

# Eythorne Building Contractors Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 30 June 2022

(filleted for filing purposes)

**Eythorne Building Contractors Limited**

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# **Eythorne Building Contractors Limited**

## **Company Information**

<b>Directors</b>	Mr P Dougherty Mrs A Dougherty
<b>Company secretary</b>	Batchelor Coop Ltd

<b>Registered office</b>	The New Barn Mill Lane Eastry Sandwich Kent CT13 0JW
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# Eythorne Building Contractors Limited

(Registration number: 05432958)

## Balance Sheet as at 30 June 2022

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	39,454	52,078
<b>Current assets</b>			
Stocks	<u>5</u>	1,500	3,000
Debtors	<u>6</u>	509,301	338,917
Cash at bank and in hand		<u>4</u>	<u>4</u>
		510,805	341,921
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	<u>(369,183)</u>	<u>(244,419)</u>
<b>Net current assets</b>		<u>141,622</u>	<u>97,502</u>
<b>Total assets less current liabilities</b>		181,076	149,580
<b>Creditors: Amounts falling due after more than one year</b>	<u>7</u>	<u>(43,750)</u>	<u>(58,750)</u>
<b>Provisions for liabilities</b>		<u>(7,496)</u>	<u>(9,896)</u>
<b>Net assets</b>		<u>129,830</u>	<u>80,934</u>
<b>Capital and reserves</b>			
Called up share capital	<u>8</u>	100	100
Retained earnings		<u>129,730</u>	<u>80,834</u>
<b>Shareholders' funds</b>		<u>129,830</u>	<u>80,934</u>

For the financial year ending 30 June 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

### Directors' 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 directors acknowledge their 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 Board on 24 March 2023 and signed on its behalf by:

# **Eythorne Building Contractors Limited**

**(Registration number: 05432958)**

**Balance Sheet as at 30 June 2022**

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Mr P Dougherty

Director

# **Eythorne Building Contractors Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022**

### **1 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**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' 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.

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 balance sheet 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.

# **Eythorne Building Contractors Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022**

### **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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Motor vehicles	25% reducing balance
Plant and machinery	15% reducing balance
Fixture and fittings	15% reducing balance

### **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.

### **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.

### **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.

### **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.

# **Eythorne Building Contractors Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022**

### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the profit and loss account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges. Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

### **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.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the profit and loss account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

### **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.

### **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.

## **2 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 12 (2021 - 14).



# Eythorne Building Contractors Limited

## Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022

### 3 Intangible assets

	Goodwill £	Total £
<b>Cost or valuation</b>		
At 1 July 2021	45,000	45,000
At 30 June 2022	45,000	45,000
<b>Amortisation</b>		
At 1 July 2021	45,000	45,000
At 30 June 2022	45,000	45,000
<b>Carrying amount</b>		
At 30 June 2022	-	-

### 4 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Motor vehicles £	Total £
<b>Cost or valuation</b>				
At 1 July 2021	4,583	74,079	132,165	210,827
Additions	-	-	11,990	11,990
Disposals	-	-	(52,018)	(52,018)
At 30 June 2022	4,583	74,079	92,137	170,799
<b>Depreciation</b>				
At 1 July 2021	2,725	39,300	116,724	158,749
Charge for the year	278	5,215	2,770	8,263
Eliminated on disposal	-	-	(35,667)	(35,667)
At 30 June 2022	3,003	44,515	83,827	131,345
<b>Carrying amount</b>				
At 30 June 2022	1,580	29,564	8,310	39,454
At 30 June 2021	1,858	34,779	15,441	52,078

### 5 Stocks

	2022 £	2021 £
Other inventories	1,500	3,000

# Eythorne Building Contractors Limited

## Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022

### 6 Debtors

		2022	2021
Current	Note	£	£
Trade debtors		31,076	40,414
Amounts owed by related parties		9,727	6,177
Prepayments		15,648	13,497
Other debtors		452,850	278,829
		<u>509,301</u>	<u>338,917</u>

### 7 Creditors

		2022	2021
	Note	£	£
<b>Due within one year</b>			
Bank loans and overdrafts	9	110,890	149,057
Trade creditors		31,100	51,612
Other related parties		118,366	4,705
Taxation and social security		45,848	22,102
Other creditors		62,979	16,943
		<u>369,183</u>	<u>244,419</u>

Creditors due less than one year include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured of £Nil (2021 - £7,153).

		2022	2021
	Note	£	£
<b>Due after one year</b>			
Loans and borrowings	9	<u>43,750</u>	<u>58,750</u>

# Eythorne Building Contractors Limited

## Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022

### 8 Share capital

#### Allotted, called up and fully paid shares

	2022		2021	
	No.	£	No.	£
Ordinary shares of £1 each	100	100	100	100

### 9 Loans and borrowings

	2022	2021
	£	£
<b>Non-current loans and borrowings</b>		
Bank borrowings	43,750	58,750

	2022	2021
	£	£
<b>Current loans and borrowings</b>		
Bank borrowings	15,000	15,000
Bank overdrafts	45,890	26,904
Hire purchase contracts	-	7,153
Other borrowings	50,000	100,000
	110,890	149,057

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.