

A & B Installations Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 January 2020



& CO.

Chartered Certified Accountants & Business Advisers

A & B Installations Limited

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A & B Installations Limited

Company Information

Director	Mr A Holmes
Registered office	Unit 8 Brunswick Industrial Estate Brassey Street Halifax West Yorkshire HX1 2EA
Bankers	Santander PO Box 382 21 Prescott St London E1 8AD
Accountants	Fitton & Co Chartered Certified Accountants Burlees House Hangingroyd Lane Hebden Bridge West Yorks HX7 7DD

A & B Installations Limited

(Registration number: 06054562)

Statement of financial position as at 31 January 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	27,488	61,062
Current assets			
Stocks	<u>5</u>	366,596	118,533
Debtors		51,838	383,399
Cash at bank and in hand		111,334	54,581
		529,768	556,513
Creditors: Amounts falling due within one year		(272,017)	(299,458)
Net current assets		257,751	257,055
Total assets less current liabilities		285,239	318,117
Creditors: Amounts falling due after more than one year		(31,487)	(43,938)
Provisions for liabilities		(4,788)	(11,072)
Net assets		248,964	263,107
Capital and reserves			
Called up share capital	<u>8</u>	2	2
Profit and loss account		248,962	263,105
Total equity		248,964	263,107

The notes on pages 4 to 11 form an integral part of these financial statements.

A & B Installations Limited

(Registration number: 06054562)

Statement of financial position as at 31 January 2020

For the financial year ending 31 January 2020 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 Income Statement has been taken.

Approved and authorised by the director on 16 July 2020

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Mr A Holmes
Director

The notes on pages 4 to 11 form an integral part of these financial statements.

A & B Installations Limited

Notes to the Financial Statements for the Year Ended 31 January 2020

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:

Unit 8 Brunswick Industrial Estate
Brassey Street
Halifax
West Yorkshire
HX1 2EA

These financial statements were authorised for issue by the director on 16 July 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

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

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.

A & B Installations Limited

Notes to the Financial Statements for the Year Ended 31 January 2020

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
Plant and machinery	25% straight line
Motor vehicles	25% straight line
Office equipment	25% straight line

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.

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.

A & B Installations Limited

Notes to the Financial Statements for the Year Ended 31 January 2020

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.

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 Income Statement 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 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 Statement of financial position as a finance lease obligation.

Lease payments are apportioned between finance costs in the Income Statement 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.

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.

A & B Installations Limited

Notes to the Financial Statements for the Year Ended 31 January 2020

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.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 2 (2019 - 2).

4 Tangible assets

	Plant and machinery £	Office equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 February 2019	40,267	800	229,760	270,827
At 31 January 2020	40,267	800	229,760	270,827
Depreciation				
At 1 February 2019	39,517	409	169,837	209,763
Charge for the year	188	201	33,187	33,576
At 31 January 2020	39,705	610	203,024	243,339
Carrying amount				
At 31 January 2020	562	190	26,736	27,488
At 31 January 2019	749	390	59,923	61,062

A & B Installations Limited

Notes to the Financial Statements for the Year Ended 31 January 2020

Included within the net book value of tangible assets are the following amounts relating to assets held under finance leases or hire purchase agreements:

	Note	2020 £	2019 £
Motor vehicles		15,797	44,159
		<u>15,797</u>	<u>44,159</u>

5 Stocks

	2020 £	2019 £
Raw materials and consumables	6,250	15,497
Work in progress	360,346	103,036
	<u>366,596</u>	<u>118,533</u>

6 Debtors

	2020 £	2019 £
Trade debtors	42,515	353,065
Other debtors	2,520	24,569
Prepayments	6,803	5,765
	<u>51,838</u>	<u>383,399</u>
Total current trade and other debtors		

7 Creditors

	Note	2020 £	2019 £
Due within one year			
Loans and borrowings	<u>9</u>	12,450	24,302
Trade creditors		201,530	162,588
Amounts due to related parties	<u>11</u>	2,058	3,136
Social security and other taxes		45,101	79,575
Other payables		110	-
Accrued expenses		3,856	5,248
Income tax liability		6,912	24,609
		<u>272,017</u>	<u>299,458</u>
Due after one year			
Loans and borrowings	<u>9</u>	<u>31,487</u>	<u>43,938</u>

A & B Installations Limited

Notes to the Financial Statements for the Year Ended 31 January 2020

8 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary shares of £1 each	2	2	2	2

9 Loans and borrowings

	2020 £	2019 £
Non-current loans and borrowings		
Finance lease liabilities	31,487	43,938

	2020 £	2019 £
Current loans and borrowings		
Bank overdrafts	-	10,001
Finance lease liabilities	12,450	14,301
	12,450	24,302

Operating leases

The total of future minimum lease payments is as follows:

	2020 £	2019 £
Not later than one year	28,000	-
Later than one year and not later than five years	-	56,000
	28,000	56,000

The amount of non-cancellable operating lease payments recognised as an expense during the year was £29,192 (2019 - £32,767).

A & B Installations Limited

Notes to the Financial Statements for the Year Ended 31 January 2020

10 Dividends

Dividends paid during the year:

	Note	2020 £	2019 £
Dividends paid on ordinary shares		15,000	9,000
		<u>15,000</u>	<u>9,000</u>

Dividends proposed after the year end and not recognised as a liability:

	Note	2020 £	2019 £
Dividends on Ordinary shares		40,000	-
		<u>40,000</u>	<u>-</u>

11 Related party transactions

The company is jointly controlled by A Holmes and an external shareholder due to their equal shareholdings.

Mr A Holmes has a personal guarantee regarding the factoring creditor amounting to £60,000.

During the year A & B Installations Limited invoiced Raised Access Floor Supplies Limited (a company in which A Holmes is a director and shareholder) for recharges amounting to £14,000 (2019: £22,000).

Mr A Holmes is the managing director and majority shareholder of Raised Access Floor Supplies Limited.

During the year A & B Installations Limited purchased materials of £252,707 (2019: £119,224) from Raised Access Floor Supplies Limited

During the year A & B Installations Limited purchased consultancy services of £54,000 (2019: £52,000) from Flovin Property Services Ltd (a company in which A Holmes is a director and shareholder).

No other transactions with related parties were undertaken such as are required to be disclosed under FRS 102 1A.

Transactions with directors

	At 1 February 2019 £	Advances to directors £	Repayments by director £	At 31 January 2020 £
2020				
Mr A Holmes				
Loan provided by the director to the company	3,136	(3,000)	1,922	2,058

A & B Installations Limited

Notes to the Financial Statements for the Year Ended 31 January 2020

	At 1 February 2018 £	Advances to directors £	Repayments by director £	At 31 January 2019 £
2019				
Mr A Holmes				
Loan provided by the director to the company	17,557	(15,570)	1,149	3,136

Directors' remuneration

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

	2020 £	2019 £
Remuneration	-	1,600
Contributions paid to money purchase schemes	1,200	1,200
	1,200	2,800

Dividends paid to directors

	2020 £	2019 £
Mr A Holmes		
Dividends paid on Ordinary shares	7,500	4,500

	Note	2020 £	2019 £
Defined contribution plans		1	1
		1	1

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.