

Registered number  
07450142

Morgans Playgroup  
Report and Unaudited Accounts  
30 November 2020

THOMAS DAVID  
Chartered Accountants

**Morgans Playgroup  
Report and accounts  
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## **Morgans Playgroup Company Information**

### **Directors**

V Philpott

N Morris

Z A Nolan - Appointed on 8th October 2020

K Copsey - Resigned on 9th October 2020

E McNeal - Appointed on 2nd December 2020

### **Accountants**

Thomas David

6-7 Castle Gate

Castle Street

HERTFORD

Herts

SG14 1HD

### **Registered office**

Morgans JMI School

Morgans Road

HERTFORD

Herts

SG13 8DR

### **Registered number**

07450142

**Morgans Playgroup****Registered number: 07450142****Directors' Report**

The directors present their report and accounts for the year ended 30 November 2020.

**Principal activities**

The company's principal activity during the year continued to be a non-profit making organisation for the provision of playgroup services. The company is Limited by Guarantee and does not have a share capital.

**Directors**

The following persons served as directors during the year:

V Philpott

N Morris

Z A Nolan - Appointed on 8th October 2020

K Copsey - Resigned on 9th October 2020

**Small company provisions**

This report has been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

This report was approved by the board on 31 March 2021 and signed on its behalf.

N Morris  
Director

## **Morgans Playgroup**

### **Chartered Accountants' report to the board of directors on the preparation of the unaudited statutory accounts of Morgans Playgroup for the year ended 30 November 2020**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Morgans Playgroup for the year ended 30 November 2020 which comprise of the Profit and Loss Account, the Balance Sheet, the Statement of Changes in Equity 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 Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at [www.icaew.com/en/members/regulations-standards-and-guidance](http://www.icaew.com/en/members/regulations-standards-and-guidance)

This report is made solely to the Board of Directors of Morgans Playgroup, as a body, in accordance with the terms of our engagement letter dated 6 August 2019. Our work has been undertaken solely to prepare for your approval the accounts of Morgans Playgroup and state those matters that we have agreed to state to the Board of Directors of Morgans Playgroup, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Morgans Playgroup and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Morgans Playgroup has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of Morgans Playgroup. You consider that Morgans Playgroup 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 accounts of Morgans Playgroup. 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 accounts.

Thomas David  
Chartered Accountants  
6-7 Castle Gate  
Castle Street  
HERTFORD  
Herts  
SG14 1HD

31 March 2021

**Morgans Playgroup**  
**Profit and Loss Account**  
**for the year ended 30 November 2020**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Turnover</b>	52,014	69,365
Administrative expenses	(65,293)	(74,434)
Grants received	6,971	-
<b>Operating loss</b>	<u>(6,308)</u>	<u>(5,069)</u>
Interest receivable	54	94
<b>Loss before taxation</b>	<u>(6,254)</u>	<u>(4,975)</u>
Tax on loss	-	-
<b>Loss for the financial year</b>	<u>(6,254)</u>	<u>(4,975)</u>

**Morgans Playgroup**  
**Registered number:**  
**Balance Sheet**  
**as at 30 November 2020**

07450142

	Notes	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	3	1,363	1,081
<b>Current assets</b>			
Stocks		250	250
Debtors	4	1,838	2,481
Cash at bank and in hand		48,148	53,136
		<u>50,236</u>	<u>55,867</u>
<b>Creditors: amounts falling due within one year</b>	5	(6,574)	(5,669)
<b>Net current assets</b>		<u>43,662</u>	<u>50,198</u>
<b>Net assets</b>		<u>45,025</u>	<u>51,279</u>
<b>Capital and reserves</b>			
Profit and loss account		45,025	51,279
<b>Shareholders' funds</b>		<u>45,025</u>	<u>51,279</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

N Morris

Director

Approved by the board on 31 March 2021

**Morgans Playgroup**  
**Statement of Changes in Equity**  
**for the year ended 30 November 2020**

	<b>Profit and loss account £</b>	<b>Total  £</b>
<b>At 1 December 2018</b>	56,254	56,254
Loss for the financial year	(4,975)	(4,975)
<b>At 30 November 2019</b>	<u>51,279</u>	<u>51,279</u>
<b>At 1 December 2019</b>	51,279	51,279
Loss for the financial year	(6,254)	(6,254)
<b>At 30 November 2020</b>	<u>45,025</u>	<u>45,025</u>



**Morgans Playgroup**  
**Notes to the Accounts**  
**for the year ended 30 November 2020**

**1 Accounting policies**

***Basis of preparation***

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard).

***Turnover***

Turnover represents the value of services provided to customers and funding from Hertfordshire County Council.

***Grants received***

Grants received are accounted for using the accrual model and are recognised in the profit and loss in the periods in which the related costs or expenses are recognised.

***Tangible fixed assets***

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Equipment	25% straight line
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***Stocks***

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

***Debtors***

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

***Creditors***

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

**Morgans Playgroup**  
**Notes to the Accounts**  
**for the year ended 30 November 2020**

***Taxation***

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

***Provisions***

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

**2 Employees**

	<b>2020</b>	<b>2019</b>
	<b>Number</b>	<b>Number</b>
Average number of persons employed by the company	<u>7</u>	<u>7</u>

**3 Tangible fixed assets**

	<b>Equipment</b>
	<b>£</b>
<b>Cost</b>	
At 1 December 2019	6,575
Additions	1,066
At 30 November 2020	<u>7,641</u>
<b>Depreciation</b>	
At 1 December 2019	5,494
Charge for the year	784
At 30 November 2020	<u>6,278</u>
<b>Net book value</b>	
At 30 November 2020	<u>1,363</u>
At 30 November 2019	<u>1,081</u>

**4 Debtors**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Trade debtors	886	1,579
Other debtors	952	902
	<u>1,838</u>	<u>2,481</u>

**Morgans Playgroup**  
**Notes to the Accounts**  
**for the year ended 30 November 2020**

<b>5 Creditors: amounts falling due within one year</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Trade creditors	5,898	5,932
Taxation and social security costs	148	(791)
Other creditors	528	528
	<u>6,574</u>	<u>5,669</u>

**6 Going concern**

The directors have considered both the current and future effect of the Covid -19 pandemic and its impact on the company and the UK economy in general. The directors believe that despite the pandemic, existing cash resources, profit and cash generation will be sufficient to meet the company's obligations for a period of at least 12 months. The company has also taken advantage of some of the available government aid to support the business through the crisis. The directors therefore continue to adopt the going concern basis in preparing the financial statements.

**7 Other information**

Morgans Playgroup is a private company limited by Guarantee and incorporated in England. Its registered office is:  
Morgans JMI School  
Morgans Road  
HERTFORD  
Herts  
SG13 8DR

**Morgans Playgroup**  
**Detailed profit and loss account**  
**for the year ended 30 November 2020**  
*This schedule does not form part of the statutory accounts*

	<b>2020</b> <b>£</b>	<b>2019</b> <b>£</b>
<b>Sales</b>	52,014	69,365
Administrative expenses	(65,293)	(74,434)
Grants received	6,971	-
<b>Operating loss</b>	<u>(6,308)</u>	<u>(5,069)</u>
Interest receivable	54	94
<b>Loss before tax</b>	<u>(6,254)</u>	<u>(4,975)</u>

**Morgans Playgroup**  
**Detailed profit and loss account**  
**for the year ended 30 November 2020**

*This schedule does not form part of the statutory accounts*

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Sales</b>		
Sales	<u>52,014</u>	<u>69,365</u>
<b>Administrative expenses</b>		
Employee costs:		
Wages and salaries	53,851	57,768
Staff training and welfare	<u>173</u>	<u>1,671</u>
	54,024	59,439
Premises costs:		
Rent	4,916	7,337
	<u>4,916</u>	<u>7,337</u>
General administrative expenses:		
Shopping	851	1,615
Administration expenses	1,827	1,622
Resources	577	519
Toys	142	392
Insurance	613	606
Depreciation	784	520
Sundry expenses	<u>267</u>	<u>1,157</u>
	5,061	6,431
Legal and professional costs:		
Accountancy fees	1,292	1,227
	<u>1,292</u>	<u>1,227</u>
	<u>65,293</u>	<u>74,434</u>
<b>Other operating income</b>		
Grants received	<u>6,971</u>	<u>-</u>