT END OF YEAR | | | 470,239 | | 510,445 |

Balance Sheet
31 December 2017

| | Notes | 31.12.17 £ | £ | 31.12.16 £ | £ |
|--|-------|----------------|-----------------|----------------|-----------------|
| FIXED ASSETS | | | | | |
| Intangible assets | 5 | | - | | - |
| Tangible assets | 6 | | 149,937 | | 270,548 |
| Investment property | 7 | | 195,860 | | 195,860 |
| | | | <u>345,797</u> | | <u>466,408</u> |
| CURRENT ASSETS | | | | | |
| Stocks | | 336,817 | | 346,310 | |
| Debtors | 8 | 156,803 | | 146,130 | |
| Cash at bank and in hand | | <u>127,175</u> | | <u>45,629</u> | |
| | | 620,795 | | 538,069 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 9 | <u>362,960</u> | | <u>274,798</u> | |
| NET CURRENT ASSETS | | | <u>257,835</u> | | <u>263,271</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 603,632 | | 729,679 |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 10 | | (115,229) | | (188,220) |
| PROVISIONS FOR LIABILITIES | | | <u>(18,064)</u> | | <u>(30,914)</u> |
| NET ASSETS | | | <u>470,339</u> | | <u>510,545</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | | | 100 | | 100 |
| Retained earnings | | | <u>470,239</u> | | <u>510,445</u> |
| SHAREHOLDERS' FUNDS | | | <u>470,339</u> | | <u>510,545</u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

Balance Sheet - continued
31 December 2017

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 27 September 2018 and were signed on its behalf by:

V Lacey-Johnson - Director

**Notes to the Financial Statements
for the Year Ended 31 December 2017**

1. STATUTORY INFORMATION

The Clever Baggers 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. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2007, has been amortised over 5 years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.
Plant and machinery etc - 25% on cost and 10% on cost

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

Stocks

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

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

3. **ACCOUNTING POLICIES - continued**

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

4. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 30 (2016 - 31) .

5. **INTANGIBLE FIXED ASSETS**

| | Goodwill £ |
|-----------------------|---------------|
| COST | |
| At 1 January 2017 | |
| and 31 December 2017 | 165,470 |
| AMORTISATION | |
| At 1 January 2017 | |
| and 31 December 2017 | 165,470 |
| NET BOOK VALUE | |
| At 31 December 2017 | - |
| At 31 December 2016 | - |

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

6. TANGIBLE FIXED ASSETS

| | Plant and machinery etc £ |
|------------------------|------------------------------------|
| COST | |
| At 1 January 2017 | 1,061,586 |
| Additions | 35,340 |
| Disposals | (71,840) |
| At 31 December 2017 | <u>1,025,086</u> |
| DEPRECIATION | |
| At 1 January 2017 | 791,038 |
| Charge for year | 115,111 |
| Eliminated on disposal | (31,000) |
| At 31 December 2017 | <u>875,149</u> |
| NET BOOK VALUE | |
| At 31 December 2017 | <u>149,937</u> |
| At 31 December 2016 | <u>270,548</u> |

7. INVESTMENT PROPERTY

| | Total £ |
|---|----------------|
| FAIR VALUE | |
| At 1 January 2017 and 31 December 2017 | <u>195,860</u> |
| NET BOOK VALUE | |
| At 31 December 2017 | <u>195,860</u> |
| At 31 December 2016 | <u>195,860</u> |

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 31.12.17 £ | 31.12.16 £ |
|---------------|----------------|----------------|
| Trade debtors | 14,777 | 15,026 |
| Other debtors | <u>142,026</u> | <u>131,104</u> |
| | <u>156,803</u> | <u>146,130</u> |

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 31.12.17 £ | 31.12.16 £ |
|------------------------------|----------------|----------------|
| Bank loans and overdrafts | 89,495 | 50,501 |
| Hire purchase contracts | 24,120 | 24,120 |
| Trade creditors | 89,505 | 82,600 |
| Taxation and social security | 98,258 | 102,310 |
| Other creditors | <u>61,582</u> | <u>15,267</u> |
| | <u>362,960</u> | <u>274,798</u> |

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

10. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

| | 31.12.17 | 31.12.16 |
|-------------------------|----------------|----------------|
| | £ | £ |
| Bank loans | 58,950 | 107,821 |
| Hire purchase contracts | 56,279 | 80,399 |
| | <u>115,229</u> | <u>188,220</u> |

11. **SECURED DEBTS**

The following secured debts are included within creditors:

| | 31.12.17 | 31.12.16 |
|-------------------------|----------------|----------------|
| | £ | £ |
| Bank loans | 148,445 | 158,322 |
| Hire purchase contracts | 80,399 | 104,519 |
| | <u>228,844</u> | <u>262,841</u> |

There is a legal charge over the investment property dated the 30th September 2015 in favour of National Westminster Bank PLC.

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.