

REGISTERED NUMBER: 08064281 (England and Wales)

Financial Statements for the Year Ended 30 September 2018

for

Machine-A Limited



**Machine-A Limited (Registered number: 08064281)**

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**for the Year Ended 30 September 2018**

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**Machine-A Limited**

**Company Information**  
**for the Year Ended 30 September 2018**

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**DIRECTORS:**

S Karelis  
C Knight  
G De Marchi  
S Al Romaizan  
B C T Lee

**REGISTERED OFFICE:**

13 Brewer Street  
London  
W1F 0RH

**REGISTERED NUMBER:**

08064281 (England and Wales)

**AUDITORS:**

Merchant Mackinlay Simpson Ltd  
Statutory Auditors  
20 Exhibition House  
Addison Bridge Place  
London  
W14 8XP

**Machine-A Limited (Registered number: 08064281)**

**Balance Sheet**  
**30 September 2018**

		2018		2017	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	4		-		3,800
Tangible assets	5		2,679		866
			<u>2,679</u>		<u>4,666</u>
<b>CURRENT ASSETS</b>					
Stocks		582,919		334,823	
Debtors	6	377,844		412,979	
Cash at bank		117,841		42,176	
		<u>1,078,604</u>		<u>789,978</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	7	547,196		424,307	
		<u>547,196</u>		<u>424,307</u>	
<b>NET CURRENT ASSETS</b>			<u>531,408</u>		<u>365,671</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u><u>534,087</u></u>		<u><u>370,337</u></u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	9		156		140
Share premium	10		1,107,984		858,000
Retained earnings	10		(574,053)		(487,803)
			<u>534,087</u>		<u>370,337</u>
<b>SHAREHOLDERS' FUNDS</b>			<u><u>534,087</u></u>		<u><u>370,337</u></u>

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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

The financial statements were approved by the Board of Directors on 26 June 2019 and were signed on its behalf by:



S Karelis Director

The notes form part of these financial statements

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

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**1. STATUTORY INFORMATION**

Machine-A 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.

Turnover represents sales derived from clothing and accessories which is recognised when the products are sold to the customer.

**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.

Computer software is being amortised evenly over its estimated useful life of four years.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property	- 20% on cost
Fixtures and fittings	- 20% on cost
Computer equipment	- 20% on cost

**Stocks**

Stocks are valued at the lower of cost and expected selling price less costs to complete and sell, 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.

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

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**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.

**Foreign currencies**

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 of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**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.

**Debtors**

Basic financial assets, including trade and other debtors, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Such assets are subsequently carried at amortised cost using the effective interest method, less any impairment.

**Cash and cash equivalents**

Cash and cash equivalents are represented by cash in hand, deposits held at call with financial institutions, and other short-term highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

**Creditors**

Basic financial liabilities, including trade and other creditors, loans from third parties and loans from related parties, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Such instruments are subsequently carried at amortised cost using the effective interest method, less any impairment.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 13 (2017 - 11).

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

**4. INTANGIBLE FIXED ASSETS**

	Other intangible assets £
<b>COST</b>	
At 1 October 2017	
and 30 September 2018	15,200
<b>AMORTISATION</b>	
At 1 October 2017	11,400
Charge for year	3,800
At 30 September 2018	15,200
<b>NET BOOK VALUE</b>	
At 30 September 2018	-
At 30 September 2017	3,800

**5. TANGIBLE FIXED ASSETS**

	Improvements to property £	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>				
At 1 October 2017	12,267	1,164	907	14,338
Additions	-	-	2,783	2,783
At 30 September 2018	12,267	1,164	3,690	17,121
<b>DEPRECIATION</b>				
At 1 October 2017	12,267	699	506	13,472
Charge for year	-	232	738	970
At 30 September 2018	12,267	931	1,244	14,442
<b>NET BOOK VALUE</b>				
At 30 September 2018	-	233	2,446	2,679
At 30 September 2017	-	465	401	866

**6. DEBTORS**

	2018 £	2017 £
Amounts falling due within one year:		
Trade debtors	18,972	9,167
Other debtors	308,698	403,812
	327,670	412,979

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

**6. DEBTORS - continued**

	2018 £	2017 £
Amounts falling due after more than one year:		
Other debtors	50,174	-
	<u>50,174</u>	<u>-</u>
Aggregate amounts	377,844	412,979
	<u>377,844</u>	<u>412,979</u>

Included within other debtors is an amount of £11,427 (2017: £136,219) due from Scene Investment Co. Limited. Scene Investment Co. Limited is a shareholder in Machine-A Ltd.

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018 £	2017 £
Taxation and social security	61,833	33,627
Other creditors	485,363	390,680
	<u>547,196</u>	<u>424,307</u>

**8. DEFERRED TAX**

	£
Balance at 1 October 2017	(102,073)
Provided during year	(18,933)
	<u>(121,006)</u>
Balance at 30 September 2018	<u>(121,006)</u>

**9. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:			2018	2017
Number:	Class:	Nominal value:	£	£
15,555	Ordinary	£0.01	156	140
			<u>156</u>	<u>140</u>

**10. RESERVES**

	Retained earnings £	Share premium £	Totals £
At 1 October 2017	(487,803)	858,000	370,197
Deficit for the year	(86,250)		(86,250)
Cash share issue	-	249,984	249,984
	<u>(574,053)</u>	<u>1,107,984</u>	<u>533,931</u>
At 30 September 2018	<u>(574,053)</u>	<u>1,107,984</u>	<u>533,931</u>



**11. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

Ketan Ramesh Patel FCCA (Senior Statutory Auditor)  
for and on behalf of Merchant Mackinlay Simpson Ltd

**12. OTHER FINANCIAL COMMITMENTS**

Machine-A Ltd is due to make a loan to a joint venture company. Further details are included in the related party note.

**13. RELATED PARTY DISCLOSURES**

There is a joint venture company which has common shareholders, Machine-A Ltd being one party owning 50% of the share capital.

A loan of £20,000 was made to the joint venture on 21 August 2018 which is interest-free and repayable within two calendar years of the loan being made. A further £20,000 has been agreed to be made which will be repaid in full, within three calendar years from the original loan being made.

**14. POST BALANCE SHEET EVENTS**

On 4 May 2019, Machine-A Ltd entered into a convertible loan agreement with one of the Directors and Shareholders of the company, Mr S Al Romaizan. The loan total was £150,000 which if not repaid, is convertible into ordinary shares equal to 8% of the issued share capital.

**15. ULTIMATE CONTROLLING PARTY**

As at 30 September 2018, no one person or entity had control.