

ALUMINIUM SPECIAL PRODUCTS LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2021

ALUMINIUM SPECIAL PRODUCTS LIMITED

CONTENTS

	Page
Balance sheet	1 - 2
Notes to the financial statements	3 - 8

BALANCE SHEET
AS AT 31 JULY 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	4	222,139	289,539
Current assets			
Stocks		418,177	406,091
Debtors: amounts falling due within one year	5	2,155,846	1,635,651
Cash at bank and in hand		88,266	77,050
		<u>2,662,289</u>	<u>2,118,792</u>
Creditors: amounts falling due within one year	6	(1,330,033)	(984,152)
Net current assets		<u>1,332,256</u>	<u>1,134,640</u>
Total assets less current liabilities		<u>1,554,395</u>	<u>1,424,179</u>
Creditors: amounts falling due after more than one year	7	(64,587)	(107,985)
Provisions for liabilities			
Deferred tax	8	(22,000)	(31,248)
Net assets		<u><u>1,467,808</u></u>	<u><u>1,284,946</u></u>
Capital and reserves			
Called up share capital		2,000	2,000
Profit and loss account		1,465,808	1,282,946
		<u><u>1,467,808</u></u>	<u><u>1,284,946</u></u>

BALANCE SHEET (CONTINUED)
AS AT 31 JULY 2021

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 25 January 2022.

D M Robinson
Director

The notes on pages 3 to 8 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021**

1. General information

Aluminium Special Products Limited (the company) is a private company limited by shares, incorporated in England. The address of the registered office and principal place of business is Second Avenue, Pensnett Trading Estate, Kingswinford, West Midlands, DY6 7UW.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The financial statements are presented in Sterling (£).

The following principal accounting policies have been applied:

2.2 Revenue

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding value added tax.

2.3 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, as below.

Depreciation is provided on the following basis:

Plant and machinery	-	10% and 20% straight line
Motor vehicles	-	25% reducing balance
Fixtures and fittings	-	20% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021**

2. Accounting policies (continued)

2.4 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is 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.

2.5 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.6 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

2.7 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.8 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.9 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid.

2.10 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the lease term.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021**

2. Accounting policies (continued)

2.11 Leased assets: the Company as lessee

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to profit or loss so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

2.12 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the statement of income and retained earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that:

The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and

Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

3. Employees

The average monthly number of employees, including directors, during the year was 21 (2020 - 25).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021

4. Tangible fixed assets

	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
Cost				
At 1 August 2020	773,130	169,824	66,840	1,009,794
Additions	5,071	8,000	2,818	15,889
At 31 July 2021	<u>778,201</u>	<u>177,824</u>	<u>69,658</u>	<u>1,025,683</u>
Depreciation				
At 1 August 2020	587,292	70,687	62,276	720,255
Charge for the year on owned assets	32,287	56,187	(5,185)	83,289
At 31 July 2021	<u>619,579</u>	<u>126,874</u>	<u>57,091</u>	<u>803,544</u>
Net book value				
At 31 July 2021	<u>158,622</u>	<u>50,950</u>	<u>12,567</u>	<u>222,139</u>
At 31 July 2020	<u>185,838</u>	<u>99,137</u>	<u>4,564</u>	<u>289,539</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021

5. Debtors

	2021 £	2020 £
Trade debtors	1,148,514	922,889
Other debtors	859,802	596,113
Prepayments and accrued income	147,530	116,649
	<u>2,155,846</u>	<u>1,635,651</u>

Included in trade debtors is an amount of £1,148,514 (2020: £923,421) against which the company has received an advance of £320,862 (2020: £36,923).

6. Creditors: Amounts falling due within one year

	2021 £	2020 £
Trade creditors	526,247	314,334
Corporation tax	52,031	64,291
Other taxation and social security	107,207	134,232
Obligations under finance lease and hire purchase contracts	42,931	52,253
Other creditors	509,251	357,965
Accruals and deferred income	92,366	61,077
	<u>1,330,033</u>	<u>984,152</u>

Included in creditors falling due within one year are obligations under hire purchase agreements of £42,931 (2020: £52,253), and advances against debtors of £320,862 (2020: £36,923), included within other creditors which are secured on the assets to which they relate.

7. Creditors: Amounts falling due after more than one year

	2021 £	2020 £
Net obligations under finance leases and hire purchase contracts	<u>64,587</u>	<u>107,985</u>

Included in creditors falling due after more than one year are obligations under hire purchase agreements of £64,587 (2020: £107,985) which are secured on the assets to which they relate.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021

8. Deferred taxation

	2021 £
At beginning of year	(31,248)
Movement in year	9,248
At end of year	(22,000)

The provision for deferred taxation is made up as follows:

	2021 £	2020 £
Accelerated capital allowances	(31,248)	(32,853)
Pension surplus	9,248	1,605
	<u>(22,000)</u>	<u>(31,248)</u>

9. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £59,480 (2020: £38,547). Contributions totalling £287 (2020: £8,450) were payable to the fund at the balance sheet date and are included in creditors.

10. Commitments under operating leases

At 31 July 2021 the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2021 £	2020 £
Not later than 1 year	54,725	54,724
Later than 1 year and not later than 5 years	91,207	145,931
	<u>145,932</u>	<u>200,655</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.