

Unaudited Financial Statements for the Year Ended 30 September 2020

for

Caroflow Limited

**Contents of the Financial Statements
for the Year Ended 30 September 2020**

	Page
Company Information	1
Abridged Balance Sheet	2
Notes to the Financial Statements	4

Caroflow Limited
Company Information
for the Year Ended 30 September 2020

DIRECTORS: D V Hills
R A Wood
D A Lowe
D R Ashley
Mrs C Wood

REGISTERED OFFICE: Lake House
Market Hill
Royston
Hertfordshire
SG8 9JN

REGISTERED NUMBER: 02697404 (England and Wales)

ACCOUNTANTS: Hardcastle Burton LLP
Lake House
Market Hill
Royston
Hertfordshire
SG8 9JN

Abridged Balance Sheet
30 September 2020

	Notes	30.9.20 £	£	30.9.19 £	£
FIXED ASSETS					
Tangible assets	4		89,398		91,039
CURRENT ASSETS					
Stocks		198,727		214,486	
Debtors		263,118		247,173	
Cash at bank and in hand		<u>177,893</u>		<u>118,635</u>	
		639,738		580,294	
CREDITORS					
Amounts falling due within one year		<u>218,687</u>		<u>194,594</u>	
NET CURRENT ASSETS			<u>421,051</u>		<u>385,700</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			510,449		476,739
CREDITORS					
Amounts falling due after more than one year			-		(10,811)
PROVISIONS FOR LIABILITIES			<u>(10,632)</u>		<u>(10,518)</u>
NET ASSETS			<u>499,817</u>		<u>455,410</u>
CAPITAL AND RESERVES					
Called up share capital	6		93,000		93,000
Capital redemption reserve			27,000		27,000
Retained earnings			<u>379,817</u>		<u>335,410</u>
SHAREHOLDERS' FUNDS			<u>499,817</u>		<u>455,410</u>

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

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

The directors acknowledge their 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.

Abridged Balance Sheet - continued
30 September 2020

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

All the members have consented to the preparation of an abridged Balance Sheet for the year ended 30 September 2020 in accordance with Section 444(2A) of the Companies Act 2006.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 8 April 2021 and were signed on its behalf by:

R A Wood - Director

D V Hills - Director

Notes to the Financial Statements
for the Year Ended 30 September 2020

1. **STATUTORY INFORMATION**

Caroflow Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

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.

On the date of signing these financial statements, there was a world-wide pandemic. It is currently unknown how long the pandemic will last and the lasting impact that it will have on the trading activity of the company. The directors believe that the company will continue to be profitable and will have adequate cash resources in order to pay all of its creditors as they fall due for the foreseeable future and for at least 12 months from the date of signing of these financial statements.

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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 10% on cost
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on 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.

Financial instruments

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

Financial instruments are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include debtors, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and loans that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Notes to the Financial Statements - continued
for the Year Ended 30 September 2020

2. **ACCOUNTING POLICIES - continued**

Taxation

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

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

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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.

Government grants

In the period ended 30 September 2020, grants were obtained under the Jobs Retention Scheme and the Business rates relief scheme, in light of the Covid-19 outbreak. The cashflows from these grants were accrued in line with section 24 of FRS 102 and are recognised under other income.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 5 (2019 - 8) .

Notes to the Financial Statements - continued
for the Year Ended 30 September 2020

4. TANGIBLE FIXED ASSETS

	Totals £
COST	
At 1 October 2019	218,246
Additions	<u>15,464</u>
At 30 September 2020	<u>233,710</u>
DEPRECIATION	
At 1 October 2019	127,207
Charge for year	<u>17,105</u>
At 30 September 2020	<u>144,312</u>
NET BOOK VALUE	
At 30 September 2020	<u>89,398</u>
At 30 September 2019	<u>91,039</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Totals £
COST	
At 1 October 2019 and 30 September 2020	<u>40,995</u>
DEPRECIATION	
At 1 October 2019	18,899
Charge for year	<u>5,524</u>
At 30 September 2020	<u>24,423</u>
NET BOOK VALUE	
At 30 September 2020	<u>16,572</u>
At 30 September 2019	<u>22,096</u>

5. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	30.9.20 £	30.9.19 £
Net obligations repayable:		
Within one year	10,374	4,811
Between one and five years	<u>-</u>	<u>10,811</u>
	<u>10,374</u>	<u>15,622</u>

Notes to the Financial Statements - continued
for the Year Ended 30 September 2020

5. LEASING AGREEMENTS - continued

	Non-cancellable operating leases	
	30.9.20	30.9.19
	£	£
Within one year	<u>-</u>	<u>483</u>

6. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			30.9.20	30.9.19
Number:	Class:	Nominal value:	£	£
93,000	Ordinary	£1	<u>93,000</u>	<u>93,000</u>

7. PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £19,802 (2019: £8,144). Contributions totalling £4,678 (2019: 1,769), which includes both employer and employee contributions were payable to the fund at the balance sheet date and are included in creditors.