

REGISTERED NUMBER: 01984649 (England and Wales)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2020
FOR
BANNER HARDWARE LIMITED

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FOR THE YEAR ENDED 31 MAY 2020**

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BALANCE SHEET
31 MAY 2020

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Intangible assets	4		-		-
Tangible assets	5		<u>519,193</u>		<u>534,501</u>
			519,193		534,501
CURRENT ASSETS					
Stocks		858,400		843,400	
Debtors	6	178,588		143,327	
Cash at bank and in hand		<u>330</u>		<u>410</u>	
		1,037,318		987,137	
CREDITORS					
Amounts falling due within one year	7	<u>325,731</u>		<u>298,490</u>	
NET CURRENT ASSETS			<u>711,587</u>		<u>688,647</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,230,780		1,223,148
CREDITORS					
Amounts falling due after more than one year	8		<u>64,659</u>		<u>22,226</u>
NET ASSETS			<u>1,166,121</u>		<u>1,200,922</u>
CAPITAL AND RESERVES					
Called up share capital			50,000		50,000
Retained earnings			<u>1,116,121</u>		<u>1,150,922</u>
SHAREHOLDERS' FUNDS			<u>1,166,121</u>		<u>1,200,922</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2020 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
- (b) 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.

BALANCE SHEET - continued
31 MAY 2020

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 Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 17 May 2021 and were signed on its behalf by:

A J Uren - Director

P J N Uren - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2020

1. **STATUTORY INFORMATION**

Banner Hardware Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address are as below:

Registered number:	01984649
Registered office:	45 Park Road Gloucester Gloucestershire GL1 1LP

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.

Going Concern

The directors have considered the likely impact of Coronavirus Covid-19 on the company and its cash flow and consider that the company should have access to adequate working capital and funding to enable it to continue to trade for a period of at least twelve months. The accounts have therefore been prepared on the going concern basis.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover is recognised when goods have been delivered to customers such that risks and rewards of ownership have transferred to them.

Intangible assets

Intangible fixed assets consist of goodwill. Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business.

Goodwill, relating to the acquisition of a business in 2007, is being amortised evenly over its estimated useful life of five years.

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses.

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

Freehold property	- 2% on cost
Plant and machinery	- 20% on cost
Fixtures and fittings	- 20% on cost
Motor vehicles	- 25% on cost

Stocks

Stocks are valued at the lower of cost and estimated selling price less costs to sell. In respect of work in progress and finished goods, cost includes a relevant proportion of overheads according to the stage of manufacture/completion.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2020

2. **ACCOUNTING POLICIES - continued**

Financial instruments

The following assets and liabilities are classified as financial instruments - trade debtors, trade creditors, bank loans and directors loans.

Bank loans are initially measured at the present value of future payments, discounted at a market rate of interest, and subsequently at amortised cost using the effective interest method.

Directors loans (being repayable on demand), trade debtors and trade creditors are measured at the undiscounted amount of the cash or other consideration expected to be paid or received.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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.

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.

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.

Hire purchase and leasing commitments

Tangible assets acquired under finance leases or hire purchase contracts are capitalised and depreciated in the same manner as other tangible fixed assets. The related obligations, net of future finance charges, are included in creditors.

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 10 (2019 - 14) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2020

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 June 2019 and 31 May 2020	<u>5,000</u>
AMORTISATION	
At 1 June 2019 and 31 May 2020	<u>5,000</u>
NET BOOK VALUE	
At 31 May 2020	<u>-</u>
At 31 May 2019	<u>-</u>

5. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 June 2019 and 31 May 2020	<u>577,538</u>	<u>198,241</u>	<u>49,798</u>	<u>85,567</u>	<u>911,144</u>
DEPRECIATION					
At 1 June 2019	64,780	197,944	48,680	65,239	376,643
Charge for year	<u>4,630</u>	<u>99</u>	<u>415</u>	<u>10,164</u>	<u>15,308</u>
At 31 May 2020	<u>69,410</u>	<u>198,043</u>	<u>49,095</u>	<u>75,403</u>	<u>391,951</u>
NET BOOK VALUE					
At 31 May 2020	<u>508,128</u>	<u>198</u>	<u>703</u>	<u>10,164</u>	<u>519,193</u>
At 31 May 2019	<u>512,758</u>	<u>297</u>	<u>1,118</u>	<u>20,328</u>	<u>534,501</u>

Included within fixed assets above are assets held under Hire Purchase / Finance lease agreements totalling £10,164 (2019 - £20,328).

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	122,921	138,155
Other debtors	<u>55,667</u>	<u>5,172</u>
	<u>178,588</u>	<u>143,327</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2020

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Bank loans and overdrafts	42,313	128,924
Hire purchase contracts	7,567	6,975
Trade creditors	223,811	128,471
Taxation and social security	29,805	11,618
Other creditors	<u>22,235</u>	<u>22,502</u>
	<u>325,731</u>	<u>298,490</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020	2019
	£	£
Bank loans	50,000	-
Hire purchase contracts	<u>14,659</u>	<u>22,226</u>
	<u>64,659</u>	<u>22,226</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019
	£	£
Bank overdrafts	42,313	128,924
Bank loans	<u>50,000</u>	<u>-</u>
	<u>92,313</u>	<u>128,924</u>

10. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the year ended 31 May 2020 and the period ended 31 May 2019:

	2020	2019
	£	£
P J N Uren		
Balance outstanding at start of year	-	-
Amounts advanced	31,498	-
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>31,498</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.