

Beales Scaffolding Ltd

Annual Report and Unaudited Financial Statements

for the Year Ended 31 March 2018



Beales Scaffolding Ltd

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Beales Scaffolding Ltd

Company Information

Directors Mr Derek Beales
Mr Peter Beales

Company secretary Mr Peter Beales

Registered office 1a Montgomery Drive
Spencers Wood
Reading
Berkshire
RG7 1BQ

Accountants PAW Consulting Limited
Chartered Accountants
Unit 2, City Limits
Danehill
Reading
Berkshire
RG6 4UP

Beales Scaffolding Ltd

(Registration number: 06203347) Balance Sheet as at 31 March 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	4	801,309	802,960
Current assets			
Debtors	5	211,267	190,969
Cash at bank and in hand		86,297	100
		<hr/> 297,564	<hr/> 191,069
Creditors: Amounts falling due within one year	6	<hr/> (556,487)	<hr/> (433,290)
Net current liabilities		<hr/> (258,923)	<hr/> (242,221)
Total assets less current liabilities		542,386	560,739
Creditors: Amounts falling due after more than one year	6	(2,370)	(228,267)
Provisions for liabilities		<hr/> (103,849)	<hr/> (101,184)
Net assets		<hr/> 436,167	<hr/> 231,288
Capital and reserves			
Called up share capital	7	100	100
Profit and loss account		<hr/> 436,067	<hr/> 231,188
Total equity		<hr/> 436,167	<hr/> 231,288

For the financial year ending 31 March 2018 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.

The notes on pages [4](#) to [10](#) form an integral part of these financial statements.

Beales Scaffolding Ltd

(Registration number: 06203347) Balance Sheet as at 31 March 2018

Approved and authorised by the Board on 28 November 2018 and signed on its behalf by:

.....

Mr Peter Beales
Company secretary and director

The notes on pages [4](#) to [10](#) form an integral part of these financial statements.

Beales Scaffolding Ltd

Notes to the Financial Statements for the Year Ended 31 March 2018

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:

1a Montgomery Drive
Spencers Wood
Reading
Berkshire
RG7 1BQ

These financial statements were authorised for issue by the Board on 28 November 2018.

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 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.

Beales Scaffolding Ltd

Notes to the Financial Statements for the Year Ended 31 March 2018

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
Fixtures and Fittings	15% reducing balance
Plant and Machinery	20% reducing balance
Office Equipment	25% reducing balance
Motor Vehicles	20% reducing balance

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.

Beales Scaffolding Ltd

Notes to the Financial Statements for the Year Ended 31 March 2018

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.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease. 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.

Beales Scaffolding Ltd

Notes to the Financial Statements for the Year Ended 31 March 2018

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 0 (2017 - 3).

4 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Office equipment £	Motor vehicles £	Total £
Cost or valuation					
At 1 April 2017	8,362	891,363	1,484	195,593	1,096,802
Additions	244	85,073	-	94,885	180,202
Disposals	-	-	-	(59,251)	(59,251)
At 31 March 2018	8,606	976,436	1,484	231,227	1,217,753
Depreciation					
At 1 April 2017	4,785	189,640	297	99,120	293,842
Charge for the year	573	118,020	237	34,947	153,777
Eliminated on disposal	-	-	-	(31,175)	(31,175)
At 31 March 2018	5,358	307,660	534	102,892	416,444
Carrying amount					
At 31 March 2018	3,248	668,776	950	128,335	801,309
At 31 March 2017	3,577	701,723	1,187	96,473	802,960

5 Debtors

	2018 £	2017 £
Trade debtors	211,267	18,436
Other debtors	-	172,533
	<u>211,267</u>	<u>190,969</u>

Beales Scaffolding Ltd

Notes to the Financial Statements for the Year Ended 31 March 2018

6 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Bank loans and overdrafts	8	158,457	247,658
Trade creditors		157,776	89,397
Taxation and social security		15,503	46,084
Accruals and deferred income		3,760	8,770
Other creditors		220,991	41,381
		<u>556,487</u>	<u>433,290</u>

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	8	<u>2,370</u>	<u>228,267</u>

7 Share capital

Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary of £1 each	30	30	100	100
Ordinary A of £1 each	70	70	-	-
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

Beales Scaffolding Ltd

Notes to the Financial Statements for the Year Ended 31 March 2018

8 Loans and borrowings

	2018 £	2017 £
Non-current loans and borrowings		
Bank borrowings	-	217,521
Finance lease liabilities	2,370	10,746
	<u>2,370</u>	<u>228,267</u>

	2018 £	2017 £
Current loans and borrowings		
Bank borrowings	149,321	200,998
Bank overdrafts	-	38,052
Finance lease liabilities	9,136	8,608
	<u>158,457</u>	<u>247,658</u>

9 Dividends

Interim dividends paid

	2018 £	2017 £
Interim dividend of £Nil (2017 - £65.00) per each Ordinary	-	6,500
Interim dividend of £71.43 (2017 - £Nil) per each Ordinary A	5,000	-
	<u>5,000</u>	<u>6,500</u>

Beales Scaffolding Ltd

Notes to the Financial Statements for the Year Ended 31 March 2018

10 Related party transactions

Dividends paid to directors

	2018 £	2017 £
Mr Peter Beales		
Dividends paid	5,000	5,135
	<hr/>	<hr/>
Mr Derek Beales		
Dividends paid	-	65
	<hr/>	<hr/>

Beales Scaffolding Ltd

Detailed Profit and Loss Account for the Year Ended 31 March 2018

	2018 £	2017 £
Turnover (analysed below)	2,714,524	3,141,929
Cost of sales (analysed below)	<u>(2,005,941)</u>	<u>(2,621,907)</u>
Gross profit	<u>708,583</u>	<u>520,022</u>
Gross profit (%)	26.1%	16.55%
Administrative expenses		
Employment costs (analysed below)	(11,175)	(9,148)
Establishment costs (analysed below)	(98,340)	(59,872)
General administrative expenses (analysed below)	(188,708)	(185,275)
Finance charges (analysed below)	(1,336)	(762)
Depreciation costs (analysed below)	(153,778)	(159,940)
Other expenses (analysed below)	<u>(26,826)</u>	<u>(32,054)</u>
	<u>(480,163)</u>	<u>(447,051)</u>
Operating profit	228,420	72,971
Interest payable and similar charges (analysed below)	<u>(15,877)</u>	<u>(58,591)</u>
Profit before tax	<u><u>212,543</u></u>	<u><u>14,380</u></u>

This page does not form part of the statutory financial statements.

Beales Scaffolding Ltd

Detailed Profit and Loss Account for the Year Ended 31 March 2018

	2018 £	2017 £
Turnover		
Rendering of services, UK	2,714,524	3,141,929
Cost of sales		
Purchases	(50,905)	(331,605)
Direct costs	(12,558)	(80,373)
Subcontract cost	(1,583,500)	(1,581,965)
Hire of plant and machinery (Spot hire)	(358,978)	(627,964)
	(2,005,941)	(2,621,907)
Employment costs		
Wages and salaries (excluding directors)	(1,680)	-
Staff NIC (Employers)	(58)	-
Staff training	(7,925)	(6,790)
Staff welfare	(1,512)	(1,156)
Travelling	-	(1,202)
	(11,175)	(9,148)
Establishment costs		
Rates	(13,389)	-
Insurance	(75,780)	(58,879)
Use of home as office	(208)	(208)
Repairs and maintenance	(8,963)	(785)
	(98,340)	(59,872)
General administrative expenses		
Telephone and fax	(8,361)	(7,516)
Computer software and maintenance costs	(116)	(324)
Printing, postage and stationery	(1,968)	(350)
Trade subscriptions	-	(798)
Charitable donations	-	(100)
Hire of plant and machinery (Spot hire)	(2,362)	-
Hire of other assets (Operating leases)	(144)	-
Sundry expenses	(1,148)	(655)
Motor expenses	(146,370)	(161,982)
Advertising	(2,318)	(2,900)
Customer entertaining (disallowable for tax)	(3,800)	(904)
Accountancy fees	(3,645)	(4,925)
Legal and professional fees	(18,476)	(4,821)

Beales Scaffolding Ltd

Detailed Profit and Loss Account for the Year Ended 31 March 2018

	2018 £	2017 £
	<u>(188,708)</u>	<u>(185,275)</u>
Finance charges		
Bank charges	<u>(1,336)</u>	<u>(762)</u>
Depreciation costs		
Depreciation of plant and machinery (owned)	(118,019)	(127,584)
Depreciation of fixtures and fittings (owned)	(574)	(631)
Depreciation of motor vehicles (owned)	(29,869)	(25,081)
Depreciation of motor vehicles (finance lease/hp)	(5,078)	(6,348)
Depreciation of office equipment (owned)	<u>(238)</u>	<u>(296)</u>
	<u>(153,778)</u>	<u>(159,940)</u>
Other expenses		
(Profit)/loss on disposal of tangible fixed assets	<u>(26,826)</u>	<u>(32,054)</u>
Interest payable and similar expenses		
Bank interest payable	(34)	(188)
Bank loan interest payable	(14,113)	(56,119)
Hire purchase interest	<u>(1,730)</u>	<u>(2,284)</u>
	<u>(15,877)</u>	<u>(58,591)</u>

This page does not form part of the statutory financial statements.