

Company Registration No. 00098276 (England and Wales)

SPIRE HOMEWARES LIMITED
TRADING AS ARCHIBALD KENRICK & SONS
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

SPIRE HOMEWARES LIMITED
TRADING AS ARCHIBALD KENRICK & SONS
COMPANY INFORMATION

Directors	Mr G L Brown Mr S G Jones
Secretary	Spire Group Limited
Company number	00098276
Registered office	Hall Street South Union Street West Bromwich West Midlands B70 6DB
Auditor	Edwards 34 High Street Aldridge Walsall West Midlands WS9 8LZ
Bankers	Barclays Bank plc 15 Colmore Row Birmingham B3 2EP

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TRADING AS ARCHIBALD KENRICK & SONS
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SPIRE HOMEWARES LIMITED
TRADING AS ARCHIBALD KENRICK & SONS
BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	5		262,409		193,680
Current assets					
Stocks		3,149,116		3,261,117	
Debtors	6	1,892,907		2,191,493	
Cash at bank and in hand		1,432,595		1,605,533	
		<u>6,474,618</u>		<u>7,058,143</u>	
Creditors: amounts falling due within one year	7	<u>(2,164,167)</u>		<u>(1,873,150)</u>	
Net current assets			4,310,451		5,184,993
Total assets less current liabilities			4,572,860		5,378,673
Provisions for liabilities			(43,000)		(30,000)
Net assets			<u>4,529,860</u>		<u>5,348,673</u>
Capital and reserves					
Called up share capital	9		242,240		242,240
Profit and loss reserves			4,287,620		5,106,433
Total equity			<u>4,529,860</u>		<u>5,348,673</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

These financial statements are signed in order to comply with the requirements of the Companies Act, without personal verification.

The financial statements were approved by the board of directors and authorised for issue on 17 February 2022 and are signed on its behalf by:

Mr G L Brown
Director

Company Registration No. 00098276

SPIRE HOMEWARES LIMITED
TRADING AS ARCHIBALD KENRICK & SONS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Company information

Spire Homewares Limited is a private company limited by shares incorporated in England and Wales. The registered office is Hall Street South, Union Street, West Bromwich, West Midlands, B70 6DB.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

This company is a qualifying entity for the purposes of FRS 102, being a member of a group where the parent of that group prepares publicly available consolidated financial statements, including this company, which are intended to give a true and fair view of the assets, liabilities, financial position and profit or loss of the group. The company has therefore taken advantage of exemptions from the following disclosure requirements:

- Section 7 'Statement of Cash Flows': Presentation of a statement of cash flow and related notes and disclosures;
- Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instrument Issues: Interest income/expense and net gains/losses for financial instruments not measured at fair value; basis of determining fair values; details of collateral, loan defaults or breaches, details of hedges, hedging fair value changes recognised in profit or loss and in other comprehensive income;
- Section 26 'Share based Payment': Share-based payment expense charged to profit or loss, reconciliation of opening and closing number and weighted average exercise price of share options, how the fair value of options granted was measured, measurement and carrying amount of liabilities for cash-settled share-based payments, explanation of modifications to arrangements;
- Section 33 'Related Party Disclosures': Compensation for key management personnel.

The financial statements of the company are consolidated in the financial statements of Spire Manufacturing Limited. These consolidated financial statements are available from its registered office, Union Street, West Bromwich, West Midlands, B70 6DB.

1.2 Turnover

Turnover derives principally from the manufacture and sale of castors, hardware, zinc alloy and aluminium components. Turnover represents the fair value of consideration received or receivable for goods supplied to customers, after deducting value added taxes. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have been transferred to the customer, the revenue and costs incurred in respect of the transaction can be measured reliably and collectability is assured.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

SPIRE HOMEWARES LIMITED
TRADING AS ARCHIBALD KENRICK & SONS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery	20% straight line
Fixtures, fittings and equipment	33% straight line
Motor vehicles	33% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.4 Stocks

Stocks are originally measured at the lower of cost and estimated selling price and are subsequently measured at the lower of cost and estimated selling price, less any impairments for slow moving and obsolete items. Cost comprises direct materials and any overheads that have been incurred in bringing the stocks to their present location and condition. Cost of stock is calculated on a first in, first out method.

1.5 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of twelve months or less.

1.6 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Short term trade debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost, less any impairment.

Basic financial liabilities

Short term trade creditors are measured at transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost.

1.7 Taxation

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

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes 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 reporting end date.

SPIRE HOMEWARES LIMITED
TRADING AS ARCHIBALD KENRICK & SONS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date 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 is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.8 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.9 Retirement benefits

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.10 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease.

1.11 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

1.12 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

1.13 Research and development

Research and development expenditure is written off in the year in which it is incurred.

SPIRE HOMEWARES LIMITED
TRADING AS ARCHIBALD KENRICK & SONS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Critical judgements

The following judgements (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements.

Stock

As stock is carried at the lower of cost and net realisable value this requires the estimation of the eventual sales price of goods to customers in the future. A high degree of judgement is applied when estimating the impact on the carrying value of stock of factors such as slow moving items, damage and obsolescence. The quantity, age and condition of inventories are regularly measured and assessed as part of inventory counts undertaken throughout the year.

3 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2021	2020
	Number	Number
Total	32	32

4 Taxation

	2021	2020
	£	£
Current tax		
UK corporation tax on profits for the current period	125,905	128,768
Adjustments in respect of prior periods	-	(26,318)
Total current tax	125,905	102,450
Deferred tax		
Origination and reversal of timing differences	13,000	(3,500)
Total tax charge	138,905	98,950

SPIRE HOMEWARES LIMITED
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021

5 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 April 2020	3,684,087
Additions	149,598
Disposals	(11,200)
	<hr/>
At 31 March 2021	3,822,485
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Depreciation and impairment	
At 1 April 2020	3,490,407
Depreciation charged in the year	80,869
Eliminated in respect of disposals	(11,200)
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At 31 March 2021	3,560,076
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Carrying amount	
At 31 March 2021	262,409
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At 31 March 2020	193,680
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6 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Trade debtors	1,614,329	2,068,440
Amounts due from group undertakings	16,184	12,114
Amounts due from related parties	-	8,297
Other debtors	-	33
Prepayments and accrued income	262,394	102,609
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	1,892,907	2,191,493
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SPIRE HOMEWARES LIMITED
TRADING AS ARCHIBALD KENRICK & SONS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021

7 Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	846,729	561,977
Amounts owed to group undertakings	870,000	870,000
Amounts owed to related parties	16,185	2,775
Corporation tax	81,954	41,900
Other taxation and social security	150,011	197,172
Other creditors	16,862	14,379
Accruals and deferred income	182,426	184,947
	<u>2,164,167</u>	<u>1,873,150</u>

8 Deferred taxation

The following are the major deferred tax liabilities and assets recognised by the company and movements thereon:

	Liabilities	Liabilities
	2021	2020
	£	£
Balances:		
Accelerated capital allowances	44,000	31,000
Other timing differences	(1,000)	(1,000)
	<u>43,000</u>	<u>30,000</u>

9 Called up share capital

	2021	2020	2021	2020
	Number	Number	£	£
Ordinary share capital				
Issued and fully paid				
Ordinary shares of £1 each	<u>242,240</u>	<u>242,240</u>	<u>242,240</u>	<u>242,240</u>

10 Audit report information

As the income statement has been omitted from the filing copy of the financial statements, the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.
The senior statutory auditor was David Webb FCA.
The auditor was Edwards.

SPIRE HOMEWARES LIMITED
TRADING AS ARCHIBALD KENRICK & SONS
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021

11 Financial commitments, guarantees and contingent liabilities

Spire Homewares Limited is party to a cross guarantee securing overdraft facilities up to £1,200,000 for certain members of the Spire Manufacturing Group and Spire Group Limited of which £Nil was utilised as at 31 March 2021 (2020 - £Nil).

12 Related party transactions

The company has taken advantage of the exemption conferred within FRS102 section 33.1A not to disclose transactions between wholly owned members of the same group.

The company has several related parties by virtue of common control. During the year, the company was charged management charges of £137,564 (2020 - £129,642) by these companies. At 31 March 2021, included within debtors is an amount of £Nil (2020 - £8,297) due to the company by related parties and included within creditors is an amount of £16,185 (2020 - £2,775) due by the company to related parties.

13 Ultimate controlling party

The company is a subsidiary undertaking of Spire Manufacturing Limited, a company incorporated in England and Wales, which is the ultimate parent undertaking and controlling party.

Spire Manufacturing Limited is the largest and smallest group for which group financial statements are prepared.

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.