

Kentec Tool Hire Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2021

Kentec Tool Hire Limited

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Kentec Tool Hire Limited

Company Information

Directors	Mr Antony John Booker Miss Jadie Louise Booker Mr Lee Graham Batson Mr Steven John Booker Mrs Kandy Booker Mr Matthew James Booker
Company secretary	Mrs Kandy Booker
Registered office	Unit 2 Riverdale Estate Vale Road Tonbridge Kent TN9 1SS
Accountants	Anderson Phillips Accountants Ltd Chartered Certified Accountants 2 Exeter House Beaufort Court Sir Thomas Longley Road Rochester Kent ME2 4FE

Kentec Tool Hire Limited
(Registration number: 01381285)
Balance Sheet as at 31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	<u>4</u>	130,987	60,499
Current assets			
Stocks	<u>5</u>	44,477	44,101
Debtors	<u>6</u>	121,823	77,783
Cash at bank and in hand		76,358	84,558
		242,658	206,442
Creditors: Amounts falling due within one year	<u>7</u>	(171,759)	(111,609)
Net current assets		70,899	94,833
Total assets less current liabilities		201,886	155,332
Creditors: Amounts falling due after more than one year	<u>1</u>	(23,359)	-
Net assets		178,527	155,332
Capital and reserves			
Called up share capital	<u>8</u>	1,050	1,050
Revaluation reserve		17,943	17,943
Profit and loss account		159,534	136,339
Shareholders' funds		178,527	155,332

For the financial year ending 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Kentec Tool Hire Limited
(Registration number: 01381285)
Balance Sheet as at 31 December 2021

Approved and authorised by the Board on 8 April 2022 and signed on its behalf by:

.....
Mr Steven John Booker
Director

Kentec Tool Hire Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

These financial statements were authorised for issue by the Board on 8 April 2022.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

These financial statements are presented in Pounds Sterling (£), which is the Company's functional currency. All amounts have been rounded to the nearest pound, unless otherwise indicated.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Kentec Tool Hire Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Leasehold improvements	Straight line over 15 years
Plant and machinery	Straight line over 6 years
Furniture and fittings	Straight line over 4 years
Motor vehicles	Straight line over 6 years
Office equipment	Straight line over 2 years

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Kentec Tool Hire Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Kentec Tool Hire Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 8 (2020 - 9).

Kentec Tool Hire Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation					
At 1 January 2021	15,766	51,289	52,417	492,905	612,377
Additions	30,402	190	33,271	26,106	89,969
Disposals	-	-	-	(4,283)	(4,283)
At 31 December 2021	46,168	51,479	85,688	514,728	698,063
Depreciation					
At 1 January 2021	15,766	50,978	43,401	441,733	551,878
Charge for the year	507	198	6,355	10,567	17,627
Eliminated on disposal	-	-	-	(2,429)	(2,429)
At 31 December 2021	16,273	51,176	49,756	449,871	567,076
Carrying amount					
At 31 December 2021	29,895	303	35,932	64,857	130,987
At 31 December 2020	-	311	9,016	51,172	60,499

Included within the net book value of land and buildings above is £29,895 (2020 - £Nil) in respect of short leasehold land and buildings.

Kentec Tool Hire Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

5 Stocks

	2021	2020
	£	£
Other inventories	44,477	44,101

6 Debtors

	2021	2020
	£	£
Trade debtors	95,534	73,637
Prepayments	6,686	1,090
Other debtors	19,603	3,056
	121,823	77,783

Kentec Tool Hire Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

7 Creditors

Creditors: amounts falling due within one year

	Note	2021 £	2020 £
Due within one year			
Loans and borrowings	9	7,655	-
Trade creditors		96,452	69,963
Taxation and social security		5,299	17,740
Other creditors		62,353	23,906
		<u>171,759</u>	<u>111,609</u>

Creditors: amounts falling due after more than one year

	Note	2021 £	2020 £
Due after one year			
Loans and borrowings	9	<u>23,359</u>	<u>-</u>

8 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary A of £1 each	588	588	588	588
Ordinary B of £1 each	178	178	178	178
Ordinary C of £1 each	284	284	284	284
	<u>1,050</u>	<u>1,050</u>	<u>1,050</u>	<u>1,050</u>

Kentec Tool Hire Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

9 Loans and borrowings

	2021 £	2020 £
Non-current loans and borrowings		
Hire purchase contracts	23,359	-

	2021 £	2020 £
Current loans and borrowings		
Hire purchase contracts	7,655	-

10 Dividends

Interim dividends paid

	2021 £	2020 £
Interim dividend of £118 (2020 - £62) per each Ordinary C	21,000	11,000

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.