

REGISTERED NUMBER: 03038182 (England and Wales)

BIRMINGHAM TRANSFORMERS LIMITED

Financial Statements for the Year Ended 30 November 2020

Eden Currie Limited
Chartered Accountants
2 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

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for the Year Ended 30 November 2020**

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BIRMINGHAM TRANSFORMERS LIMITED

**Company Information
for the Year Ended 30 November 2020**

DIRECTOR: R P Hackley

SECRETARY: Mrs S C Hackley

REGISTERED OFFICE: Unit 6 Weston Works
Weston Lane
Tyseley
Birmingham
West Midlands
B11 3RP

REGISTERED NUMBER: 03038182 (England and Wales)

ACCOUNTANTS: Eden Currie Limited
Chartered Accountants
2 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

BIRMINGHAM TRANSFORMERS LIMITED (REGISTERED NUMBER: 03038182)

**Balance Sheet
30 November 2020**

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Intangible assets	4		-		-
Tangible assets	5		<u>6,536</u>		<u>14,418</u>
			6,536		14,418
CURRENT ASSETS					
Stocks		69,651		86,784	
Debtors	6	129,947		239,254	
Cash at bank		<u>140,544</u>		<u>76,601</u>	
		340,142		402,639	
CREDITORS					
Amounts falling due within one year	7	<u>166,513</u>		<u>258,057</u>	
NET CURRENT ASSETS			<u>173,629</u>		<u>144,582</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			180,165		159,000
CREDITORS					
Amounts falling due after more than one year	8		(50,000)		-
PROVISIONS FOR LIABILITIES			-		(1,845)
NET ASSETS			<u>130,165</u>		<u>157,155</u>
CAPITAL AND RESERVES					
Share capital	9		2		2
Retained earnings			<u>130,163</u>		<u>157,153</u>
SHAREHOLDERS' FUNDS			<u>130,165</u>		<u>157,155</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 November 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 November 2020 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his 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
30 November 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 Income Statement has not been delivered.

The financial statements were approved by the director and authorised for issue on 30 June 2021 and were signed by:

R P Hackley - Director

**Notes to the Financial Statements
for the Year Ended 30 November 2020**

1. STATUTORY INFORMATION

Birmingham Transformers 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.

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.

Turnover

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

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2001, is being amortised evenly over its estimated useful life of ten years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

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

Plant and machinery	- 20% straight line
Fixtures and fittings	- 20% straight line
Motor vehicles	- 25% straight line

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Notes to the Financial Statements - continued
for the Year Ended 30 November 2020

2. ACCOUNTING POLICIES - continued

Financial instruments

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of the company from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Taxation

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

**Notes to the Financial Statements - continued
for the Year Ended 30 November 2020**

2. ACCOUNTING POLICIES - continued**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.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 12 (2019 - 16) .

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 December 2019 and 30 November 2020	<u>10,000</u>
AMORTISATION	
At 1 December 2019 and 30 November 2020	<u>10,000</u>
NET BOOK VALUE	
At 30 November 2020	<u>-</u>
At 30 November 2019	<u>-</u>

Notes to the Financial Statements - continued
for the Year Ended 30 November 2020

5. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 December 2019	86,685	26,593	18,520	131,798
Additions	-	807	-	807
Disposals	(11,500)	-	(6,170)	(17,670)
At 30 November 2020	<u>75,185</u>	<u>27,400</u>	<u>12,350</u>	<u>114,935</u>
DEPRECIATION				
At 1 December 2019	79,563	22,172	15,645	117,380
Charge for year	4,089	1,796	750	6,635
Eliminated on disposal	(9,446)	-	(6,170)	(15,616)
At 30 November 2020	<u>74,206</u>	<u>23,968</u>	<u>10,225</u>	<u>108,399</u>
NET BOOK VALUE				
At 30 November 2020	<u>979</u>	<u>3,432</u>	<u>2,125</u>	<u>6,536</u>
At 30 November 2019	<u>7,122</u>	<u>4,421</u>	<u>2,875</u>	<u>14,418</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	116,634	233,121
Other debtors	<u>13,313</u>	<u>6,133</u>
	<u>129,947</u>	<u>239,254</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade creditors	83,758	175,549
Social security and other taxes	4,967	12,312
VAT	42,647	23,473
Other creditors	214	428
Company credit card	90	1,064
Directors' current accounts	25,997	38,630
Accrued expenses	<u>8,840</u>	<u>6,601</u>
	<u>166,513</u>	<u>258,057</u>

**Notes to the Financial Statements - continued
for the Year Ended 30 November 2020**

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

	2020	2019
	£	£
Other loans - 2-5 years	<u>50,000</u>	<u>-</u>

9. SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020	2019
			£	£
2	Ordinary	£1	<u>2</u>	<u>2</u>

10. RELATED PARTY DISCLOSURES

Mr R P Hackley is a director of Birmingham Transformers Limited and the owner of the premises from which the company operates.

During the year the company paid rent for the premises totalling £30,000 (2019: £30,000) to Mr R P Hackley.

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.