

Registered Number 04514007

The Rack People Limited

Abbreviated Accounts

31 August 2016

The Rack People Limited

Registered Number 04514007

Balance Sheet as at 31 August 2016

	Notes	2016	2015
		£	£
Fixed assets	2		
	3		
Tangible		3,585	3,745
		<u>3,585</u>	<u>3,745</u>
Current assets			
Stocks		13,703	12,563
Debtors		74,150	111,554
Cash at bank and in hand		11,731	22,377
Total current assets		<u>99,584</u>	<u>146,494</u>
Creditors: amounts falling due within one year		(72,764)	(104,362)
Net current assets (liabilities)		26,820	42,132
Total assets less current liabilities		<u>30,405</u>	<u>45,877</u>
Total net assets (liabilities)		<u>30,405</u>	<u>45,877</u>
Capital and reserves			
Called up share capital	5	128	128
Share premium account		42,518	42,518

Other reserves	2,080	2,080
Profit and loss account	(14,321)	1,151
Shareholders funds	<u>30,405</u>	<u>45,877</u>

- a. For the year ending 31 August 2016 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.
- b. The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.
- c. The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- d. These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the board on 28 April 2017

And signed on their behalf by:

R I Alexander, Director

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 1068 of the Companies Act 2006.

Notes to the Abbreviated Accounts

For the year ending 31 August 2016

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Turnover

The Turnover shown in the profit and loss account represents the realisable value of work undertaken during the year, exclusive of Value Added Tax.

Research and development

Expenditure on research and development incurred in the year, other than on fixed assets, is charged against profit.

Stocks

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

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Fixed Assets

All fixed assets are initially recorded at cost.

Financial Instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Plant & Machinery	33.3% straight line basis
Fixtures & Fittings	15% reducing balance basis

2 Exchange rate

Assets and liabilities in foreign currencies are translated into sterling at

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 the transaction.

Exchange differences are taken into account in arriving at the operating profit.

3 Fixed Assets

	Tangible Assets	Total
	£	£
Cost or valuation		
At 01 September 2015	19,700	19,700
Additions	2,346	2,346
At 31 August 2016	<u>22,046</u>	<u>22,046</u>
 Depreciation		
At 01 September 2015	15,955	15,955
Charge for year	2,506	2,506
At 31 August 2016	<u>18,461</u>	<u>18,461</u>
 Net Book Value		
At 31 August 2016	3,585	3,585
At 31 August 2015	<u>3,745</u>	<u>3,745</u>

4 Creditors: amounts falling due after more than one year

5 Share capital

	2016	2015
	£	£
Authorised share capital:		

100000 Ordinary of £0.01 each	1,000	1,000
2000 Ordinary "A" of £1 each	2,000	2,000
3000 Ordinary "B" of £1 each	3,000	3,000

**Allotted, called up and fully
paid:**

12813 Ordinary of £0.01 each	128	128
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