

Unaudited Financial Statements
for the Year Ended 31 December 2021
for
2 SURFACE LEATHER LTD

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FOR THE YEAR ENDED 31 DECEMBER 2021**

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2 SURFACE LEATHER LTD

**Company Information
FOR THE YEAR ENDED 31 DECEMBER 2021**

DIRECTORS:

V Harding
C J Gaunt

REGISTERED OFFICE:

Unit 4i
Blenheim Park Road
Nottingham
NG6 8YP

REGISTERED NUMBER:

08254727 (England and Wales)

ACCOUNTANTS:

LSR Management Limited
Unit C2A Comet Studios
De Havilland Court
Penn Street
Amersham
Buckinghamshire
HP7 0PX

2 SURFACE LEATHER LTD (REGISTERED NUMBER: 08254727)**Balance Sheet
31 DECEMBER 2021**

	Notes	31/12/21 £	£	31/12/20 £	£
FIXED ASSETS					
Intangible assets	4		131,469		133,531
Tangible assets	5		<u>501,206</u>		<u>541,451</u>
			632,675		674,982
CURRENT ASSETS					
Stocks		122,283		109,908	
Debtors	6	177,250		165,146	
Cash at bank and in hand		<u>103,102</u>		<u>137,577</u>	
		402,635		412,631	
CREDITORS					
Amounts falling due within one year	7	<u>349,600</u>		<u>417,272</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>53,035</u>		<u>(4,641)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			685,710		670,341
CREDITORS					
Amounts falling due after more than one year	8		<u>328,446</u>		<u>360,167</u>
NET ASSETS			<u>357,264</u>		<u>310,174</u>
CAPITAL AND RESERVES					
Called up share capital			5,100		5,100
Retained earnings			<u>352,164</u>		<u>305,074</u>
SHAREHOLDERS' FUNDS			<u>357,264</u>		<u>310,174</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 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
- (b) 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.

2 SURFACE LEATHER LTD (REGISTERED NUMBER: 08254727)

Balance Sheet - continued
31 DECEMBER 2021

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 15 September 2022 and were signed on its behalf by:

V Harding - Director

The notes form part of these financial statements

**Notes to the Financial Statements
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. **STATUTORY INFORMATION**

2 Surface Leather Ltd 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.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. 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 2016, is being amortised evenly over its estimated useful life of ten 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.

Land and buildings	- 2% on cost
Plant and machinery etc	- 33% on reducing balance and 25% on reducing balance

Stocks

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

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

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 2021

2. 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.

Hire purchase and leasing commitments

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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 15 (2020 - 15) .

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 January 2021	199,125
Additions	<u>18,000</u>
At 31 December 2021	<u>217,125</u>
AMORTISATION	
At 1 January 2021	65,594
Charge for year	<u>20,062</u>
At 31 December 2021	<u>85,656</u>
NET BOOK VALUE	
At 31 December 2021	<u>131,469</u>
At 31 December 2020	<u>133,531</u>

Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

5. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 January 2021	130,000	602,310	732,310
Additions	-	40,721	40,721
At 31 December 2021	<u>130,000</u>	<u>643,031</u>	<u>773,031</u>
DEPRECIATION			
At 1 January 2021	13,000	177,859	190,859
Charge for year	2,600	78,366	80,966
At 31 December 2021	<u>15,600</u>	<u>256,225</u>	<u>271,825</u>
NET BOOK VALUE			
At 31 December 2021	<u>114,400</u>	<u>386,806</u>	<u>501,206</u>
At 31 December 2020	<u>117,000</u>	<u>424,451</u>	<u>541,451</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/21 £	31/12/20 £
Trade debtors	169,212	113,382
Other debtors	8,038	51,764
	<u>177,250</u>	<u>165,146</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/21 £	31/12/20 £
Bank loans and overdrafts	35,797	73,083
Hire purchase contracts	30,000	30,000
Trade creditors	94,177	78,608
Taxation and social security	74,453	112,547
Other creditors	115,173	123,034
	<u>349,600</u>	<u>417,272</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31/12/21 £	31/12/20 £
Bank loans	143,137	130,667
Hire purchase contracts	185,309	229,500
	<u>328,446</u>	<u>360,167</u>

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.