

Report of the Director and
Unaudited Financial Statements for the Year Ended 30 September 2018
for
The Gourmet Cake Company Limited

The Gourmet Cake Company Limited

**Contents of the Financial Statements
for the Year Ended 30 September 2018**

	Page
Company Information	1
Report of the Director	2
Chartered Certified Accountants' Report	3
Income Statement	4
Balance Sheet	5
Notes to the Financial Statements	7
Trading and Profit and Loss Account	11

The Gourmet Cake Company Limited

Company Information
for the Year Ended 30 September 2018

DIRECTOR:

Ms E A Durrant

REGISTERED OFFICE:

Unit 4
Eckersley Road Industrial Estate
Chelmsford
Essex
CM1 1SL

REGISTERED NUMBER:

07365730 (England and Wales)

ACCOUNTANTS:

Janice Cope
Chartered Certified Accountants
104 Henniker Gate
Chelmsford
Essex
CM2 6SB

The Gourmet Cake Company Limited

Report of the Director
for the Year Ended 30 September 2018

The director presents her report with the financial statements of the company for the year ended 30 September 2018.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of manufacturer and sale of cakes and the provision of tuition.

DIRECTOR

Ms E A Durrant held office during the whole of the period from 1 October 2017 to the date of this report.

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:

Ms E A Durrant - Director

25 June 2019

Chartered Certified Accountants' Report to the Director
on the Unaudited Financial Statements of
The Gourmet Cake Company Limited

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of The Gourmet Cake Company Limited for the year ended 30 September 2018 which comprise the Income Statement, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/rulebook>.

This report is made solely to the director of The Gourmet Cake Company Limited in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of The Gourmet Cake Company Limited and state those matters that we have agreed to state to the director of The Gourmet Cake Company Limited in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at <http://www.accaglobal.com/factsheet163>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its director for our work or for this report.

It is your duty to ensure that The Gourmet Cake Company Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of The Gourmet Cake Company Limited. You consider that The Gourmet Cake Company Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of The Gourmet Cake Company Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Janice Cope
Chartered Certified Accountants
104 Henniker Gate
Chelmsford
Essex
CM2 6SB

25 June 2019

The Gourmet Cake Company Limited

Income Statement
for the Year Ended 30 September 2018

	Notes	30/9/18 £	30/9/17 £
TURNOVER		76,885	79,790
Cost of sales		<u>26,068</u>	<u>11,637</u>
GROSS PROFIT		50,817	68,153
Administrative expenses		<u>53,300</u>	<u>45,840</u>
OPERATING (LOSS)/PROFIT	4	(2,483)	22,313
Interest payable and similar expenses		<u>3,887</u>	<u>3,391</u>
(LOSS)/PROFIT BEFORE TAXATION		(6,370)	18,922
Tax on (loss)/profit		<u>959</u>	<u>3,977</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		<u><u>(7,329)</u></u>	<u><u>14,945</u></u>

The notes form part of these financial statements

The Gourmet Cake Company Limited (Registered number: 07365730)

Balance Sheet
30 September 2018

	Notes	30/9/18 £	£	30/9/17 £	£
FIXED ASSETS					
Intangible assets	5		9,200		11,500
Tangible assets	6		12,037		15,142
			<u>21,237</u>		<u>26,642</u>
CURRENT ASSETS					
Stocks		3,000		7,400	
Debtors	7	18,825		16,984	
Cash at bank and in hand		123		1,598	
		<u>21,948</u>		<u>25,982</u>	
CREDITORS					
Amounts falling due within one year	8	29,506		23,910	
		<u></u>		<u></u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(7,558)</u>		<u>2,072</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			13,679		28,714
CREDITORS					
Amounts falling due after more than one year	9		(8,830)		(17,495)
PROVISIONS FOR LIABILITIES			<u>(2,174)</u>		<u>(1,215)</u>
NET ASSETS			<u><u>2,675</u></u>		<u><u>10,004</u></u>
CAPITAL AND RESERVES					
Called up share capital			1		1
Retained earnings			2,674		10,003
			<u>2,675</u>		<u>10,004</u>
SHAREHOLDERS' FUNDS			<u><u>2,675</u></u>		<u><u>10,004</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2018 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges her responsibilities for:

- 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.

The notes form part of these financial statements

The Gourmet Cake Company Limited (Registered number: 07365730)

Balance Sheet - continued

30 September 2018

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 director on 25 June 2019 and were signed by:

Ms E A Durrant - Director

The notes form part of these financial statements

The Gourmet Cake Company Limited

Notes to the Financial Statements **for the Year Ended 30 September 2018**

1. STATUTORY INFORMATION

The Gourmet Cake Company 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.

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 2013, is being amortised evenly over its estimated useful life of five 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 25% on reducing balance

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.

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.

The Gourmet Cake Company Limited

Notes to the Financial Statements - continued
for the Year Ended 30 September 2018

2. ACCOUNTING POLICIES - continued

Going concern

The financial statements have been prepared on a going concern basis. This assumes that the company continues to receive support from its Director/shareholder. The Director has indicated that she will continue to provide financial support to the company for at least twelve months from the date of approval of these financial statements.

If the company were unable to continue in operational existence for the foreseeable future, adjustments would have to be made to reduce the balance sheet values of assets to their recoverable amounts, to provide for further liabilities that might arise and to reclassify fixed assets and long term liabilities to current assets and current liabilities.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 2 (2017 - 3).

4. OPERATING (LOSS)/PROFIT

The operating loss (2017 - operating profit) is stated after charging:

	30/9/18	30/9/17
	£	£
Depreciation - owned assets	3,975	1,505
Goodwill amortisation	<u>2,300</u>	<u>2,300</u>

5. INTANGIBLE FIXED ASSETS

COST

At 1 October 2017

and 30 September 2018

Goodwill
£

23,000

AMORTISATION

At 1 October 2017

Charge for year

11,500

2,300

At 30 September 2018

13,800

NET BOOK VALUE

At 30 September 2018

9,200

At 30 September 2017

11,500

The Gourmet Cake Company Limited

Notes to the Financial Statements - continued
for the Year Ended 30 September 2018

6. TANGIBLE FIXED ASSETS

Plant and
machinery
etc
£

COST

At 1 October 2017

39,327

Additions

870

At 30 September 2018

40,197

DEPRECIATION

At 1 October 2017

24,185

Charge for year

3,975

At 30 September 2018

28,160

NET BOOK VALUE

At 30 September 2018

12,037

At 30 September 2017

15,142

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

30/9/18

30/9/17

£

£

Other debtors

18,825

16,984

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

30/9/18

30/9/17

£

£

Bank loans and overdrafts

14,862

10,584

Trade creditors

1,381

-

Taxation and social security

2,315

5,433

Other creditors

10,948

7,893

29,506

23,910

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

30/9/18

30/9/17

£

£

Bank loans

8,830

17,495

The Gourmet Cake Company Limited

Notes to the Financial Statements - continued
for the Year Ended 30 September 2018

10. DIRECTOR'S ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 30 September 2018 and 30 September 2017:

	30/9/18	30/9/17
	£	£
Ms E A Durrant		
Balance outstanding at start of year	12,592	14,119
Amounts advanced	2,327	12,723
Amounts repaid	-	(14,250)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>14,919</u>	<u>12,592</u>

The Director's loan account is included is interest free and repayable on demand and included in 'Other debtors'.

11. ULTIMATE CONTROLLING PARTY

The Director, Ms E A Durrant, is considered to be the ultimate controlling party.

The Gourmet Cake Company Limited

Trading and Profit and Loss Account
for the Year Ended 30 September 2018

	30/9/18		30/9/17	
	£	£	£	£
Turnover				
Sales	48,286		50,856	
Course fees	28,599		28,934	
		76,885		79,790
Cost of sales				
Opening stock	7,400		4,000	
Purchases	21,668		15,037	
	29,068		19,037	
Closing stock	(3,000)		(7,400)	
		26,068		11,637
GROSS PROFIT		50,817		68,153
Expenditure				
Rent	15,527		10,056	
Rates and water	1,175		1,449	
Light and heat	1,740		1,311	
Director's salary	8,400		8,220	
Wages	8,239		6,052	
Social security	-		45	
Postage and carriage	391		252	
Telephone	1,733		1,481	
Printing and stationery	141		176	
Advertising	1,248		4,468	
Travelling	246		44	
Licences and insurance	378		660	
Internet and web site	460		1,126	
Repairs and renewals	185		513	
Cleaning	262		845	
Sundry expenses	185		86	
Accountancy	2,085		1,537	
Bookkeeping	1,714		646	
Amortisation of intangible fixed assets	2,300		2,300	
Depreciation of tangible fixed assets				
Plant and machinery	3,194		472	
Fixtures and fittings	674		899	
Computer equipment	107		134	
Entertainment	103		430	
		50,487		43,202
Carried forward		330		24,951

The Gourmet Cake Company Limited

Trading and Profit and Loss Account
for the Year Ended 30 September 2018

	30/9/18		30/9/17	
	£	£	£	£
Brought forward		330		24,951
Finance costs				
Bank charges	242		520	
Credit card merchant charges	1,219		962	
Paypal fees	457		1,156	
Funding Circle loan charges	895		-	
Bank interest	410		-	
Bank loan interest	3,477		3,391	
	<u> </u>	6,700	<u> </u>	6,029
NET (LOSS)/PROFIT		<u><u>(6,370)</u></u>		<u><u>18,922</u></u>