

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2019
FOR
A & D DRAIN SERVICES LIMITED**

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FOR THE YEAR ENDED 31 AUGUST 2019**

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A & D DRAIN SERVICES LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 AUGUST 2019**

DIRECTORS:

Mr D A Rodrigues
Mrs S J Rodrigues

REGISTERED OFFICE:

Unit C13 Redscar Industrial Estate
Longridge Road
Ribbleson, Preston
Lancashire
PR2 5NN

REGISTERED NUMBER:

05526156 (England and Wales)

ACCOUNTANTS:

Turner Accountants
Chartered Accountants
9 Victoria Rd
Fulwood
Preston
Lancashire
PR2 8ND

BALANCE SHEET
31 AUGUST 2019

	Notes	2019 £	£	2018 £	£
FIXED ASSETS					
Intangible assets	4		-		-
Tangible assets	5		<u>69,460</u>		<u>192,230</u>
			69,460		192,230
CURRENT ASSETS					
Debtors	6	661,485		457,581	
Cash at bank		<u>274,372</u>		<u>195,519</u>	
		935,857		653,100	
CREDITORS					
Amounts falling due within one year	7	<u>546,826</u>		<u>374,942</u>	
NET CURRENT ASSETS			<u>389,031</u>		<u>278,158</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			458,491		470,388
CREDITORS					
Amounts falling due after more than one year	8		(18,060)		(54,180)
PROVISIONS FOR LIABILITIES	10		<u>(13,197)</u>		<u>(335,195)</u>
NET ASSETS			<u>427,234</u>		<u>81,013</u>
CAPITAL AND RESERVES					
Called up share capital			100		100
Retained earnings	11		<u>427,134</u>		<u>80,913</u>
SHAREHOLDERS' FUNDS			<u>427,234</u>		<u>81,013</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2019 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

BALANCE SHEET - continued
31 AUGUST 2019

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 28 May 2020 and were signed on its behalf by:

Mr D A Rodrigues - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2019**

1. STATUTORY INFORMATION

A & D Drain Services Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2005, is being amortised evenly over its estimated useful life of ten years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Improvements to property	- 15% on reducing balance
Plant and machinery	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 50% on reducing balance

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2019

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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

Pension costs and other post-retirement benefits

For a defined benefit scheme, the liability recorded on the balance sheet is the present value of the defined obligation at that date. The defined benefit obligation is calculated on an annual basis by independent actuaries.

Actuarial gains and losses are recognised in full in the period in which they occur and are shown in Other Comprehensive Income. Current and past service costs, along with settlements or curtailments, are charged to the Income Statement. Interest on pension plan liabilities are recognised within finance expense.

Provisions

Provisions are recognised when the Company has a present legal or constructive obligation arising as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation taking into account the risks and uncertainties surrounding the obligation.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 12 (2018 - 12) .

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 September 2018 and 31 August 2019	<u>79,835</u>
AMORTISATION	
At 1 September 2018 and 31 August 2019	<u>79,835</u>
NET BOOK VALUE	
At 31 August 2019	<u>-</u>
At 31 August 2018	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2019

5. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 September 2018	27,413	13,767	2,151
Additions	-	9,750	-
Disposals	-	(8,000)	-
At 31 August 2019	<u>27,413</u>	<u>15,517</u>	<u>2,151</u>
DEPRECIATION			
At 1 September 2018	15,025	5,310	1,242
Charge for year	1,858	2,361	322
Eliminated on disposal	-	(1,600)	-
At 31 August 2019	<u>16,883</u>	<u>6,071</u>	<u>1,564</u>
NET BOOK VALUE			
At 31 August 2019	<u>10,530</u>	<u>9,446</u>	<u>587</u>
At 31 August 2018	<u>12,388</u>	<u>8,457</u>	<u>909</u>

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 September 2018	447,776	22,863	513,970
Additions	45,000	2,630	57,380
Disposals	(188,881)	-	(196,881)
At 31 August 2019	<u>303,895</u>	<u>25,493</u>	<u>374,469</u>
DEPRECIATION			
At 1 September 2018	281,018	19,145	321,740
Charge for year	14,711	1,587	20,839
Eliminated on disposal	(35,970)	-	(37,570)
At 31 August 2019	<u>259,759</u>	<u>20,732</u>	<u>305,009</u>
NET BOOK VALUE			
At 31 August 2019	<u>44,136</u>	<u>4,761</u>	<u>69,460</u>
At 31 August 2018	<u>166,758</u>	<u>3,718</u>	<u>192,230</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2019

5. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 September 2018	275,400
Disposals	(120,400)
At 31 August 2019	<u>155,000</u>
DEPRECIATION	
At 1 September 2018	148,318
Charge for year	9,195
Eliminated on disposal	(30,100)
At 31 August 2019	<u>127,413</u>
NET BOOK VALUE	
At 31 August 2019	<u>27,587</u>
At 31 August 2018	<u>127,082</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade debtors	586,627	383,759
Amounts owed by associates	63,892	63,892
Other debtors	5,470	5,612
Prepayments	<u>5,496</u>	<u>4,318</u>
	<u>661,485</u>	<u>457,581</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Hire purchase contracts	36,120	36,120
Trade creditors	30,381	49,039
Tax	104,847	752
Social security and other taxes	6,279	7,821
VAT	151,210	119,470
Other creditors	79,591	76,814
Directors' current accounts	75,579	50,907
Accrued expenses	<u>62,819</u>	<u>34,019</u>
	<u>546,826</u>	<u>374,942</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2019 £	2018 £
Hire purchase contracts	<u>18,060</u>	<u>54,180</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2019

9. SECURED DEBTS

The following secured debts are included within creditors:

	2019	2018
	£	£
Hire purchase contracts	<u>54,180</u>	<u>90,300</u>

The hire purchase creditor is secured on the asset to which it relates.

10. PROVISIONS FOR LIABILITIES

	2019	2018
	£	£
Deferred tax	13,197	35,195
Other provisions	-	300,000
	<u>13,197</u>	<u>335,195</u>

	Deferred tax
	£
Balance at 1 September 2018	35,195
Provided during year	(21,998)
Balance at 31 August 2019	<u>13,197</u>

11. RESERVES

	Retained earnings
	£
At 1 September 2018	80,913
Profit for the year	350,221
Dividends	(4,000)
At 31 August 2019	<u>427,134</u>

12. RELATED PARTY DISCLOSURES

During the year, total dividends of £11,200 were paid to the directors .

During the period, the following shareholder directors agreed to take on the Company's pension obligations as follows:

Samantha Rodrigues in respect of David Rodrigues for £157,000
David Rodrigues in respect of Samantha Rodrigues for £134,000

The company agreed to pay the respective individuals amounts equivalent to the actuarial valuations of the pension obligations at transfer.

As at the year ended 31 August 2019, David Rodrigues and Samantha Rodrigues, directors and shareholders of A & D Drains Limited, were owed £75,579 from the company (2018 £50,907).

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.