

Company Registration No. 06431090 (England and Wales)

L SMITHSON LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019
PAGES FOR FILING WITH REGISTRAR

L SMITHSON LIMITED

CONTENTS

	Page
Balance sheet	1 - 2
Notes to the financial statements	3 - 7

L SMITHSON LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Tangible assets	3		112,865		104,678
Current assets					
Debtors	4	155,062		233,703	
Cash at bank and in hand		205,927		191,917	
		<u>360,989</u>		<u>425,620</u>	
Creditors: amounts falling due within one year	5	<u>(37,868)</u>		<u>(106,612)</u>	
Net current assets			323,121		319,008
Total assets less current liabilities			<u>435,986</u>		<u>423,686</u>
Creditors: amounts falling due after more than one year	6		(348)		(6,064)
Provisions for liabilities			<u>(15,488)</u>		<u>(12,500)</u>
Net assets			<u>420,150</u>		<u>405,122</u>
Capital and reserves					
Called up share capital	7		2		2
Profit and loss reserves			420,148		405,120
Total equity			<u>420,150</u>		<u>405,122</u>

L SMITHSON LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2019

The director of the company has elected not to include a copy of the profit and loss account within the financial statements.

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

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved and signed by the director and authorised for issue on 25 November 2020

Mr L. Smithson
Director

Company Registration No. 06431090

L SMITHSON LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

Company information

L Smithson Limited is a private company limited by shares incorporated in England and Wales. The registered office is Windle Barn, Halifax Road, Briercliffe, Burnley, Lancashire, BB10 3QX.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

The director is not aware of any material uncertainties affecting the company and considers that the company will have sufficient resources to continue trading for the foreseeable future. As a result the director has continued to adopt the going concern basis in preparing the financial statements.

Whilst the director has adopted the going concern basis set out above, the impact of the worldwide Coronavirus pandemic, Covid-19, on all businesses represents an uncertainty and the true impact of this pandemic will only become apparent over time.

1.3 Turnover

Turnover represents amounts receivable for services net of VAT and trade discounts.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	Depreciation not charged
Plant and equipment	15% Reducing balance
Computers	15% Reducing balance
Motor vehicles	25% Reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

No depreciation is charged in respect of land and buildings. The director believes any depreciation charge would not be material in the context of the financial statements.

L SMITHSON LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

1.5 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

1.6 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs.

Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.7 Taxation

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

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised.

Deferred tax assets and liabilities are not discounted.

1.8 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.9 Leases

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

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

L SMITHSON LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2019 Number	2018 Number
Total	5	5
	==	==

L SMITHSON LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

3 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 January 2019	31,348	130,904	162,252
Additions	-	24,417	24,417
At 31 December 2019	31,348	155,321	186,669
Depreciation and impairment			
At 1 January 2019	-	57,574	57,574
Depreciation charged in the year	-	16,230	16,230
At 31 December 2019	-	73,804	73,804
Carrying amount			
At 31 December 2019	31,348	81,517	112,865
At 31 December 2018	31,348	73,330	104,678

The net carrying value of tangible fixed assets includes the following in respect of assets held under finance leases or hire purchase contracts.

	2019 £	2018 £
Plant and equipment	27,433	32,275
Depreciation charge for the year in respect of leased assets	4,841	5,696

4 Debtors

	2019 £	2018 £
Amounts falling due within one year:		
Trade debtors	18,807	177,606
Other debtors	136,255	56,097
	155,062	233,703

Included in other debtors is an amount due to a connected company, Complete Drain Services Limited, of £92,829 (2018 - £2,829).

L SMITHSON LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

5 Creditors: amounts falling due within one year

	2019 £	2018 £
Net obligations due under hire purchase contracts	5,931	10,381
Trade creditors	410	25,464
Other taxation and social security	28,518	68,362
Accruals and deferred income	3,009	2,405
	<u>37,868</u>	<u>106,612</u>

Net obligations due under hire purchase contracts are secured on the assets to which they relate.

6 Creditors: amounts falling due after more than one year

	2019 £	2018 £
Net obligations due under hire purchase contracts	<u>348</u>	<u>6,064</u>

7 Called up share capital

	2019 £	2018 £
Ordinary share capital Issued and fully paid		
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>

8 Directors' transactions

During the year the company operated a loan account with the director. At the balance sheet date an amount of £41,629 (2018 - £53,011) was owed to the company. Interest has been charged on the overdrawn loan at 2.5% and the maximum amount due during the year was £53,011.

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.