

Company registration number: 05160591

DE Photo (Franchising) Limited

Unaudited filleted financial statements

31 March 2023

DE Photo (Franchising) Limited

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DE Photo (Franchising) Limited**Statement of financial position****31 March 2023**

| | Note | 2023 £ | £ | 2022 £ | £ |
|--|------|-------------------|-------------------|-------------------|-------------------|
| Fixed assets | | | | | |
| Intangible assets | 5 | 12,397 | | 23,084 | |
| Tangible assets | 6 | 70,621 | | 93,468 | |
| | | <u> </u> | 83,018 | <u> </u> | 116,552 |
| Current assets | | | | | |
| Debtors | 7 | 59,528 | | 42,799 | |
| Cash at bank and in hand | | 6 | | 6 | |
| | | <u> </u> | | <u> </u> | |
| | | 59,534 | | 42,805 | |
| Creditors: amounts falling due within one year | 8 | (182,478) | | (199,794) | |
| | | <u> </u> | | <u> </u> | |
| Net current liabilities | | | (122,944) | | (156,989) |
| | | | <u> </u> | | <u> </u> |
| Total assets less current liabilities | | | (39,926) | | (40,437) |
| Creditors: amounts falling due after more than one year | 9 | | (71,614) | | (75,481) |
| Provisions for liabilities | | | - | | (2,935) |
| | | | <u> </u> | | <u> </u> |
| Net liabilities | | | (111,540) | | (118,853) |
| | | | <u> </u> | | <u> </u> |
| Capital and reserves | | | | | |
| Called up share capital | | | 140 | | 140 |
| Profit and loss account | | | (111,680) | | (118,993) |
| | | | <u> </u> | | <u> </u> |
| Shareholders deficit | | | (111,540) | | (118,853) |
| | | | <u> </u> | | <u> </u> |

For the year ending 31 March 2023 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 financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

These financial statements were approved by the board of directors and authorised for issue on 18 July 2023 , and are signed on behalf of the board by:

Mr M R Moore

Director

Company registration number: 05160591

DE Photo (Franchising) Limited

Notes to the financial statements

Year ended 31 March 2023

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Unit E1 Moor Hall, Sandhawes Hill, East Grinstead, RH19 3NR.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

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

Going concern

At 31 March 2023 the company had excess liabilities over assets totalling £111,540. The company is dependent upon the continued financial support of its creditors and on the basis that this support is forthcoming, the director considers it appropriate for the financial statements to be prepared on the going concern basis.

Turnover

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in capital and reserves. In this case, tax is recognised in other comprehensive income or directly in capital and reserves, respectively. Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that 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 that are expected to apply to the reversal of the timing difference.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Intangible assets

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses. Any intangible assets carried at a revalued amount, are recorded at the fair value at the date of revaluation, as determined by reference to an active market, less any subsequent accumulated amortisation and subsequent accumulated impairment losses. Intangible assets acquired as part of a business combination are only recognised separately from goodwill when they arise from contractual or other legal rights, are separable, the expected future economic benefits are probable and the cost or value can be measured reliably.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Website development - 20 % straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Research and development

Research expenditure is written off in the year in which it is incurred. Development expenditure incurred is capitalised as an intangible asset only when all of the following criteria are met: - It is technically feasible to complete the intangible asset so that it will be available for use or sale; - There is the intention to complete the intangible asset and use or sell it; - There is the ability to use or sell the intangible asset; - The use or sale of the intangible asset will generate probable future economic benefits; - There are adequate technical, financial and other resources available to complete the development and to use or sell the intangible asset; and - The expenditure attributable to the intangible asset during its development can be measured reliably. Expenditure that does not meet the above criteria is expensed as incurred.

Tangible assets

tangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

| | | |
|---------------------------------|---|-----------------------|
| Plant and machinery | - | 25 % reducing balance |
| Fittings fixtures and equipment | - | 25 % reducing balance |
| Motor vehicles | - | 25 % reducing balance |

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date. When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

Government grants

Government grants are recognised using the accrual model.

Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event; it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense. Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised in finance costs in profit or loss in the period it arises.

Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 6 (2022: 5).

5. Intangible assets

| | Other intangible assets £ | Total £ |
|-----------------------------------|------------------------------------|---------------|
| Cost | | |
| At 1 April 2022 and 31 March 2023 | 53,437 | 53,437 |
| Amortisation | | |
| At 1 April 2022 | 30,353 | 30,353 |
| Charge for the year | 10,687 | 10,687 |
| At 31 March 2023 | 41,040 | 41,040 |
| Carrying amount | | |
| At 31 March 2023 | 12,397 | 12,397 |
| At 31 March 2022 | 23,084 | 23,084 |

6. Tangible assets

| | Plant and machinery £ | Fixtures, fittings and equipment £ | Motor vehicles £ | Total £ |
|-------------------------|-----------------------------|---|------------------------|----------------|
| Cost | | | | |
| At 1 April 2022 | 13,119 | 210,913 | 83,000 | 307,032 |
| Additions | - | 330 | 62,500 | 62,830 |
| Disposals | - | - | (83,000) | (83,000) |
| At 31 March 2023 | 13,119 | 211,243 | 62,500 | 286,862 |
| Depreciation | | | | |
| At 1 April 2022 | 11,934 | 192,984 | 8,646 | 213,564 |
| Charge for the year | 297 | 4,516 | 15,804 | 20,617 |
| Disposals | - | - | (17,940) | (17,940) |
| At 31 March 2023 | 12,231 | 197,500 | 6,510 | 216,241 |
| Carrying amount | | | | |
| At 31 March 2023 | 888 | 13,743 | 55,990 | 70,621 |
| At 31 March 2022 | 1,185 | 17,929 | 74,354 | 93,468 |

7. Debtors

| | 2023 | 2022 |
|---------------|---------------|---------------|
| | £ | £ |
| Trade debtors | 56,654 | 40,845 |
| Other debtors | 2,874 | 1,954 |
| | <u>59,528</u> | <u>42,799</u> |

8. Creditors: amounts falling due within one year

| | 2023 | 2022 |
|------------------------------------|----------------|----------------|
| | £ | £ |
| Bank loans and overdrafts | 38,330 | 18,864 |
| Trade creditors | 48,624 | 80,499 |
| Amounts owed to group undertakings | 1,431 | 1,431 |
| Social security and other taxes | 4,826 | 4,940 |
| Other creditors | 89,267 | 94,060 |
| | <u>182,478</u> | <u>199,794</u> |

Obligations under finance leases totalling £15,187 (2022 - £14,500) are secured on the assets concerned.

9. Creditors: amounts falling due after more than one year

| | 2023 | 2022 |
|-----------------|---------------|---------------|
| | £ | £ |
| Other creditors | 71,614 | 75,481 |
| | <u>71,614</u> | <u>75,481</u> |

Obligations under finance leases totalling £43,486 (2022 - £37,458) are secured on the assets concerned.

10. Operating leases

The company as lessee

The total future minimum lease payments under non-cancellable operating leases are as follows:

| | | |
|--------------------|---------|---------|
| | £ | £ |
| Later than 5 years | 127,188 | 154,937 |
| | <hr/> | <hr/> |

11. Directors advances, credits and guarantees

During the year the directors entered into the following advances and credits with the company:

2023

| | Balance brought forward | Advances / (credits) to the directors | Balance o/standing |
|--------------|-------------------------|---------------------------------------|--------------------|
| | £ | £ | £ |
| Mr M R Moore | (55,695) | (732) | (56,427) |

2022

| | Balance brought forward | Advances / (credits) to the directors | Balance o/standing |
|--------------|-------------------------|---------------------------------------|--------------------|
| | £ | £ | £ |
| Mr M R Moore | (57,151) | 1,456 | (55,695) |

12. Controlling party

The company is under the control of M R Moore by virtue of his shareholding in the company's parent undertaking, Event Photos Group Limited.

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.