

Registration number 04609645

Birch Construction Limited

Director's report and unaudited financial statements

for the year ended 31 December 2016

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Birch Construction Limited

Company information

Director	P C Bradley
Company number	04609645
Accountants	Howard Atkins Limited 49 The Drive Rickmansworth Herts WD3 4EA

Birch Construction Limited

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Birch Construction Limited

**Director's report
for the year ended 31 December 2016**

The director presents his report and the financial statements for the year ended 31 December 2016.

Principal activity

The principal activity of the company is building contracting.

Director

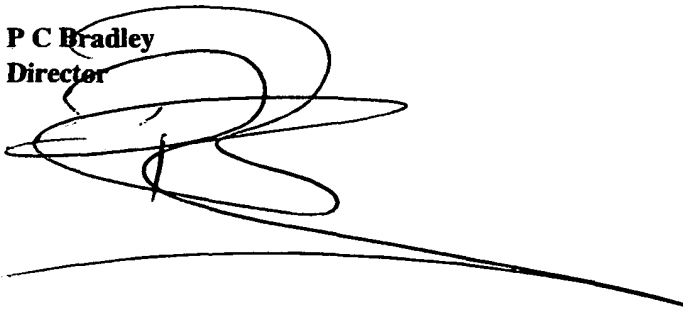
The director who served during the year is as stated below:

P C Bradley

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

This report was approved by the Board on 16 February 2017 and signed on its behalf by

**P C Bradley
Director**

A large, stylized handwritten signature in black ink, consisting of several loops and a long horizontal stroke extending to the right.

Birch Construction Limited

**Chartered Accountants' report to the Director on the
unaudited financial statements of Birch Construction Limited**

In accordance with the engagement letter, and in order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of the company which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the company's director in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's director that we have done so and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's director for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England & Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet for the year ended 31 December 2016 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 2006. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Howard Atkins Limited

Howard Atkins Limited

16 February 2017

**49 The Drive
Rickmansworth
Herts
WD3 4EA**

Birch Construction Limited

**Profit and loss account
for the year ended 31 December 2016**

		2016	2015
	Notes	£	£
Turnover	2	2,515,870	3,230,602
Cost of sales		(2,243,263)	(3,020,506)
Gross profit		<u>272,607</u>	<u>210,096</u>
Administrative expenses		(119,507)	(128,634)
Profit on ordinary activities before taxation		153,100	81,462
Tax on profit on ordinary activities	6	(31,465)	(15,415)
Profit for the year		<u>121,635</u>	<u>66,047</u>
Retained profit brought forward		75,034	57,262
Dividends		(46,310)	(48,275)
Retained profit carried forward		<u><u>150,359</u></u>	<u><u>75,034</u></u>

The notes on pages 6 to 9 form an integral part of these financial statements.

Birch Construction Limited

**Balance sheet
as at 31 December 2016**

		2016		2015	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	8		8,633		13,127
Current assets					
Stocks		-		57,528	
Debtors	9	324,699		378,777	
Cash at bank and in hand		122,078		174,305	
		<u>446,777</u>		<u>610,610</u>	
Creditors: amounts falling due within one year	10	<u>(304,951)</u>		<u>(548,603)</u>	
Net current assets			<u>141,826</u>		<u>62,007</u>
Total assets less current liabilities			<u>150,459</u>		<u>75,134</u>
Net assets			<u><u>150,459</u></u>		<u><u>75,134</u></u>
Capital and reserves					
Called up share capital	11		100		100
Profit and loss account			150,359		75,034
Shareholders' funds			<u><u>150,459</u></u>		<u><u>75,134</u></u>

The director's statements required by Sections 475(2) and (3) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 9 form an integral part of these financial statements.

Birch Construction Limited

Balance sheet (continued)

**Director's statements required by Sections 475(2) and (3)
for the year ended 31 December 2016**

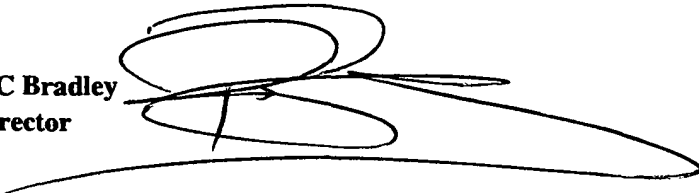
In approving these financial statements as director of the company I hereby confirm:

- (a) that for the year stated above the company was entitled to the exemption conferred by Section 477 of the Companies Act 2006 ;
- (b) that no notice has been deposited at the registered office of the company pursuant to Section 476 requesting that an audit be conducted for the year ended 31 December 2016 ; and
- (c) that I acknowledge my responsibilities for:
 - (1) ensuring that the company keeps accounting records which comply with Section 386 ; and
 - (2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 393 and which otherwise comply with the provisions of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board on 16 February 2017 and signed on its behalf by

P C Bradley
Director

A large, stylized handwritten signature in black ink, consisting of several loops and a long horizontal stroke at the bottom.

Registration number 04609645

The notes on pages 6 to 9 form an integral part of these financial statements.

Birch Construction Limited

Notes to the financial statements for the year ended 31 December 2016

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year and derives from the provision of goods falling within the company's ordinary activities.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Straight line over ten years
Plant and machinery	-	Straight line over three years
Motor vehicles	-	Straight line over three years

1.4. Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5. Stock

Work in progress is valued at the lower of cost and net realisable value.

1.6. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating profit

	2016	2015
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off tangible assets	<u>4,494</u>	<u>7,711</u>
and after crediting:		
Profit on disposal of tangible fixed assets	<u>-</u>	<u>1,247</u>

Birch Construction Limited

**Notes to the financial statements
for the year ended 31 December 2016**

..... continued

4. Director's remuneration

	2016	2015
	£	£
Remuneration and other benefits	<u>14,000</u>	<u>8,125</u>

5. Pension costs

The company operates a defined contribution pension scheme in respect of the staff. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £4,052 (2015 - £3,463).

6. Tax on profit on ordinary activities

Analysis of charge in period	2016	2015
	£	£
Current tax		
UK corporation tax	<u>31,465</u>	<u>15,415</u>

7. Dividends

Dividends paid and proposed on equity shares

	2016	2015
	£	£
Paid during the year:		
Equity dividends on Ordinary shares	<u>46,310</u>	<u>48,275</u>
	<u>46,310</u>	<u>48,275</u>

Birch Construction Limited

**Notes to the financial statements
for the year ended 31 December 2016**

..... continued

8. Tangible fixed assets	Land and buildings freehold £	Plant and machinery £	Motor vehicles £	Total £
Cost				
At 1 January 2016	6,186	2,782	29,434	38,402
At 31 December 2016	<u>6,186</u>	<u>2,782</u>	<u>29,434</u>	<u>38,402</u>
Depreciation				
At 1 January 2016	2,784	1,300	21,191	25,275
Charge for the year	616	787	3,091	4,494
At 31 December 2016	<u>3,400</u>	<u>2,087</u>	<u>24,282</u>	<u>29,769</u>
Net book values				
At 31 December 2016	<u>2,786</u>	<u>695</u>	<u>5,152</u>	<u>8,633</u>
At 31 December 2015	<u>3,402</u>	<u>1,482</u>	<u>8,243</u>	<u>13,127</u>

9. Debtors	2016 £	2015 £
Trade debtors	194,428	258,656
Other debtors	128,951	118,117
Prepayments and accrued income	1,320	2,004
	<u>324,699</u>	<u>378,777</u>

10. Creditors: amounts falling due within one year	2016 £	2015 £
Trade creditors	226,066	486,284
Corporation tax	31,465	15,415
Other taxes and social security costs	21,726	26,661
Other creditors	7,994	2,164
Accruals and deferred income	17,700	18,079
	<u>304,951</u>	<u>548,603</u>

Birch Construction Limited

**Notes to the financial statements
for the year ended 31 December 2016**

..... continued

11. Share capital	2016	2015
	£	£
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Equity Shares		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

12. Related party transactions

The Company made a profit of £75,000 (12% before wages) on a project in which the director had a 50% interest. The director owed the Company £95,000 at the year end.

13. Controlling interest

The company is under the control of the Director, P C Bradley, by virtue of his complete ownership of the issued share capital of the company.