

**FREEFORM TECHNOLOGY LTD
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021**

Freeform Technology Ltd
Financial Statements
For The Year Ended 31 July 2021

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Freeform Technology Ltd
Balance Sheet
As at 31 July 2021

Registered number: 06555053

	Notes	2021		2020	
		£	£	£	£
FIXED ASSETS					
Tangible Assets	4		404,228		620,103
			<u>404,228</u>		<u>620,103</u>
CURRENT ASSETS					
Stocks	5	54,786		54,808	
Debtors	6	373,144		452,124	
Cash at bank and in hand		1,050,405		1,542,320	
			<u>1,478,335</u>		<u>2,049,252</u>
Creditors: Amounts Falling Due Within One Year	7		<u>(543,393)</u>		<u>(643,773)</u>
NET CURRENT ASSETS (LIABILITIES)			<u>934,942</u>		<u>1,405,479</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,339,170</u>		<u>2,025,582</u>
Creditors: Amounts Falling Due After More Than One Year	8		<u>(505,888)</u>		<u>(930,660)</u>
PROVISIONS FOR LIABILITIES					
Deferred Taxation			<u>(47,304)</u>		<u>(81,845)</u>
NET ASSETS			<u>785,978</u>		<u>1,013,077</u>
CAPITAL AND RESERVES					
Called up share capital	11		1,000		1,000
Profit and Loss Account			<u>784,978</u>		<u>1,012,077</u>
SHAREHOLDERS' FUNDS			<u>785,978</u>		<u>1,013,077</u>

Freeform Technology Ltd
Balance Sheet (continued)
As at 31 July 2021

For the year ending 31 July 2021 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 in accordance with section 476 of the Companies Act 2006.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.
- The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Mr Simon Burchett

Director

21 January 2022

The notes on pages 4 to 8 form part of these financial statements.

Freeform Technology Ltd
Notes to the Financial Statements
For The Year Ended 31 July 2021

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. Going Concern Disclosure

The directors have not identified any material uncertainties related to events or conditions that may cast significant doubt about the company's ability to continue as a going concern.

1.3. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

1.4. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold	25% on cost
Plant & Machinery	12.5% on cost
Motor Vehicles	25% on cost
Fixtures & Fittings	25% on cost

1.5. Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in the creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period. Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.6. Stocks and Work in Progress

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 stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

1.7. Foreign Currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Freeform Technology Ltd
Notes to the Financial Statements (continued)
For The Year Ended 31 July 2021

1.8. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other year and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and asset reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

1.9. Government Grant

Government grants are recognised in the profit and loss account in an appropriate manner that matches them with the expenditure towards which they are intended to contribute.

Grants for immediate financial support or to cover costs already incurred are recognised immediately in the profit and loss account. Grants towards general activities of the entity over a specific period are recognised in the profit and loss account over that period.

Grants towards fixed assets are recognised over the expected useful lives of the related assets and are treated as deferred income and released to the profit and loss account over the useful life of the asset concerned.

All grants in the profit and loss account are recognised when all conditions for receipt have been complied with.

1.10. Registrar Filing Requirements

The company has taken advantage of Companies Act 2006 section 444(1) and opted not to file the profit and loss account, directors report, and notes to the financial statements relating to the profit and loss account. The notes which are not included have been hidden but original note numbering has remained the same for those that are present.

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows:

	2021	2020
Office and administration	7	7
Sales, marketing and distribution	1	1
Manufacturing	14	14
	<u>22</u>	<u>22</u>

Freeform Technology Ltd
Notes to the Financial Statements (continued)
For The Year Ended 31 July 2021

4. Tangible Assets

	Land & Property				Total
	Leasehold	Plant & Machinery	Motor Vehicles	Fixtures & Fittings	
	£	£	£	£	
Cost					
As at 1 August 2020	30,189	2,132,676	42,995	14,790	2,220,650
Additions	-	78,099	-	-	78,099
Disposals	-	(4,920)	-	-	(4,920)
As at 31 July 2021	<u>30,189</u>	<u>2,205,855</u>	<u>42,995</u>	<u>14,790</u>	<u>2,293,829</u>
Depreciation					
As at 1 August 2020	20,502	1,556,417	9,518	14,110	1,600,547
Provided during the period	3,830	279,243	7,249	360	290,682
Disposals	-	(1,628)	-	-	(1,628)
As at 31 July 2021	<u>24,332</u>	<u>1,834,032</u>	<u>16,767</u>	<u>14,470</u>	<u>1,889,601</u>
Net Book Value					
As at 31 July 2021	<u>5,857</u>	<u>371,823</u>	<u>26,228</u>	<u>320</u>	<u>404,228</u>
As at 1 August 2020	<u>9,687</u>	<u>576,259</u>	<u>33,477</u>	<u>680</u>	<u>620,103</u>

5. Stocks

	2021	2020
	£	£
Stock - finished goods	54,786	54,808
	<u>54,786</u>	<u>54,808</u>

6. Debtors

	2021	2020
	£	£
Due within one year		
Trade debtors	269,397	348,066
Prepayments and accrued income	71,580	89,406
Other debtors	32,167	14,652
	<u>373,144</u>	<u>452,124</u>

Freeform Technology Ltd
Notes to the Financial Statements (continued)
For The Year Ended 31 July 2021

7. Creditors: Amounts Falling Due Within One Year

	2021	2020
	£	£
Net obligations under finance lease and hire purchase contracts	106,553	188,136
Trade creditors	163,641	130,265
Bank loans and overdrafts	120,000	27,252
Corporation tax	53,392	115,170
Other taxes and social security	14,497	14,827
VAT	57,014	141,046
Other creditors	10,334	8,898
Accruals and deferred income	14,270	15,335
Directors' loan accounts	3,692	2,844
	<u>543,393</u>	<u>643,773</u>

8. Creditors: Amounts Falling Due After More Than One Year

	2021	2020
	£	£
Net obligations under finance lease and hire purchase contracts	51,204	357,912
Bank loans	454,684	572,748
	<u>505,888</u>	<u>930,660</u>

9. Obligations Under Finance Leases and Hire Purchase

	2021	2020
	£	£
The maturity of these amounts is as follows:		
Amounts Payable:		
Within one year	106,553	188,136
Between one and five years	51,204	357,912
	<u>157,757</u>	<u>546,048</u>
	<u>157,757</u>	<u>546,048</u>

10. Provisions for Liabilities

	Deferred Tax
	£
As at 1 August 2020	81,845
Increase/(Decrease) in the year	(34,541)
Balance at 31 July 2021	<u>47,304</u>

11. Share Capital

	2021	2020
Allotted, Called up and fully paid	<u>1,000</u>	<u>1,000</u>

12. Directors Advances, Credits and Guarantees

Dividends paid to directors

Freeform Technology Ltd
Notes to the Financial Statements (continued)
For The Year Ended 31 July 2021

	2021	2020
	£	£
Mr Fred Hutton	81,600	66,600
Mrs Charlotte Burchett	81,600	66,600
Mrs Lauren Hutton	81,600	66,600
Mr Simon Burchett	81,600	66,600

13. Dividends

	2021	2020
	£	£
On equity shares:		
Interim dividend paid	326,400	266,400
	326,400	266,400
	326,400	266,400

There were dividends paid of £266,400 during the financial year (2019: £286,400).

14. Post Balance Sheet Events

Following the balance sheet date Covid-19 is still causing significant disruption to both the business and its key customers. However management continue to take the actions necessary to minimise the financial impact of the disruption.

15. Controlling Party

There is no ultimate controlling party as all the shareholders own less than 50% of the shares.

16. General Information

Freeform Technology Ltd is a private company, limited by shares, incorporated in England & Wales, registered number 06555053 . The registered office is 90a High Street , Berkhamsted, Hertfordshire, HP4 2BL.

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.