

Financial Statements
for the Year Ended 31st March 2021
for
HOWARD BUTLER LIMITED

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for the year ended 31st March 2021**

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HOWARD BUTLER LIMITED

**Company Information
for the year ended 31st March 2021**

DIRECTORS: M Collins
P M Collins
H J C Taylor

SECRETARY: Mrs A C Collins

REGISTERED OFFICE: Crown Works
Lincoln Road
Walsall
West Midlands
WS1 2EB

REGISTERED NUMBER: 00255259 (England and Wales)

AUDITORS: Bakers
Statutory Auditor
Baker (Midlands) Limited
Arbor House
Broadway North
Walsall
WS1 2AN

Balance Sheet
31st March 2021

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Tangible assets	4		155,435		139,583
Investments	5		<u>559,056</u>		<u>559,056</u>
			714,491		698,639
CURRENT ASSETS					
Stocks		795,857		908,487	
Debtors	6	2,198,149		2,026,124	
Investments	7	40,150		33,206	
Cash at bank and in hand		<u>1,394,184</u>		<u>59,384</u>	
		4,428,340		3,027,201	
CREDITORS					
Amounts falling due within one year	8	<u>1,150,934</u>		<u>1,022,693</u>	
NET CURRENT ASSETS			<u>3,277,406</u>		<u>2,004,508</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>3,991,897</u>		<u>2,703,147</u>
CREDITORS					
Amounts falling due after more than one year	9		(880,000)		-
PROVISIONS FOR LIABILITIES			<u>(19,000)</u>		<u>(20,000)</u>
NET ASSETS			<u><u>3,092,897</u></u>		<u><u>2,683,147</u></u>
CAPITAL AND RESERVES					
Called up share capital	11		76,460		76,460
Capital redemption reserve			23,250		23,250
Retained earnings			<u>2,993,187</u>		<u>2,583,437</u>
SHAREHOLDERS' FUNDS			<u><u>3,092,897</u></u>		<u><u>2,683,147</u></u>

The notes form part of these financial statements

Balance Sheet - continued
31st March 2021

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

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

The financial statements were approved by the Board of Directors and authorised for issue on 10th December 2021 and were signed on its behalf by:

M Collins - Director

P M Collins - Director

**Notes to the Financial Statements
for the year ended 31st March 2021**

1. STATUTORY INFORMATION

Howard Butler 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 as modified by the revaluation of certain assets.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £1.

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.

Preparation of consolidated financial statements

The financial statements contain information about Howard Butler Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Significant judgements and estimates

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities at the balance sheet date and the amounts reported for revenues and expenses during the year. However the nature of estimation means that actual outcomes could differ from those estimates.

Turnover

Turnover is measured at the fair value of the consideration received or receivable net of VAT and trade discounts. The policy adopted for the recognition of turnover is as follows:

Sale of Goods

Turnover from the sale of goods is recognised when significant risks and rewards of ownership of the goods have transferred to the buyer, the amount of turnover can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the company and the costs incurred or to be incurred in respect of the transaction can be measured reliably. This is usually on the dispatch of goods.

Notes to the Financial Statements - continued
for the year ended 31st March 2021

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

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

Plant and machinery etc - 25% on reducing balance and 10% - 25% on cost

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes any expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

Government grants

The company received Coronavirus Job Retention Scheme government grants during the year ended 31 March 2021. These grants are recognised at fair value when there is reasonable assurance that the company will comply with conditions attaching to them and the grants will be received using the performance model.

Investments in subsidiaries and associates

Investments in subsidiary undertakings are initially recognised at fair value which is normally the transaction price.

At each balance sheet date the investments are reviewed for any indication of impairment. If such indication exists then where the carrying amount exceeds its estimated recoverable amount, an impairment loss is recognised in the profit & loss account.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Stocks are recognised as an expense in the period in which the related turnover is recognised.

Cost is determined on the first-in, first-out (FIFO) method. Cost includes the purchase price, including taxes and duties and transport and handling directly attributable to bringing the stock to its present location and condition. The cost of finished goods and work in progress includes raw materials, direct labour and other direct costs and related production overheads (based on normal operating capacity).

At the end of each reporting period stocks are assessed for impairment. If an item of stock is impaired, the identified stock is reduced to its selling price less costs to complete and sell and an impairment charge is recognised in the profit and loss account. Where a reversal of the impairment is recognised the impairment charge is reversed, up to the original impairment loss, and is recognised as a credit in the profit and loss account.

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 31st March 2021

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.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

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.

Employee benefits

The company provides a range of benefits to employees, including annual bonus arrangements and defined contribution pension plans.

i. **Short term benefits**

Short term benefits, including holiday pay and other similar non-monetary benefits, are recognised as an expense in the period in which the service is received.

ii. **Defined contribution pension plans**

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payment obligations. The contributions are recognised as an expense when they are due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

Notes to the Financial Statements - continued
for the year ended 31st March 2021

2. ACCOUNTING POLICIES - continued

Short term debtors and creditors

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Cash and cash equivalents

Cash comprise cash in hand and demand deposits. Cash equivalents are 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 an insignificant risk of change in value

Provisions

Provisions are recognised when the company has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Current asset investments

All current asset investments are shares held in listed companies which are traded on a regular basis. Investments are recognised initially at cost which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in the revaluation reserve or profit and loss account.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 124 (2020 - 122) .

Notes to the Financial Statements - continued
for the year ended 31st March 2021

4. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1st April 2020	1,801,420
Additions	72,163
At 31st March 2021	<u>1,873,583</u>
DEPRECIATION	
At 1st April 2020	1,661,837
Charge for year	56,311
At 31st March 2021	<u>1,718,148</u>
NET BOOK VALUE	
At 31st March 2021	<u>155,435</u>
At 31st March 2020	<u>139,583</u>

5. FIXED ASSET INVESTMENTS

	Shares in group undertakings £	Interest in associate undertaking £	Totals £
COST OR VALUATION			
At 1st April 2020 and 31st March 2021	<u>533,555</u>	<u>25,501</u>	<u>559,056</u>
NET BOOK VALUE			
At 31st March 2021	<u>533,555</u>	<u>25,501</u>	<u>559,056</u>
At 31st March 2020	<u>533,555</u>	<u>25,501</u>	<u>559,056</u>

Cost or valuation at 31st March 2021 is represented by:

	Shares in group undertakings £	Interest in associate undertaking £	Totals £
Valuation in 2020	528,555	-	528,555
Cost	<u>5,000</u>	<u>25,501</u>	<u>30,501</u>
	<u>533,555</u>	<u>25,501</u>	<u>559,056</u>

Notes to the Financial Statements - continued
for the year ended 31st March 2021

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021	2020
	£	£
Trade debtors	2,022,972	1,930,839
Amounts owed by group undertakings	96,034	11,034
Other debtors	79,143	84,251
	<u>2,198,149</u>	<u>2,026,124</u>

Included in other debtors are prepayments of £50,017 (2020: £56,287)

7. **CURRENT ASSET INVESTMENTS**

	2021	2020
	£	£
Listed investments	<u>40,150</u>	<u>33,206</u>

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

	2021	2020
	£	£
Bank loans and overdrafts	120,000	-
Trade creditors	629,679	484,182
Amounts owed to group undertakings	203,133	303,632
Taxation and social security	40,364	88,721
Other creditors	157,758	146,158
	<u>1,150,934</u>	<u>1,022,693</u>

Other creditors relate to accruals.

9. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2021	2020
	£	£
Bank loans	<u>880,000</u>	<u>-</u>

10. **SECURED DEBTS**

The following secured debts are included within creditors:

	2021	2020
	£	£
Bank loans	<u>1,000,000</u>	<u>-</u>

The bank loan is secured by a fixed and floating charge.

Notes to the Financial Statements - continued
for the year ended 31st March 2021

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2021 £	2020 £
76,460	Ordinary	£1	<u>76,460</u>	<u>76,460</u>

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

The Report of the Auditors was unqualified.

Phillip H Taylor FCA (Senior Statutory Auditor)
for and on behalf of Bakers Bakers

Baker (Midlands) Limited

13. CAPITAL COMMITMENTS

	2021 £	2020 £
Contracted but not provided for in the financial statements	<u>40,366</u>	<u>-</u>

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.