

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2019

FOR

A.A. HENTON & SON (STEEL FABRICATIONS)
LIMITED

A.A. HENTON & SON (STEEL FABRICATIONS)
LIMITED (REGISTERED NUMBER: 01424002)

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for the Year Ended 31 October 2019

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A.A. HENTON & SON (STEEL FABRICATIONS)
LIMITED

COMPANY INFORMATION
for the Year Ended 31 October 2019

DIRECTORS:

Arthur William Henton
Mrs Karen Lesley Henton

REGISTERED OFFICE:

12 Wood Lane
Norton-Juxta-Twycross
Atherstone
Warwickshire
CV9 3QB

REGISTERED NUMBER:

01424002 (England and Wales)

ACCOUNTANTS:

John M Taylor & Co
Chartered Accountants
9 Glasgow Road
PAISLEY
Renfrewshire
PA1 3QS

A.A. HENTON & SON (STEEL FABRICATIONS)
LIMITED (REGISTERED NUMBER: 01424002)

BALANCE SHEET

31 October 2019

31.10.18 £	£		Notes	31.10.19 £	£
		FIXED ASSETS			
	146,993	Tangible assets	5		125,983
	200,000	Investment property	6		200,000
	<u>346,993</u>				<u>325,983</u>
		CURRENT ASSETS			
153,533		Stocks		157,797	
715,942		Debtors	7	538,916	
20,429		Cash at bank		<u>13,257</u>	
<u>889,904</u>				709,970	
		CREDITORS			
		Amounts falling due within one year	8	<u>255,086</u>	
<u>432,667</u>	457,237	NET CURRENT ASSETS			<u>454,884</u>
	804,230	TOTAL ASSETS LESS CURRENT LIABILITIES			780,867
	15,751	PROVISIONS FOR LIABILITIES	10		<u>12,496</u>
	<u>788,479</u>	NET ASSETS			<u>768,371</u>
		CAPITAL AND RESERVES			
	40,002	Called up share capital	11		40,002
	17,032	Investment property non distributable reserve			17,032
	731,445	Retained earnings			<u>711,337</u>
	<u>788,479</u>	SHAREHOLDERS' FUNDS			<u>768,371</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2019 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

The notes form part of these financial statements

A.A. HENTON & SON (STEEL FABRICATIONS)
LIMITED (REGISTERED NUMBER: 01424002)

BALANCE SHEET - continued
31 October 2019

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 Statement of Comprehensive Income has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 23 October 2020 and were signed on its behalf by:

Arthur William Henton - Director

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 October 2019

1. **STATUTORY INFORMATION**

A.A. Henton & Son (Steel Fabrications) 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.

The presentation currency of the financial statements is the Pound Sterling (£).

2. **STATEMENT OF COMPLIANCE**

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.

3. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

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.

Going concern

As a result of the restrictions arising from the COVID-19 pandemic all employees were on furlough until the company was able to restart trading. At the date of signing these Financial Statements all of the company's employees are back working. The company used the government job retention scheme and has taken up other government support offered. The directors have made due and careful enquiry and are of the opinion that the company has adequate working capital over the next 12 months notwithstanding the significant challenges posed by the global COVID-19 pandemic. As a result the directors have continued to adopt the going concern basis of accounting.

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.

Turnover

Turnover is stated net of VAT. Turnover from the sale of goods is recognised when the goods are physically delivered to the customer. Turnover from the supply of services represents the value of services provided under contracts to the extent that there is a right to consideration and is recorded at the value of the consideration due. Where the contract has only been partially completed at the balance sheet date turnover represents the value of the service provided to date based on a proportion of the total contract value.

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 October 2019**

3. ACCOUNTING POLICIES - continued

Tangible fixed assets

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

Improvements to property	- 5% on cost
Plant and machinery	- 20% to 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

Tangible fixed assets held for the company's own use are stated at cost less accumulated depreciation and accumulated impairment losses.

At each balance sheet date, the company reviews the carrying amount of its tangible fixed assets to determine whether there is any indication that any items have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss, if any.

Investment property

Investment properties for which fair value can be measured reliably without undue cost or effort are measured at fair value at each reporting date with changes in fair value recognised in profit and loss.

Revaluations are conducted annually by the director.

Stocks

Stocks consist of goods for resale and are valued at the lower of purchase cost and estimated selling price less costs to sell, after making due allowances for obsolete and slow moving items.

When stocks are sold, the carrying amount of these stock is recognised as an expense in the period in which the related revenue is recognised. The amount of any write-down of stocks to net realisable value and all losses of stocks are recognised as an expense in the period in which the write-down or loss occurs. The amount of any reversal of any write-down of stocks is recognised as a reduction on the amount of stocks recognised as an expense in the period in which the reversal occurs.

Financial instruments

Basic financial instruments are recognised at amortised cost. Financial assets and liabilities are recognised when the company becomes a party to the contractual provisions of the instrument and are classified in accordance with their underlying economic reality.

Taxation

Taxation represents the sum of tax currently payable and deferred tax on a non discounted basis.

The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on all timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. The carrying amount of deferred tax assets is reviewed at the end of each reporting period 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 assets and liabilities are measured at the tax rates that are expected to apply in the period which the liability is settled or the asset is realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Debtors

Debtors include the value of contractual work in progress.

**A.A. HENTON & SON (STEEL FABRICATIONS)
LIMITED (REGISTERED NUMBER: 01424002)**

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 October 2019**

3. ACCOUNTING POLICIES - continued

Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand as well as deposits held at call with banks and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised as a liability in the financial statements in the period in which the dividends are approved by the shareholders. These amounts are recognised in the statement of changes in equity.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 21 (2018 - 22) .

5. TANGIBLE FIXED ASSETS

	Totals £	Improvements to property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £
COST					
At 1 November 2018	445,850	86,026	299,544	21,321	38,959
Additions	1,000	-	1,000	-	-
At 31 October 2019	<u>446,850</u>	<u>86,026</u>	<u>300,544</u>	<u>21,321</u>	<u>38,959</u>
DEPRECIATION					
At 1 November 2018	298,857	30,107	211,875	20,280	36,595
Charge for year	22,010	3,225	17,934	260	591
At 31 October 2019	<u>320,867</u>	<u>33,332</u>	<u>229,809</u>	<u>20,540</u>	<u>37,186</u>
NET BOOK VALUE					
At 31 October 2019	<u>125,983</u>	<u>52,694</u>	<u>70,735</u>	<u>781</u>	<u>1,773</u>
At 31 October 2018	<u>146,993</u>	<u>55,919</u>	<u>87,669</u>	<u>1,041</u>	<u>2,364</u>

6. INVESTMENT PROPERTY

	Total £
FAIR VALUE	
At 1 November 2018 and 31 October 2019	<u>200,000</u>
NET BOOK VALUE	
At 31 October 2019	<u>200,000</u>
At 31 October 2018	<u>200,000</u>

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NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 October 2019

6. INVESTMENT PROPERTY - continued

Fair value at 31 October 2019 is represented by:

	£
Valuation in 2018	17,032
Cost	<u>182,968</u>
	<u>200,000</u>

Investment property was valued on a fair value basis on 31 October 2019 by the directors .

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.19	31.10.18
	£	£
Trade debtors	60,794	78,567
Amounts recoverable on contracts	46,641	45,604
Other debtors	<u>431,481</u>	<u>591,771</u>
	<u>538,916</u>	<u>715,942</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.19	31.10.18
	£	£
Bank loans and overdrafts	19,188	146,786
Trade creditors	57,079	66,007
Taxation and social security	28,762	62,169
Other creditors	<u>150,057</u>	<u>157,705</u>
	<u>255,086</u>	<u>432,667</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	31.10.19	31.10.18
	£	£
Bank overdrafts	<u>19,188</u>	<u>146,786</u>

Bank borrowing is secured by:-

- a first legal charge over the investment freehold property of the company
- a debenture
- a fixed and floating charge
- a personal guarantee from the director Arthur Henton limited to £25,000
- an unlimited cross guarantee from Overhead Line Fittings (U.K.) Limited.

10. PROVISIONS FOR LIABILITIES

	31.10.19	31.10.18
	£	£
Deferred tax	<u>12,496</u>	<u>15,751</u>

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NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 October 2019

10. PROVISIONS FOR LIABILITIES - continued

	Deferred tax
	£
Balance at 1 November 2018	15,751
Movement in year	(3,255)
Balance at 31 October 2019	<u>12,496</u>

This is in respect of accelerated capital allowances

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.10.19 £	31.10.18 £
40,002	Ordinary	£1	<u>40,002</u>	<u>40,002</u>

12. POST BALANCE SHEET EVENTS

Subsequent to the year end a global health crisis caused by COVID-19 emerged which has had a significant impact on all businesses. The directors have assessed the potential impact of this uncertain situation on the company with the information available and do not consider that it will lead to any subsequent impairment of the carrying amount of reported assets. At the date of signing these Financial Statements all of the Company's employees are back working, previously all have been on furlough .

13. ULTIMATE CONTROLLING PARTY

The director Arthur W Henton controls the company indirectly as a result of having a controlling interest in the issued ordinary share capital of the parent company.

The immediate and ultimate parent of the company is Jenner Holdings Ltd, a company registered in England whose registered office is 12 Wood Lane, Norton Juxta Twycross, Atherstone, Warwickshire CV9 3QB.

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.