

HJC Protective Coatings Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 30 June 2020

HJC Protective Coatings Ltd

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HJC Protective Coatings Ltd

Company Information

Directors	Mr Conrad John Sellers Mr Stephen Charles Sellers
Registered office	Unit 8 Linmore Court Threxton Road Industrial Estate Watton Norfolk IP25 6NG
Accountants	Stones Accountancy Limited Chartered Accountant 5 North Court Armstrong Road Maidstone Kent ME15 6JZ

HJC Protective Coatings Ltd
(Registration number: 07895007)
Balance Sheet as at 30 June 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	79,675	33,843
Current assets			
Debtors	<u>5</u>	69,223	116,950
Cash at bank and in hand		<u>16,854</u>	<u>-</u>
		86,077	116,950
Creditors: Amounts falling due within one year	<u>6</u>	<u>(96,587)</u>	<u>(154,410)</u>
Net current liabilities		<u>(10,510)</u>	<u>(37,460)</u>
Total assets less current liabilities		69,165	(3,617)
Creditors: Amounts falling due after more than one year	<u>6</u>	<u>(65,488)</u>	<u>-</u>
Net assets/(liabilities)		<u><u>3,677</u></u>	<u><u>(3,617)</u></u>
Capital and reserves			
Called up share capital	<u>7</u>	100	100
Profit and loss account		<u>3,577</u>	<u>(3,717)</u>
Shareholders' funds/(deficit)		<u><u>3,677</u></u>	<u><u>(3,617)</u></u>

For the financial year ending 30 June 2020 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 2021 and signed on its behalf by:

.....
 Mr Conrad John Sellers
 Director

HJC Protective Coatings Ltd
(Registration number: 07895007)
Balance Sheet as at 30 June 2020

.....
Mr Stephen Charles Sellers
Director

HJC Protective Coatings Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2020

1 General information

The company is a private company limited by share capital, incorporated in Other.

The address of its registered office is:

Unit 8 Linmore Court
Threxton Road Industrial Estate
Watton
Norfolk
IP25 6NG

The principal place of business is:

Unit 8 Linmore Court
Threxton Road Industrial Estate
Watton
Norfolk
IP25 6NG

These financial statements were authorised for issue by the Board on 24 March 2021.

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 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.

HJC Protective Coatings Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2020

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.

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
Leasehold	5 year straight line
Plant and machinery	25% reducing balance
Motor vehicles	25% reducing balance
Computer equipment	3 year 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.

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 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.

HJC Protective Coatings Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2020

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 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.

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.

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 directors) during the year, was 4 (2019 - 7).

HJC Protective Coatings Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2020

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation					
At 1 July 2019	19,604	2,830	33,217	78,871	134,522
Additions	-	1,116	33,995	39,671	74,782
Disposals	-	(630)	(16,091)	-	(16,721)
At 30 June 2020	19,604	3,316	51,121	118,542	192,583
Depreciation					
At 1 July 2019	15,453	2,830	30,743	51,653	100,679
Charge for the year	1,038	372	8,552	16,725	26,687
Eliminated on disposal	-	(630)	(13,828)	-	(14,458)
At 30 June 2020	16,491	2,572	25,467	68,378	112,908
Carrying amount					
At 30 June 2020	3,113	744	25,654	50,164	79,675
At 30 June 2019	4,151	-	2,474	27,218	33,843

Included within the net book value of land and buildings above is £3,113 (2019 - £4,151) in respect of short leasehold land and buildings.

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Notes to the Unaudited Financial Statements for the Year Ended 30 June 2020

5 Debtors

	Note	2020 £	2019 £
Trade debtors		37,192	24,505
Amounts owed by group undertakings and undertakings in which the company has a participating interest	<u>10</u>	31,931	35,167
Other debtors		100	57,278
		<u>69,223</u>	<u>116,950</u>

6 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Due within one year			
Loans and borrowings	<u>8</u>	5,533	14,894
Trade creditors		26,081	28,887
Amounts owed to group undertakings and undertakings in which the company has a participating interest	<u>10</u>	-	74,647
Taxation and social security		31,553	22,029
Other creditors		33,420	13,953
		<u>96,587</u>	<u>154,410</u>

Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings	<u>8</u>	<u>65,488</u>	<u>-</u>

7 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary of £1 each	100	100	100	100

HJC Protective Coatings Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2020

8 Loans and borrowings

	2020 £	2019 £
Non-current loans and borrowings		
Hire purchase contracts	15,488	-
Other borrowings	50,000	-
	<u>65,488</u>	<u>-</u>

	2020 £	2019 £
Current loans and borrowings		
Bank overdrafts	-	8,826
Hire purchase contracts	5,533	-
Other borrowings	-	6,068
	<u>5,533</u>	<u>14,894</u>

9 Dividends

2020 £	2019 £
<u></u>	<u></u>

10 Related party transactions

Directors' remuneration

The directors' remuneration for the year was as follows:

	2020 £	2019 £
Remuneration	11,670	11,400
Contributions paid to money purchase schemes	3,600	3,600
	<u>15,270</u>	<u>15,000</u>

Maidstone

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