

THE STOVE NETWORK (TRADING) LIMITED

FINANCIAL STATEMENTS

31ST MARCH 2017

CARSON & TROTTER

CHARTERED ACCOUNTANTS

123 IRISH STREET

DUMFRIES

DG1 2PE

The Stove Network (Trading) Limited

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The Stove Network (Trading) Limited

Directors and other information

Directors Matt A. P. Baker
Melissa R Gunn

Secretary Ailsa Dickson

Company number SC411793

Registered office 100 High Street
Dumfries
DG1 2BJ

Accountants Carson & Trotter
123 Irish Street
Dumfries
DG1 2PE

The Stove Network (Trading) Limited

Directors report
Year ended 31st March 2017

The directors present their report and the unaudited financial statements of the company for the year ended 31st March 2017.

Directors

The directors who served the company during the year were as follows:

Matt A. P. Baker

Will L. Marshall

Melissa R Gunn

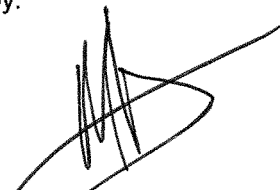
(Resigned 8th June 2016)

(Appointed 25th October 2016)

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

This report was approved by the board of directors on 14th November 2017 and signed on behalf of the board by:

A handwritten signature in black ink, appearing to be 'Matt A. P. Baker', written over a faint, large, stylized signature or stamp.

Matt A. P. Baker
Director

The Stove Network (Trading) Limited

**Report to the board of directors on the preparation of the
unaudited statutory financial statements of The Stove Network (Trading) Limited
Year ended 31st March 2017**

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 Stove Network (Trading) Limited for the year ended 31st March 2017 which comprise the statement of income and retained earnings, statement of financial position and related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants of Scotland, we are subject to its ethical and other professional requirements which are detailed at <http://www.icas.org.uk/accountspreparationguidance>.

This report is made solely to the board of directors of The Stove Network (Trading) Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of The Stove Network (Trading) Limited and state those matters that we have agreed to state to the board of directors of The Stove Network (Trading) Limited as a body, in this report in accordance with the requirements of the Institute of Chartered Accountants of Scotland as detailed at <http://www.icas.org.uk/accountspreparationguidance>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than The Stove Network (Trading) Limited and its board of directors as a body for our work or for this report.

It is your duty to ensure that The Stove Network (Trading) 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 profit of The Stove Network (Trading) Limited. You consider that The Stove Network (Trading) 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 Stove Network (Trading) 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.

Carson & Trotter C.A.

Carson & Trotter
Chartered Accountants

123 Irish Street
Dumfries
DG1 2PE

21st November 2017

The Stove Network (Trading) Limited

Statement of income and retained earnings
Year ended 31st March 2017

	Note	2017 £	2016 £
Turnover		66,358	-
Cost of sales		(20,895)	-
Gross profit		45,463	-
Administrative expenses		(42,356)	-
Operating profit		3,107	-
Other interest receivable and similar income		4	-
Profit before taxation	5	3,111	-
Tax on profit		-	-
Profit for the financial year and total comprehensive income		3,111	-
Retained earnings at the start of the year		-	-
Retained earnings at the end of the year		3,111	-

All the activities of the company are from continuing operations.

The notes on pages 7 to 11 form part of these financial statements.

The Stove Network (Trading) Limited

Statement of financial position

31st March 2017

	Note	2017 £	£	2016 £	£
Fixed assets					
Tangible assets	6	3,111		-	
			3,111		-
Current assets					
Debtors	7	12		-	
Cash at bank and in hand		11,117		1	
		11,129		1	
Creditors: amounts falling due within one year	8	(11,128)		-	
Net current assets			1		1
Total assets less current liabilities			3,112		1
Net assets			3,112		1
Capital and reserves					
Called up share capital	9		1		1
Profit and loss account			3,111		-
Shareholders funds			3,112		1

For the year ending 31st March 2017 the company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

Directors responsibilities:

- The shareholders have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

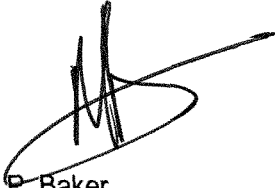
The notes on pages 7 to 11 form part of these financial statements.

The Stove Network (Trading) Limited

Statement of financial position (continued)

31st March 2017

These financial statements were approved by the board of directors and authorised for issue on 14th November 2017, and are signed on behalf of the board by:

A handwritten signature in black ink, appearing to be 'M. Baker', with a large, sweeping flourish extending to the right.

Matt A. P. Baker
Director

Company registration number: SC411793

The notes on pages 7 to 11 form part of these financial statements.

The Stove Network (Trading) Limited

Notes to the financial statements **Year ended 31st March 2017**

1. General information

The Stove Network (Trading) Limited is a private company limited by shares, registered in Scotland. The address of the registered office is The Stove, 100 High Street, Dumfries, DG1 2BJ.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

3. Accounting policies

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1st April 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 12.

Consolidation

The company has taken advantage of the option not to prepare consolidated financial statements contained in Section 398 of the Companies Act 2006 on the basis that the company and its subsidiary undertakings comprise a small group.

Turnover

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer, usually on despatch of the goods; the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in capital and reserves. In this case, tax is recognised in other comprehensive income or directly in capital and reserves, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax has not been applied in respect of timing differences at the reporting date as the company's policy is to transfer profits to the charity arm of the group by way of donations, which the company can claim tax relief for, so no tax is payable.

The Stove Network (Trading) Limited

Notes to the financial statements (continued)

Year ended 31st March 2017

Tangible assets

Tangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses.

Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in capital and reserves, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in capital and reserves in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fittings fixtures and equipment	- 15%	reducing balance
Computer equipment	- 33 1/3%	straight line

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

The Stove Network (Trading) Limited

Notes to the financial statements (continued)

Year ended 31st March 2017

Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Where investments in non-convertible preference shares and non-puttable ordinary shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in profit or loss. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Staff costs

The average number of persons employed by the company during the year, including the directors was 6 (2016: 2).

5. Profit before taxation

Profit before taxation is stated after charging/(crediting):

	2017	2016
	£	£
Depreciation of tangible assets	743	-

The Stove Network (Trading) Limited

Notes to the financial statements (continued)

Year ended 31st March 2017

6. Tangible assets

	Fixtures, fittings and equipment £	Computer equipment £	Total £
Cost			
At 1st April 2016	-	-	-
Additions	2,943	911	3,854
At 31st March 2017	<u>2,943</u>	<u>911</u>	<u>3,854</u>
Depreciation			
At 1st April 2016	-	-	-
Charge for the year	439	304	743
At 31st March 2017	<u>439</u>	<u>304</u>	<u>743</u>
Carrying amount			
At 31st March 2017	<u>2,504</u>	<u>607</u>	<u>3,111</u>
At 31st March 2016	<u>-</u>	<u>-</u>	<u>-</u>

7. Debtors

	2017 £	2016 £
Other debtors	12	-

8. Creditors: amounts falling due within one year

	2017 £	2016 £
Amounts owed to group undertakings and undertakings in which the company has a participating interest	10,012	-
Other creditors	1,116	-
	<u>11,128</u>	<u>-</u>

9. Called up share capital

Issued, called up and fully paid

	2017		2016	
	No	£	No	£
Ordinary shares shares of £ 1.00 each	1	1	1	1

The Stove Network (Trading) Limited

Notes to the financial statements (continued)
Year ended 31st March 2017

10. Related party transactions

During the year business expenses were paid for by the parent company, The Stove Network Limited, totalling £5,022. At the year end a donation was agreed to be paid to The Stove Network Limited, a registered charity, totalling £4,990. Both amounts were due to the parent company at the year end totalling £10,012. Included in sales were amounts totalling £501 which was paid by The Stove Network Limited regarding catering for events and projects carried out by the parent company.

11. Controlling party

The company is under the control of its parent company, The Stove Network Limited, which is a charitable company limited by guarantee, registered in Scotland. The address of their registered office is The Stove, 100 High Street, Dumfries, DG1 2BJ.

12. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1st April 2015.

Reconciliation of equity

No transitional adjustments were required.

Reconciliation of profit or loss for the year

No transitional adjustments were required.