

H V A C Services (2004) Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 August 2019

H V A C Services (2004) Ltd

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H V A C Services (2004) Ltd
(Registration number: 05146005)
Balance Sheet as at 31 August 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>4</u>	137,260	153,720
Current assets			
Stocks	<u>5</u>	-	21,132
Debtors	<u>6</u>	11,288	151,720
Cash at bank and in hand		521,954	459,955
		533,242	632,807
Creditors: Amounts falling due within one year	<u>7</u>	(67,971)	(223,807)
Net current assets		465,271	409,000
Total assets less current liabilities		602,531	562,720
Provisions for liabilities		(5,182)	(8,309)
Net assets		597,349	554,411
Capital and reserves			
Called up share capital	<u>8</u>	1	1
Profit and loss account		597,348	554,410
Total equity		597,349	554,411

For the financial year ending 31 August 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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 director on 19 August 2020

H V A C Services (2004) Ltd
(Registration number: 05146005)
Balance Sheet as at 31 August 2019

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Mr D Burr
Director

H V A C Services (2004) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2019

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:

The Orchards
Turley Green
Bridgnorth
WV15 6LP

These financial statements were authorised for issue by the director on 19 August 2020.

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

The financial statements have been prepared under the historical cost convention and in accordance with FRS 105 'The Financial Reporting Standard applicable to the Micro-entities Regime'.

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.

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.

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.

H V A C Services (2004) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2019

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 statement of financial position 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
Investment property	Nil
Leasehold improvements	Nil
Integral features	10% straight line basis
Motor vehicles	25% straight line basis
Office equipment	25% straight line basis

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	Straight line over a period of 5 years

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.

H V A C Services (2004) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2019

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.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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.

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.

H V A C Services (2004) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2019

3 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 September 2018	7,500	7,500
Disposals	(7,500)	(7,500)
	<hr/>	<hr/>
At 31 August 2019	-	-
	<hr/>	<hr/>
Amortisation		
At 1 September 2018	7,500	7,500
Amortisation eliminated on disposals	(7,500)	(7,500)
	<hr/>	<hr/>
At 31 August 2019	-	-
	<hr/>	<hr/>
Carrying amount		
At 31 August 2019	-	-
	<hr/>	<hr/>

H V A C Services (2004) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2019

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 September 2018	118,592	6,694	74,513	199,799
At 31 August 2019	118,592	6,694	74,513	199,799
Depreciation				
At 1 September 2018	5,554	6,442	34,083	46,079
Charge for the year	861	153	15,446	16,460
At 31 August 2019	6,415	6,595	49,529	62,539
Carrying amount				
At 31 August 2019	112,177	99	24,984	137,260
At 31 August 2018	113,038	252	40,430	153,720

Included within the net book value of land and buildings above is £89,500 (2018 - £89,500) in respect of freehold land and buildings and £22,678 (2018 - £23,538) in respect of long leasehold land and buildings.

5 Stocks

	2019 £	2018 £
Stocks	-	21,132

6 Debtors

	2019 £	2018 £
Trade debtors	-	143,732
Other debtors	11,288	7,988
	11,288	151,720

H V A C Services (2004) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2019

7 Creditors

Creditors: amounts falling due within one year

	2019 £	2018 £
Due within one year		
Trade creditors	-	150,084
Taxation and social security	64,513	70,223
Accruals and deferred income	1,569	1,165
Other creditors	1,889	2,335
	<u>67,971</u>	<u>223,807</u>

8 Share capital

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary Shares of £1 each	1	1	1	1
	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

9 Dividends

	2019 £	2018 £
Interim dividend of £18,717 (2018 - £20,000) per ordinary share	18,717	20,000
	<u>18,717</u>	<u>20,000</u>

The director is proposing a final dividend of £11,000 (2018 - £Nil) per share totalling £11,000 (2018 - £Nil). This dividend has not been accrued in the Balance Sheet.

H V A C Services (2004) Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2019

10 Related party transactions

Transactions with directors

Directors' remuneration

The director's remuneration for the year was as follows:

	2019 £	2018 £
Remuneration	5,435	5,435

Dividends paid to directors

	2019 £	2018 £
Mr D Burr		
Interim dividend	18,717	20,000

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.