Registered number: 05278259

# DRIFTWORKS LTD
# FINANCIAL STATEMENTS
# FOR THE YEAR ENDED 31 MARCH 2022

**Contents**

## Driftworks Ltd
## Balance Sheet
## As at 31 March 2022

**Registered number:** 05278259

| | | 2022 | | 2021 | |
|---|---|---|---|---|---|
| | **Notes** | **£** | **£** | **£** | **£** |
| **FIXED ASSETS** | | | | | |
| Tangible Assets | **3** | | 144,629 | | 155,196 |
| | | | 144,629 | | 155,196 |
| **CURRENT ASSETS** | | | | | |
| Stocks | **4** | 450,000 | | 450,000 | |
| Debtors | **5** | 99,071 | | 76,696 | |
| Cash at bank and in hand | | 93,904 | | 191,859 | |
| | | 642,975 | | 718,555 | |
| **Creditors: Amounts Falling Due Within One Year** | **6** | (371,856 ) | | (506,719 ) | |
| **NET CURRENT ASSETS (LIABILITIES)** | | | 271,119 | | 211,836 |
| **TOTAL ASSETS LESS CURRENT LIABILITIES** | | | 415,748 | | 367,032 |
| **Creditors: Amounts Falling Due After More Than One Year** | **7** | | (31,898 ) | | - |
| **PROVISIONS FOR LIABILITIES** | | | | | |
| Deferred Taxation | | | (21,123 ) | | (22,704 ) |
| **NET ASSETS** | | | 362,727 | | 344,328 |
| **CAPITAL AND RESERVES** | | | | | |
| Called up share capital | **9** | | 100 | | 100 |
| Profit and Loss Account | | | 362,627 | | 344,228 |
| **SHAREHOLDERS' FUNDS** | | | 362,727 | | 344,328 |

For the year ending 31 March 2022 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 in accordance with section 476 of the Companies Act 2006.

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 and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

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Mr James Robinson

Director
**1 December 2022**

The notes on pages 3 to 5 form part of these financial statements.

## 1. Accounting Policies

### 1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

### 1.2. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

**Sale of goods**

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

**Rendering of services**

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

### 1.3. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

| | |
|---|---|
| Plant & Machinery | 20% reducing balance |
| Motor Vehicles | 25% reducing balance |
| Computer Equipment | 40% reducing balance |

### 1.4. Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts 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 the creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period. Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

### 1.5. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

### 1.6. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. The carrying amount of deferred tax assets is reviewed at the end of each reporting period.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors.

## 2. Average Number of Employees

Average number of employees, including directors, during the year was as follows:

| | 2022 | 2021 |
|---|---|---|
| | 18 | 15 |
| | 18 | 15 |

## 3. Tangible Assets

| | Plant & Machinery | Motor Vehicles | Computer Equipment | Total |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| **Cost** | | | | |
| As at 1 April 2021 | 162,061 | 152,800 | 38,047 | 352,908 |
| Additions | 5,816 | 32,400 | 3,868 | 42,084 |
| Disposals | - | (50,400 ) | - | (50,400 ) |
| As at 31 March 2022 | 167,877 | 134,800 | 41,915 | 344,592 |
| **Depreciation** | | | | |
| As at 1 April 2021 | 106,939 | 67,263 | 23,510 | 197,712 |
| Provided during the period | 11,261 | 17,673 | 3,467 | 32,401 |
| Disposals | - | (30,150 ) | - | (30,150 ) |
| As at 31 March 2022 | 118,200 | 54,786 | 26,977 | 199,963 |
| **Net Book Value** | | | | |
| As at 31 March 2022 | 49,677 | 80,014 | 14,938 | 144,629 |
| As at 1 April 2021 | 55,122 | 85,537 | 14,537 | 155,196 |

## 4. Stocks

| | 2022 | 2021 |
|---|---|---|
| | £ | £ |
| Stock | 450,000 | 450,000 |
| | 450,000 | 450,000 |

## 5. Debtors

| | 2022 | 2021 |
|---|---|---|
| | £ | £ |
| **Due within one year** | | |
| Trade debtors | 90,832 | 31,628 |
| Prepayments and accrued income | 8,239 | 5,763 |
| Other debtors | - | 39,305 |
| | 99,071 | 76,696 |

## 6. Creditors: Amounts Falling Due Within One Year

| | 2022 | 2021 |
|---|---|---|
| | £ | £ |
| Net obligations under finance lease and hire purchase contracts | 4,270 | - |
| Trade creditors | 213,100 | 405,120 |
| Corporation tax | 92,943 | 52,279 |
| Other taxes and social security | 9,392 | - |
| VAT | 44,279 | 43,116 |
| Other creditors | 3,872 | 1,904 |
| Accruals and deferred income | 4,000 | 4,300 |
| | 371,856 | 506,719 |

## 7. Creditors: Amounts Falling Due After More Than One Year

| | 2022 | 2021 |
|---|---|---|
| | £ | £ |
| Net obligations under finance lease and hire purchase contracts | 31,898 | - |
| | 31,898 | - |

## 8. Obligations Under Finance Leases and Hire Purchase

| | 2022 | 2021 |
|---|---|---|
| | £ | £ |
| The maturity of these amounts is as follows: | | |
| Amounts Payable: | | |
| Within one year | 4,270 | - |
| Between one and five years | 31,898 | - |
| | 36,168 | - |
| | 36,168 | - |

## 9. Share Capital

| | 2022 | 2021 |
|---|---|---|
| Allotted, Called up and fully paid | 100 | 100 |

## 10. Related Party Transactions

At 31 March 2022, the following amounts were due to the directors:

Mr P Morrison: £653 (2021: (£19,635))
Mr J Robinson: £653 (2021: (£19,635))
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## 11. General Information

Driftworks Ltd is a private company, limited by shares, incorporated in England & Wales, registered number 05278259 . The registered office is Unit 7 Tyesley Industrial Estate, Seeleys Road, Tyseley, Birmingham, B11 2LQ.