

"
AMENDED
"

Company Registration No. 2669275

**HARRISON THOMPSON AND COMPANY
LIMITED**

Report and Financial Statements

31 January 2018

L. S. Small

SATURDAY



A15 *A7IES4P6* 10/11/2018 #26
COMPANIES HOUSE

HARRISON THOMPSON AND COMPANY LIMITED

REPORT AND FINANCIAL STATEMENTS 2018

CONTENTS

Officers and professional advisers	1
Strategic report	2
Directors' report	3
Directors' responsibilities statement	4
Profit and loss account	5
Balance sheet	6
Cash flow statement	8
Notes to the accounts	9

HARRISON THOMPSON AND COMPANY LIMITED

REPORT AND FINANCIAL STATEMENTS 2018

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

P C Brumwell (DIED 26/02/17)
S L Russell
P Christopher
G C Brumwell
A C Brumwell
R Good

SECRETARY

A L Starkey

REGISTERED OFFICE

Yeoman House
Whitehall Industrial Estate
Whitehall Road
Leeds
LS12 5JB

BANKERS

HSBC plc
PO Box 105
33 Park Row
Leeds
LS1 1LD

SOLICITORS

DLA Piper LLP
Princes Exchange
Princes Square
Leeds
LS1 4BY

ACCOUNTANTS

Deloitte LLP
Chartered Accountants and Statutory Auditor
Leeds

HARRISON THOMPSON AND COMPANY LIMITED

STRATEGIC REPORT

PRINCIPAL ACTIVITY

The principal activity of the company is specialist fabricators, installers and distributors of systems and components to the building and construction industry. There have not been any significant changes in the company's principal activities in the year under review. The directors are not aware at the date of this report of any likely changes in the company's activities in the forthcoming year.

BUSINESS REVIEW

The Company's key performance indicators are Turnover and Gross Profit Margin. Market conditions have been tough yet Turnover has increased in the year by c.5.44% in comparison with an increase of 6.5% in the prior year. This is 3% over Budget and shows a very strong performance. The Directors believe that the company's market share has remained at a consistent level. Material Gross Profit Margin has remained constant at c. 67%. Material Gross Profit has risen to £4.9 m (2017: £4.6m), reflecting the increase in sales.

The net assets of the company have remained at a comparable level to the prior year, with cash balances remaining strong.

The Directors remain cautious in relation to future prospects but are optimistic of further increases in sales based on their continued efforts in the market place.

RESULTS AND DIVIDENDS

The results of the company for the year are set out on page 5. The Directors paid a Dividend in the year of £315,750 (2017: £315,750). The Retained Profit before Dividends of £590,381 has been transferred to reserves (2017: £287,523)

PRINCIPAL RISKS AND UNCERTAINTIE

The Directors consider that market conditions will continue to be stable for the foreseeable future in spite of the wider current uncertain economic conditions. The principal risks facing the company in the opinion of the Directors are the loss of key customers and the associated credit risk. The Company mitigates these risks by keeping close links, providing high levels of services and through regular contact with customers.

The Company has considerable cash resources and no external debt. Therefore, the Directors consider the Company to be well placed to survive any potential downturn in the market.

After making enquires, the Directors have a reasonable expectation that the company has adequate resources to continue trading for the foreseeable future. Accordingly they continue to adopt the Going Concern basis in preparing the financial statements.

Approved by the Board of Directors
and signed on behalf of the Board



G Brumwell
Director

HARRISON THOMPSON AND COMPANY LIMITED

DIRECTOR'S REPORT

The Directors present their annual report on the affairs of the Company together with the financial statements for the Year Ended 31 January 2018

DIRECTORS

The Directors who served during the year and subsequently were:

P C Brumwell (DIED 26 February 2017)

S L Russell

P Christopher

A C Brumwell

G C Brumwell

R Good

DONATIONS

The company made charitable donations totalling £6,422 (2017: £6,490) during the year.

For the Year Ending 31/01/2018 the Company was entitled to Exemption from Audit under section 477 of the Companies Act 2006 relating to small companies.

The Members have not required the Company to obtain an audit of its accounts for the year in question in accordance with section 476.

The Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the Board of Directors
and signed on behalf of the Board

G Brumwell
Director

2018



HARRISON THOMPSON AND COMPANY LIMITED

Directors' responsibilities statement

Directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

HARRISON THOMPSON AND COMPANY LIMITED

PROFIT AND LOSS

Year ended 31 January 2018

	Note	2018 £	2017 £
TURNOVER	2	7,434,663	7,050,723
Change in stocks of finished goods and work in progress		8,130	13,430
		<u>7,442,793</u>	<u>7,064,153</u>
Raw materials and consumables	2,275,459	2,201,593	
Other external charges	206,745	177,177	
		<u>(2,482,204)</u>	<u>(2,378,770)</u>
GROSS PROFIT		<u>4,960,589</u>	<u>4,685,383</u>
Staff costs	3 3,069,172	3,205,888	
Depreciation	5 164,293	158,340	
Other operating charges	1,043,889	1,010,835	
Other operating income	4 (38,333)	(37,333)	
		<u>(4,239,021)</u>	<u>(4,337,730)</u>
OPERATING PROFIT	5	721,568	347,653
Interest receivable and similar income	6	3,061	4,078
		<u>724,629</u>	<u>351,731</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			
Tax on profit on ordinary activities	7	(134,248)	(64,208)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>590,381</u>	<u>287,523</u>

The results shown above are wholly attributable to continuing operations.

HARRISON THOMPSON AND COMPANY LIMITED

BALANCE SHEET

Year ended 31 January 2018

	Note	2018 £	2017 £
FIXED ASSETS			
Tangible assets	9	1,250,216	1,308,518
		<u>1,250,216</u>	<u>1,308,518</u>
INVESTMENT	10	<u>250,000</u>	<u>0</u>
CURRENT ASSETS			
Stocks	11	375,506	367,376
Debtors	12	1,030,811	938,815
Cash at bank and in hand	20	2,142,858	2,230,203
		<u>3,549,175</u>	<u>3,536,394</u>
CREDITORS: amounts falling due within one year	13	(1,163,527)	(1,233,679)
NET CURRENT ASSETS		<u>2,385,648</u>	<u>2,302,715</u>
TOTAL ASSETS LESS CURRENT LIABILITIES BEING NET ASSETS		<u>3,885,864</u>	<u>3,611,233</u>
CAPITAL AND RESERVES			
Called-up share capital	14	63,150	63,150
Investment revaluation reserve		174,294	180,503
Capital redemption reserve		8,000	8,000
Profit and loss account		3,640,420	3,359,580
TOTAL EQUITY SHAREHOLDERS' FUNDS		<u>3,885,864</u>	<u>3,611,233</u>

The financial statements of Harrison Thompson and Company Limited. Registered number 2669275 were approved by the Board of Directors and authorised for issue by the Board of Directors on 3rd September 2018.

For the Year Ending 31/01/2018 the Company was entitled to Exemption from Audit under section 477 of the Companies Act 2006 relating to small companies.

The Members have not required the Company to obtain an audit of its accounts for the year in question in accordance with section 476.

The Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

G Brumwell
Director



HARRISON THOMPSON AND COMPANY LIMITED

STATEMENT OF CHANGES IN EQUITY

31 January 2018

	Revaluation Reserve £	Capital Redemption Reserve £	Called-up share capital £	Profit and loss account £	Total £
At 1 February 2014 as restated	199,130	8,000	63,150	3,070,755	3,341,035
Total comprehensive income for the financial year as previously stated	-	-	-	507,332	507,332
Revaluation reclassified to profit and loss	(6,209)	-	-	6,209	-
Dividends paid on equity shares	-	-	-	(341,010)	(341,010)
At 1 February 2015 as restated	192,921	8,000	63,150	3,243,286	3,507,357
Total comprehensive income for the financial year as previously stated	-	-	-	463,641	463,641
Revaluation reclassified to profit and loss	(6,209)	-	-	6,209	-
Dividends paid on equity shares	-	-	-	(331,538)	(331,538)
At 31 January 2016	186,712	8,000	63,150	3,381,598	3,639,460
Total comprehensive income for the financial year as previously stated	-	-	-	287,523	287,523
Revaluation reclassified to profit and loss	(6,209)	-	-	6,209	-
Dividends paid on equity shares	-	-	-	(315,750)	(315,750)
At 31 January 2017	180,503	8,000	63,150	3,359,580	3,611,233
Total comprehensive income for the financial year as previously stated	-	-	-	590,381	590,381
Revaluation reclassified to profit and loss	(6,209)	-	-	6,209	0
Dividends paid on Equity Shares	-	-	-	(315,750)	(315,750)
Total comprehensive Income at 31 January 2018	<u>174,294</u>	<u>8,000</u>	<u>63,150</u>	<u>3,640,420</u>	<u>3,885,864</u>

HARRISON THOMPSON AND COMPANY LIMITED

CASH FLOW STATEMENT

Year ended 31 January 2018

	Note	£	2018 £	£	2017 £
Net cash inflow from operating activities	19		685,492		624,438
Returns on investments and servicing of finance					
Investm		(250,000)		-	
Interest received		3,061		4,078	
Net cash inflow from returns on investments and servicing of finance			(246,939)		4,078
Taxation					
Corporation tax (paid)/received			(134,248)		(84,956)
			304,305		543,560
Capital expenditure					
Payments to acquire tangible fixed assets		(126,100)		(299,347)	
Receipts from sales of tangible fixed assets		50,200		62,606	
Net cash outflow from capital expenditure			(75,900)		(236,741)
			228,405		306,819
Equity dividends paid			(315,750)		(315,750)
Cash inflow before financing			(87,345)		(8,931)
Increase in cash in the year	20/21		(87,345)		(8,931)

HARRISON THOMPSON AND COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 January 2018

1. ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable United Kingdom accounting standards and United Kingdom law. The particular accounting policies adopted are described below and have all been applied consistently throughout the current and preceding year.

Accounting convention

The financial statements have been prepared under the historical cost convention, modified to include certain items at fair value, and in accordance with Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council.

The year end January 2015 financial statements were restated for material adjustments on adoption of FRS 102. For the current year the Company has presented its financial statements under Financial Reporting Standard 102 (FRS 102).

The functional currency of the Company is considered to be pounds sterling because that is the currency of the primary economic environment in which the Company operates.

Basis of preparation – Going Concern

The Directors consider that market conditions will continue to be stable for the foreseeable future in spite of the wider current uncertain economic conditions. The principal risks facing the company in the opinion of the Directors are the loss of key customers and the associated credit risk. The company mitigates these risks by keeping close links, providing high levels of services and through regular contact with customers.

The company has considerable cash resources and no external debt. Therefore, the Directors consider the Company to be well placed to survive any potential downturn in the market.

After making enquires, the Directors have a reasonable expectation that the company has adequate resources to continue trading for the foreseeable future. Accordingly they continue to adopt the going concern basis in preparing the financial statements.

Tangible Fixed Assets

Depreciation is provided on cost or valuation in equal annual instalments over the estimated useful lives of the assets. The rates of depreciation are as follows:

Freehold buildings	2% per annum
Plant, fixtures and office equipment	Between 15% and 20% per annum
Motor vehicles	20% per annum

Depreciation is not provided on Freehold land.

Individual Freehold properties are revalued every year with the surplus or deficit on book value being transferred to the revaluation reserve, except that a deficit which is in excess of any previously recognised surplus over depreciated cost relating to the same property, or the reversal of such a deficit, is charged (or credited) to the Profit and Loss account. A deficit which represents a clear consumption of economic benefits is charged to the Profit and Loss accounts regardless of any such surplus.

Where depreciation charges are increased following a revaluation, an amount equal to the increase is transferred annually from the revaluation reserve to the profit and loss account as a movement on reserves. On the disposal or recognition of a provision for impairment of a revalued fixed asset, any related balance remaining in the revaluation reserve is also transferred to the profit and loss account as a movement on reserves.

Investment properties

Investment properties for which fair value can be measured reliably without undue cost or effort on an ongoing basis are measured at fair value annually with any change recognised in the Profit and Loss account.

NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 January 2018

1. ACCOUNTING POLICIES (CONTINUED)

Investments

Investments held as Fixed Assets are stated at cost less provision for any impairment in value.

Stocks

Stocks and work-in-progress are stated at the lower of cost and net realisable value. Cost includes materials, direct labour and production overheads appropriate to the relevant stage of production. Net realisable value is based on estimated selling price less all further costs to completion and all relevant marketing, selling and distribution costs.

Pension costs

Retirement benefits to employees are provided by defined contribution schemes. These contributions are charged against the profit of the year in which they become payable. The pension costs represent the contributions payable by the company.

Taxation

Current tax, including UK corporation tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

A net deferred tax asset is regarded as recoverable and therefore recognised only to the extent that, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is not recognised when fixed assets are revalued unless by the balance sheet date there is a binding agreement to sell the revalued assets and the gain or loss expected to arise on sale has been recognised in the financial statements. Neither is deferred tax recognised when fixed assets are sold and it is more likely than not that the taxable gain will be rolled over, being charged to tax only if and when the replacement assets are sold.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

Leases

Rental costs under operating leases are charged to the profit and loss account as the leasing charges are incurred.

Foreign exchange

Transactions denominated in foreign currencies are translated into sterling at the rates ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the rates ruling at that date. Any translation differences are dealt within the Profit and Loss account.

Profit and loss account format

It is considered by the directors to be more appropriate to present the Profit and Loss account in the Companies Act format 2.

Revenue recognition

Revenue in respect of the sale of goods is recognised upon the despatch of goods at which point contractual obligation to the customer has been completed.

HARRISON THOMPSON AND COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 January 2018

Critical accounting judgements and key sources of estimation uncertainty

In the application of the Company's accounting policies, which are described above, the Directors are required to make judgements, estimates and assumptions about the carrying amounts of Assets and Liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Critical judgements in applying the Company's accounting policies

The following are the critical judgements, apart from those involving estimations (which are dealt with separately below), that the Directors have made in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognised in the financial statements.

Revenue recognition

In making its judgement, management considered the detailed criteria for the recognition of revenue from the sale of goods set out in FRS 102 Section 23 *Revenue* and, in particular, whether the Company had transferred to the buyer the significant risks and rewards of ownership of the goods. Following the detailed quantification of the level of services and goods provided the Directors are satisfied that the significant risks and rewards have been transferred and that recognition of the revenue in the current year is appropriate.

Key source of estimation uncertainty – valuation of fixed assets and investment property

Determining whether intangible assets are impaired requires an estimation of land and buildings and investment properties. As property of similar proportions are not exchanged on a regular basis an estimation of the fair value of the investment property is made and assessed at each of the balance sheet dates.

2. TURNOVER

Turnover represents net invoiced sales to customers, excluding value added tax, and is wholly attributable to the principal activity of the company.

By Geographical area:	2018	2017
	£	£
Continuing operations:		
United Kingdom	7,218,788	6,934,819
Other European countries	166,509	74,236
Other	49,366	41,668
	<u>7,434,663</u>	<u>7,050,723</u>

HARRISON THOMPSON AND COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS Year ended 31 January 2018

3. INFORMATION REGARDING DIRECTORS AND EMPLOYEES

	2018 £	2017 £
Directors' remuneration		
Other emoluments	699,634	772,166
Pension contributions	12,469	15,600
	<u>712,103</u>	<u>787,766</u>
Emoluments of the highest paid director	<u>162,208</u>	<u>162,208</u>
	No.	No.
The number of directors who are members, of a defined contribution scheme	<u>5</u>	<u>5</u>
Average number of persons employed		
Management and administration	43	44
Others	24	25
	<u>67</u>	<u>69</u>
	£	£
Staff costs during the year (including directors)		
Wages and salaries	2,736,080	2,847,511
Social security costs	276,627	277,091
Pension costs	12,469	15,600
Health insurance	43,996	65,686
	<u>3,069,172</u>	<u>3,205,888</u>

HARRISON THOMPSON AND COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 January 2018

4. OTHER OPERATING INCOME

	2018 £	2017 £
Rent receivable	38,333	37,333

5. OPERATING PROFIT

	2018 £	2017 £
Operating profit is after charging/(crediting):		
Depreciation	164,293	
Owned assets		158,340
Rentals under operating leases		
Hire of plant and machinery	4,099	1,110
Land and buildings	86,563	84,583
Profit on sale of tangible fixed assets	(30,090)	(32,925)
Loss/gain on foreign exchange	(3,450)	(8,231)
Fees payable to the Company's auditor for the audit of the financial statements	0	18,360
Non-audit fees – corporation tax compliance	2,750	3,213
Royalties received	(7,882)	(1,681)

6. INTEREST RECEIVABLE AND SIMILAR INCOME

	2018 £	2017 £
Interest received	3,061	4,078

HARRISON THOMPSON AND COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 January 2018

7. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2018 £	2017 £
Current taxation		
United Kingdom corporation tax based on the profit for the year	135,092	61,067
Adjustment in relation to prior year	50	(2,111)
	<hr/>	<hr/>
Total current taxation charge	135,142	58,956
Deferred tax credit	(894)	5,252
	<hr/>	<hr/>
Tax on profit on ordinary activities	134,248	64,208
	<hr/>	<hr/>

The average standard rate of tax for the year, based on the UK standard companies rate of corporation tax is 19.16% (2017: 20%). The total tax charge for the current year and the previous year differs from the average standard rate for the reasons set out in the following reconciliation.

	2018 £	2017 £
Profit/(loss) on ordinary activities before tax	724,629	351,731
	<hr/>	<hr/>
Expected tax charge at 18.47% (2017: 20%)	133,876	70,346
Expenses not deductible for corporation tax purposes	2,748	174
Indexation of latent claims and other reliefs	(2,491)	(1,680)
Effect of change in tax rates	108	(2,521)
Prior year adjustment	7	(2,111)
	<hr/>	<hr/>
Total actual amount of current tax	134,248	64,208
	<hr/>	<hr/>

The July 2015 Budget Statement announced changes to the UK Corporation tax rate that were substantively enacted as part of the Finance Bill 2015 on 26 October 2015. These reduced the main rate of corporation tax to 19% from 1 April 2017 and to 18% from 1 April 2020. As the changes have been substantively enacted at the balance sheet date their effects are included in these financial statements and accordingly deferred tax has been calculated using the relevant enacted rate based on the expected timing of the reversal of the company's timing differences.

The March 2016 Budget Statement announced further changes to the UK Corporation tax rate which will reduce the main rate of corporation tax to 17% instead of 18% from 1 April 2020. As the changes have not been substantively enacted at the balance sheet date their effects are not included in these financial statements. The impact of these changes is not considered to be significant to the company.

8. DIVIDENDS

	2018 £	2017 £
Dividend of £315,750 at £5.00 per equity share (2017: £5.00)	315,750	315,750
	<hr/>	<hr/>

HARRISON THOMPSON AND COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS Year ended 31 January 2018

9. TANGIBLE FIXED ASSETS

	Investment Property £	Freehold land and buildings £	Plant, fixtures and office equipment £	Motor vehicles £	Total £
Cost or valuation					
At 1 February 2017	375,000	513,000	641,206	726,269	2,255,475
Additions			6,900	119,200	126,100
Disposals			(2,295)	(144,753)	(147,048)
At 31 January 2018	<u>375,000</u>	<u>513,000</u>	<u>645,811</u>	<u>700,716</u>	<u>2,234,527</u>
Accumulated depreciation					
At 1 February 2017		92,340	577,756	276,861	946,957
Charge for the year		10,260	17,428	136,604	164,292
Disposals			(2,218)	(124,720)	(126,938)
At 31 January 2018		<u>102,600</u>	<u>592,966</u>	<u>288,745</u>	<u>984,311</u>
Net book value					
At 31 January 2018	<u>375,000</u>	<u>410,400</u>	<u>52,845</u>	<u>411,971</u>	<u>1,250,216</u>
At 31 January 2017	<u>375,000</u>	<u>795,660</u>	<u>63,450</u>	<u>449,408</u>	<u>1,308,518</u>

Investment property and freehold land and buildings were valued on 29 March 2013 by Adair Paxton LLP, Chartered Surveyors. The valuation was based on open market value. The directors revalue the properties in the years between professional valuations.

Comparable amounts determined according to the historical cost convention:

10. INVESTMENTS

Investment with Rathbones	2018	2017
	£	£
	250,000	0

HARRISON THOMPSON AND COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 January 2018

11. STOCKS

	2018 £	2017 £
Raw materials and consumables	17,215	16,606
Finished goods and goods for resale	358,291	350,770
	<u>375,506</u>	<u>367,376</u>

The directors consider that the replacement cost of stock is not significantly different from the value shown in the balance sheet.

12. DEBTORS

	2018 £	2017 £
Trade debtors	894,248	835,128
Prepayments and accrued income	41,654	27,712
Other debtors	94,908	75,975
	<u>1,030,811</u>	<u>938,815</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade creditors	279,808	367,367
Current corporation tax	135,072	61,067
Other taxes and social security	252,744	286,974
Accruals and deferred income	467,164	488,639
Deferred tax liability	28,739	29,632
	<u>1,163,527</u>	<u>1,233,679</u>

14. DEFERRED TAX

	£
Deferred taxation	
Deferred tax liability at 1 February 2017	29,632
Adjustment in respect of prior periods	(893)
Deferred tax charge to the profit and loss account	
	<u>28,739</u>
Deferred tax asset at 31 January 2018	

Deferred tax has not been provided on the revaluation of fixed assets. This tax will only become payable if the assets are sold and rollover relief is not obtained.

HARRISON THOMPSON AND COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 January 2018

15. CALLED-UP SHARE CAPITAL

	2018 £	2017 £
Called-up, allotted and fully paid		
63,150 Ordinary shares of £1 each	63,150	63,150

16. PENSION COSTS

Retirement benefits to employees are provided by defined contribution schemes. These contributions are charged against the profit of the year in which they become payable. The pension costs represent the contributions payable by the company.

The pension cost charge for the year was £12,469 (2017: £15,600). There were no outstanding or prepaid contributions at 31 January 2018 (2017: nil).

17. FINANCIAL COMMITMENTS

Operating lease commitments

At 31 January 2018 and 31 January 2017, the company was committed to making the following payments during the next year in respect of operating leases:

	Land and buildings £
Leases which expire:	
In more than five years	64,584

18. RELATED PARTY TRANSACTIONS

HARRISON THOMPSON AND COMPANY LIMITED PENSION SCHEME has charged HARRISON THOMPSON AND COMPANY LIMITED Rent of £76,141 (2017: £73,923) during the year. This transaction has taken place on a normal commercial basis.

HARRISON THOMPSON AND COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 January 2018

19. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2018 £	2017 £
Operating profit	721,568	347,653
Depreciation charge	164,293	158,340
Profit on sale of tangible fixed assets	(30,090)	(32,925)
(Increase)/Decrease in stock	(8,130)	(13,430)
(Increase)/Decrease in debtors	(91,996)	(52,606)
Increase/(decrease) in creditors	(70,152)	217,406
	<u>685,492</u>	<u>624,438</u>

20. RECONCILIATION OF NET CASH FLOW TO MOVEMENTS IN NET FUNDS

	2018 £	2017 £
Decrease/Increase in cash in the year	(87,345)	(8,931)
Change in net funds	(87,345)	(8,931)
Net funds at 1 February	2,230,203	2,239,134
Net funds at 31 January	<u>2,142,858</u>	<u>2,230,203</u>

21. ANALYSIS OF CHANGES IN NET DEBT

	At 1 February 2017 £	Cash Flows £	At 31 January 2018 £
Cash at bank and in hand	2,230,203	(87,345)	2,142,858
Net funds	<u>2,230,203</u>	<u>(87,345)</u>	<u>2,142,858</u>

22. CONTROLLING PARTY

The Directors consider that no individual party has a controlling interest in the company.