

A. W. BAXTER LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

Whitehouse Ridsdale
Chartered Accountants
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WS1 2LT

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FOR THE YEAR ENDED 30 JUNE 2020**

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**BALANCE SHEET
30 JUNE 2020**

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Tangible assets	4		1,008,099		1,020,750
CURRENT ASSETS					
Stocks		4,000		4,000	
Debtors	5	1,356,666		1,288,477	
Cash at bank		<u>265,003</u>		<u>100,608</u>	
		1,625,669		1,393,085	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	6	886,791		803,199	
NET CURRENT ASSETS			<u>738,878</u>		<u>589,886</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,746,977		1,610,636
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	7		(282,111)		(342,852)
PROVISIONS FOR LIABILITIES			<u>(170,519)</u>		<u>(157,334)</u>
NET ASSETS			<u>1,294,347</u>		<u>1,110,450</u>
CAPITAL AND RESERVES					
Called up share capital	10		2		2
Retained earnings			<u>1,294,345</u>		<u>1,110,448</u>
SHAREHOLDERS' FUNDS			<u>1,294,347</u>		<u>1,110,450</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2020 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- 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.

**BALANCE SHEET - continued
30 JUNE 2020**

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 Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the director and authorised for issue on 29 March 2021 and were signed by:

Mr A W Baxter - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

1. STATUTORY INFORMATION

A. W. Baxter Limited is a private company, limited by shares , registered in England and Wales. The company's registered number and registered office address are as below:

Registered number: 02722423

Registered office: Unit 4
Dock Meadow Industrial Estate
Lanesfield Drive
Wolverhampton
West Midlands
WV4 6UD

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.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

Turnover

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

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Office buildings	- 10% on cost
Plant and machinery	- 25% reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2020**

2. ACCOUNTING POLICIES - continued**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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

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

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 36 (2019 - 34) .

4. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 July 2019	40,000	1,756,492	1,796,492
Additions	-	253,090	253,090
Disposals	-	(24,458)	(24,458)
At 30 June 2020	<u>40,000</u>	<u>1,985,124</u>	<u>2,025,124</u>
DEPRECIATION			
At 1 July 2019	40,000	735,742	775,742
Charge for year	-	256,283	256,283
Eliminated on disposal	-	(15,000)	(15,000)
At 30 June 2020	<u>40,000</u>	<u>977,025</u>	<u>1,017,025</u>
NET BOOK VALUE			
At 30 June 2020	<u>-</u>	<u>1,008,099</u>	<u>1,008,099</u>
At 30 June 2019	<u>-</u>	<u>1,020,750</u>	<u>1,020,750</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2020**

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade debtors	895,175	985,752
Other debtors	461,491	302,725
	<u>1,356,666</u>	<u>1,288,477</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Hire purchase contracts (see note 8)	260,442	266,063
Trade creditors	418,987	449,915
Taxation and social security	124,092	26,109
Other creditors	83,270	61,112
	<u>886,791</u>	<u>803,199</u>

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

	2020	2019
	£	£
Hire purchase contracts (see note 8)	<u>282,111</u>	<u>342,852</u>

8. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2020	2019
	£	£
Net obligations repayable:		
Within one year	260,442	266,063
Between one and five years	<u>282,111</u>	<u>342,852</u>
	<u>542,553</u>	<u>608,915</u>

	Non-cancellable	operating leases
	2020	2019
	£	£
Within one year	238,365	160,846
Between one and five years	<u>178,643</u>	<u>152,506</u>
	<u>417,008</u>	<u>313,352</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2020**

9. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019
	£	£
Hire purchase contracts	<u>542,553</u>	<u>608,915</u>

The balance due under hire purchase contracts is secured by fixed charges on the assets concerned.

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020	2019
			£	£
2	Ordinary shares	£1	<u>2</u>	<u>2</u>

11. FINANCIAL COMMITMENTS, GUARANTEES AND CONTINGENT LIABILITIES

The bank holds a fixed charge over the assets of the company and a related company to support their banking facilities. At 30 June 2020 the bank borrowings of the related company amounted to £116,493.

12. DIRECTOR'S ADVANCES, CREDITS AND GUARANTEES

At the year end the director's loan account was overdrawn by £81,533 (2019 - £81,533). This balance was unsecured, interest free and repayable on demand.