

MRJO Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 September 2020

TB Millar & Co
Chartered Accountants
6 Doagh Road
Ballyclare
Co Antrim
BT39 9BG

MRJO Limited

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MRJO Limited

Company Information

Directors	Mr Richard Saunders Mr Ryan Saunders
Company secretary	Mr Ryan Saunders
Registered office	41-45 Middlepath Street Belfast BT5 4BG
Solicitors	Mills Selig 21 Arthur Street Belfast BT1 4GA
Accountants	TB Millar & Co Chartered Accountants 6 Doagh Road Ballyclare Co Antrim BT39 9BG

MRJO Limited

Directors' Report for the Year Ended 30 September 2020

The directors present their report and the financial statements for the year ended 30 September 2020.

Directors of the company

The directors who held office during the year were as follows:

Mr Richard Saunders

Mr Ryan Saunders - Company secretary and director

Principal activity

The principal activity of the company is the trade in linen textiles and fabrics

Small companies provision statement

This report has 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.

Approved by the Board on 20 November 2020 and signed on its behalf by:

.....
Mr Richard Saunders
Director

MRJO Limited

(Registration number: NI006438) Balance Sheet as at 30 September 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	1,175,750	1,196,700
Investments	<u>5</u>	10,100	10,100
Other financial assets	<u>6</u>	6,512	6,512
		<u>1,192,362</u>	<u>1,213,312</u>
Current assets			
Stocks	<u>7</u>	169,200	176,750
Debtors	<u>8</u>	30,691	22,501
Cash at bank and in hand		83,865	13,619
		<u>283,756</u>	<u>212,870</u>
Creditors: Amounts falling due within one year	<u>9</u>	<u>(98,390)</u>	<u>(83,440)</u>
Net current assets		<u>185,366</u>	<u>129,430</u>
Total assets less current liabilities		1,377,728	1,342,742
Creditors: Amounts falling due after more than one year	<u>9</u>	(196,298)	(172,687)
Provisions for liabilities		<u>(788)</u>	<u>(1,051)</u>
Net assets		<u><u>1,180,642</u></u>	<u><u>1,169,004</u></u>
Capital and reserves			
Called up share capital	<u>10</u>	15,000	15,000
Capital redemption reserve		30,000	30,000
Profit and loss account		<u>1,135,642</u>	<u>1,124,004</u>
Shareholders' funds		<u><u>1,180,642</u></u>	<u><u>1,169,004</u></u>

For the financial year ending 30 September 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.

MRJO Limited

(Registration number: NI006438)
Balance Sheet as at 30 September 2020

Approved and authorised by the Board on 20 November 2020 and signed on its behalf by:

.....

Mr Richard Saunders
Director

MRJO Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2020

1 General information

The company is a private company limited by share capital, incorporated in Northern Ireland.

The address of its registered office is:
41-45 Middlepath Street
Belfast
BT5 4BG

These financial statements were authorised for issue by the Board on 20 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 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 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 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.

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.

MRJO Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2020

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
Land and Buildings	2% Straight Line
Plant and Machinery	25% Reducing balance
Fixtures and Fittings	25% Reducing balance

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

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.

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Notes to the Unaudited Financial Statements for the Year Ended 30 September 2020

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

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.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges. Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 2 (2019 - 2).

MRJO Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2020

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 October 2019	1,467,033	201,098	69,399	1,737,530
At 30 September 2020	1,467,033	201,098	69,399	1,737,530
Depreciation				
At 1 October 2019	345,268	195,562	-	540,830
Charge for the year	19,566	1,384	-	20,950
At 30 September 2020	364,834	196,946	-	561,780
Carrying amount				
At 30 September 2020	1,102,199	4,152	69,399	1,175,750
At 30 September 2019	1,121,765	5,536	69,399	1,196,700

Included within the net book value of land and buildings above is £1,102,199 (2019 - £1,121,765) in respect of freehold land and buildings.

5 Investments

	2020 £	2019 £
Investments in subsidiaries	10,100	10,100
Subsidiaries		£
Cost or valuation		
At 1 October 2019		10,100
Provision		
Carrying amount		
At 30 September 2020		10,100
At 30 September 2019		10,100

Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

MRJO Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2020

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2020	2019
Subsidiary undertakings				
Belfast Theatrical Linens Ltd	41-45 Middlepath Street Belfast BT5 4BG Northern Ireland	Ordinary	100%	100%
Stoker Mills Limited	41-45 Middlepath Street Belfast BT5 4BG Northern Ireland	100 £1 Ordinary shares	100%	100%

Subsidiary undertakings

Belfast Theatrical Linens Ltd

The principal activity of Belfast Theatrical Linens Ltd is Sale of Linen products.

Stoker Mills Limited

The principal activity of Stoker Mills Limited is sale of Irish linen products.

MRJO Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2020

6 Other financial assets (current and non-current)

	Financial assets at cost less impairment £	Total £
Non-current financial assets		
Cost or valuation		
At 1 October 2019	6,512	6,512
At 30 September 2020	6,512	6,512
Impairment		
Carrying amount		
At 30 September 2020	6,512	6,512

7 Stocks

	2020 £	2019 £
Other inventories	169,200	176,750

8 Debtors

	Note	2020 £	2019 £
Trade debtors		16,431	9,456
Amounts owed by group undertakings and undertakings in which the company has a participating interest	13	8,086	6,871
Prepayments		4,174	4,174
Other debtors		2,000	2,000
		30,691	22,501

9 Creditors

Creditors: amounts falling due within one year

MRJO Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2020

	Note	2020 £	2019 £
Due within one year			
Bank loans and overdrafts	<u>11</u>	16,325	16,255
Trade creditors		6,218	1,808
Amounts owed to group undertakings and undertakings in which the company has a participating interest	<u>13</u>	41,621	41,621
Taxation and social security		6,245	4,387
Accruals and deferred income		4,344	4,270
Other creditors		23,637	15,099
		<u>98,390</u>	<u>83,440</u>

MRJO Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2020

Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings	<u>11</u>	196,128	172,475
Deferred income		<u>170</u>	<u>212</u>
		<u>196,298</u>	<u>172,687</u>

10 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary share capital of £1 each	15,000	15,000	15,000	15,000

11 Loans and borrowings

	2020 £	2019 £
Non-current loans and borrowings		
Bank borrowings	<u>196,128</u>	<u>172,475</u>

	2020 £	2019 £
Current loans and borrowings		
Bank borrowings	16,000	16,000
Bank overdrafts	<u>325</u>	<u>255</u>
	<u>16,325</u>	<u>16,255</u>

12 Dividends

	2020 £	2019 £
Interim dividend of £0.26 (2019 - £0.26) per ordinary share	<u>4,000</u>	<u>4,000</u>

MRJO Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2020

13 Related party transactions

Directors' remuneration

The directors' remuneration for the year was as follows:

	2020	2019
	£	£
Remuneration	45,252	37,991

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.