

# Birch Grove Garden Centre Limited

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

# Birch Grove Garden Centre Limited

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# **Birch Grove Garden Centre Limited**

## **Company Information**

<b>Directors</b>	Mr S Slinger Mr G F Slinger Mrs E C Slinger
<b>Company secretary</b>	Mr G F Slinger
<b>Registered office</b>	Albion House 32 Pinchbeck Road Spalding Lincolnshire PE11 1QD
<b>Accountants</b>	Cannon Williamson Chartered Certified Accountants Albion House 32 Pinchbeck Road Spalding Lincolnshire PE11 1QD

# Birch Grove Garden Centre Limited

(Registration number: 02066240)  
Balance Sheet as at 31 January 2021

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	<u>5</u>	695,882	709,888
<b>Current assets</b>			
Stocks	<u>6</u>	164,961	189,237
Debtors	<u>7</u>	15,169	14,500
Cash at bank and in hand		85,318	2,059
		<u>265,448</u>	<u>205,796</u>
<b>Creditors:</b> Amounts falling due within one year	<u>8</u>	(439,507)	(445,456)
<b>Net current liabilities</b>		<u>(174,059)</u>	<u>(239,660)</u>
<b>Total assets less current liabilities</b>		521,823	470,228
<b>Provisions for liabilities</b>		<u>(78,002)</u>	<u>(78,052)</u>
<b>Net assets</b>		<u>443,821</u>	<u>392,176</u>
<b>Capital and reserves</b>			
Called up share capital	<u>9</u>	20	20
Revaluation reserve		371,492	371,492
Profit and loss account		<u>72,309</u>	<u>20,664</u>
Shareholders' funds		<u>443,821</u>	<u>392,176</u>

For the financial year ending 31 January 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.

Approved and authorised by the Board on 31 August 2021 and signed on its behalf by:

**Birch Grove Garden Centre Limited**

**(Registration number: 02066240)**

**Balance Sheet as at 31 January 2021 (continued)**

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Mr G F Slinger  
Company secretary and director

# **Birch Grove Garden Centre Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 January 2021**

### **1 General information**

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

The address of its registered office is:

Albion House  
32 Pinchbeck Road  
Spalding  
Lincolnshire  
PE11 1QD  
United Kingdom

These financial statements were authorised for issue by the Board on 31 August 2021.

### **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.

#### **Departure from requirements of FRS 102**

No depreciation has been charged on freehold land, included within freehold land and buildings.

Management have concluded that the above departure does not affect the accounts from showing a true and fair view. Apart from this departure the company has complied with the relevant accounting standards and legislation.

#### **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 and deferred 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.

## Birch Grove Garden Centre Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 January 2021 (continued)

#### 2 Accounting policies (continued)

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.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

#### 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
Freehold property	0% - 4% straight line
Plant and machinery	10% straight line
Fixtures and fittings	33% straight line
Motor vehicles	20% straight line

#### Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

#### Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	10% straight line

#### 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.

## **Birch Grove Garden Centre Limited**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 January 2021 (continued)**

#### **2 Accounting policies (continued)**

##### **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.

##### **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.

##### **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.



## **Birch Grove Garden Centre Limited**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 January 2021 (continued)**

#### **2 Accounting policies (continued)**

##### **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 17 (2020 - 17).

# Birch Grove Garden Centre Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 January 2021 (continued)

### 4 Intangible assets

	Goodwill £	Total £
<b>Cost or valuation</b>		
At 1 February 2020	40,000	40,000
At 31 January 2021	40,000	40,000
<b>Amortisation</b>		
At 1 February 2020	40,000	40,000
At 31 January 2021	40,000	40,000
<b>Carrying amount</b>		
At 31 January 2021	-	-

### 5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Plant and machinery £	Total £
<b>Cost or valuation</b>					
At 1 February 2020	928,631	44,617	6,995	189,758	1,170,001
Additions	-	-	-	10,588	10,588
At 31 January 2021	928,631	44,617	6,995	200,346	1,180,589
<b>Depreciation</b>					
At 1 February 2020	233,135	34,346	6,995	185,637	460,113
Charge for the year	13,014	9,863	-	1,717	24,594
At 31 January 2021	246,149	44,209	6,995	187,354	484,707
<b>Carrying amount</b>					
At 31 January 2021	682,482	408	-	12,992	695,882
At 31 January 2020	695,496	10,271	-	4,121	709,888

Included within the net book value of land and buildings above is £682,482 (2020 - £695,496) in respect of freehold land and buildings.

### Revaluation

## Birch Grove Garden Centre Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 January 2021 (continued)

#### 5 Tangible assets (continued)

The fair value of the company's Land was revalued on 1 February 2015. An independent valuer was not involved.

The basis of this valuation was open market value.

This class of assets has a current value of £567,627.00 (2019 - £567,627.00).

The directors have reviewed this valuation as at 31 January 2020 and feel that it is still appropriate.

Had this class of asset been measured on a historical cost basis, the carrying amount would have been £Nil (2020 - £120,046).

#### 6 Stocks

	2021	2020
	£	£
Other inventories	164,961	189,237

#### 7 Debtors

	2021	2020
	£	£
Trade debtors	15,169	14,500
	15,169	14,500

# Birch Grove Garden Centre Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 January 2021 (continued)

### 8 Creditors

Creditors: amounts falling due within one year

	Note	2021 £	2020 £
<b>Due within one year</b>			
Loans and borrowings	10	50,000	33,407
Trade creditors		70,025	66,261
Taxation and social security		27,791	16,177
Accruals and deferred income		3,435	3,713
Other creditors		288,256	325,898
		<u>439,507</u>	<u>445,456</u>

### 9 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary A of £0.10 each	100	10.00	100	10.00
Ordinary B of £1 each	10	10	10	10
	<u>110</u>	<u>20</u>	<u>110</u>	<u>20</u>

### 10 Loans and borrowings

	2021 £	2020 £
<b>Current loans and borrowings</b>		
Bank overdrafts	-	33,407
Other borrowings	50,000	-
	<u>50,000</u>	<u>33,407</u>

### 11 Related party transactions

#### Directors' remuneration

The directors' remuneration for the year was as follows:

## Birch Grove Garden Centre Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 January 2021 (continued)

#### 11 Related party transactions (continued)

	2021	2020
	£	£
Remuneration	29,783	26,000
Contributions paid to money purchase schemes	16,000	6,000
	<u>45,783</u>	<u>32,000</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.