

**REGISTERED NUMBER: 04497570 (England and Wales)**

**PRITCHARD-COWBURN LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 JULY 2018**

Carr, Jenkins & Hood  
Redwood Court  
Tawe Business Village  
Swansea  
SA7 9LA

# **PRITCHARD-COWBURN LIMITED (REGISTERED NUMBER: 04497570)**

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# PRITCHARD-COWBURN LIMITED

## COMPANY INFORMATION FOR THE YEAR ENDED 31 JULY 2018

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**DIRECTORS:**

J R Cowburn  
E L B Pritchard

**SECRETARY:**

J R Cowburn

**REGISTERED OFFICE:**

Redwood Court  
Tawe Business Village  
Swansea  
SA7 9LA

**REGISTERED NUMBER:**

04497570 (England and Wales)

**ACCOUNTANTS:**

Carr, Jenkins & Hood  
Redwood Court  
Tawe Business Village  
Swansea  
SA7 9LA

**PRITCHARD-COWBURN LIMITED (REGISTERED NUMBER: 04497570)****BALANCE SHEET  
31 JULY 2018**

		<b>2018</b>		<b>2017</b>	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	5		-		-
Tangible assets	6		<b>103,718</b>		531,959
Investment property	7		<b>300,000</b>		-
			<b>403,718</b>		<u>531,959</u>
<b>CURRENT ASSETS</b>					
Stocks		<b>30,141</b>		58,522	
Debtors	8	<b>16,757</b>		33,602	
Cash at bank and in hand		<b>320</b>		214	
		<b>47,218</b>		<u>92,338</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	9	<b>222,769</b>		<u>246,605</u>	
<b>NET CURRENT LIABILITIES</b>			<b>(175,551)</b>		<u>(154,267)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<b>228,167</b>		<u>377,692</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	10		<b>(260,279)</b>		(266,528)
<b>PROVISIONS FOR LIABILITIES</b>			<b>(16,211)</b>		<u>(8,606)</u>
<b>NET (LIABILITIES)/ASSETS</b>			<b>(48,323)</b>		<u>102,558</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital			<b>100</b>		100
Retained earnings			<b>(48,423)</b>		<u>102,458</u>
<b>SHAREHOLDERS' FUNDS</b>			<b>(48,323)</b>		<u>102,558</u>

The notes form part of these financial statements

# **PRITCHARD-COWBURN LIMITED (REGISTERED NUMBER: 04497570)**

## **BALANCE SHEET - continued** **31 JULY 2018**

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The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2018 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) 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.
- (b)

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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 on 18 October 2018 and were signed on its behalf  
by:

J R Cowburn - Director

E L B Pritchard - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2018**

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**1. STATUTORY INFORMATION**

Pritchard-Cowburn 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.

The presentation currency of the financial statements is the Pound Sterling (£).

**2. STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

**3. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

**Turnover**

Turnover represents amounts invoiced for the provision of goods and services relating to the company's principal activity of dispensing optician's, net of value added tax. Turnover is recognised in the period in which goods and services are provided.

**Goodwill**

Goodwill, being the amount paid in connection with the acquisition of a business in 2011, is being amortised evenly over its estimated useful life of five years.

**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

**Tangible fixed assets**

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

Freehold property	- in accordance with the property
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

**Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

**Stocks**

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

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 JULY 2018**

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**3. ACCOUNTING POLICIES - continued**

**Financial instruments**

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks, other third parties and loans to related parties.

Debt instruments like loans and other accounts receivable and payable are initially measured at present value of the future payments and subsequently at amortised cost using the effective interest method; Debt instruments that are payable or receivable in one year, typically trade payables or receivables, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an outright short-term loan not at market rate, the financial asset or liability is measured, initially and subsequently, at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

**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.

**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.

4. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 12 (2017 - 12 ) . continued...



**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 JULY 2018**

**5. INTANGIBLE FIXED ASSETS**

**Goodwill  
£**

**COST**

At 1 August 2017  
and 31 July 2018

**20,000**

**AMORTISATION**

At 1 August 2017  
and 31 July 2018

**20,000**

**NET BOOK VALUE**

At 31 July 2018

**-**

At 31 July 2017

**-**

**6. TANGIBLE FIXED ASSETS**

<b>Freehold property £</b>	<b>Long leasehold £</b>	<b>Plant and machinery £</b>
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**COST**

At 1 August 2017

**464,231**

**86,917**

**223,072**

Additions

-

-

**64,945**

Transfer to investment property

**(464,231)**

-

**-**

At 31 July 2018

**-**

**86,917**

**288,017**

**DEPRECIATION**

At 1 August 2017

-

**43,459**

**208,608**

Charge for year

-

**8,691**

**19,852**

At 31 July 2018

**-**

**52,150**

**228,460**

**NET BOOK VALUE**

At 31 July 2018

-

**34,767**

**59,557**

At 31 July 2017

**464,231**

**43,458**

**14,464**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 JULY 2018**

**6. TANGIBLE FIXED ASSETS - continued**

	<b>Fixtures and fittings £</b>	<b>Computer equipment £</b>	<b>Totals £</b>
<b>COST</b>			
At 1 August 2017	34,533	80,897	889,650
Additions	568	2,151	67,664
Transfer to investment property	-	-	(464,231)
At 31 July 2018	<u>35,101</u>	<u>83,048</u>	<u>493,083</u>
<b>DEPRECIATION</b>			
At 1 August 2017	32,753	72,871	357,691
Charge for year	587	2,544	31,674
At 31 July 2018	<u>33,340</u>	<u>75,415</u>	<u>389,365</u>
<b>NET BOOK VALUE</b>			
At 31 July 2018	<u>1,761</u>	<u>7,633</u>	<u>103,718</u>
At 31 July 2017	<u>1,780</u>	<u>8,026</u>	<u>531,959</u>

**7. INVESTMENT PROPERTY**

	<b>Total £</b>
<b>FAIR VALUE</b>	
Revaluations	9,344
Impairments	(173,575)
Transfer from freehold property	464,231
At 31 July 2018	<u>300,000</u>
<b>NET BOOK VALUE</b>	
At 31 July 2018	<u>300,000</u>

Fair value at 31 July 2018 is represented by:

	<b>£</b>
Valuation in 2018	<u>300,000</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 JULY 2018****7. INVESTMENT PROPERTY - continued**

If the investment properties had not been revalued they would have been included at the following historical cost:

	<b>2018</b> <b>£</b>	2017 £
Cost	<b><u>464,231</u></b>	<u>-</u>

The investment properties were valued on an open market basis on 31 July 2018 by the directors .

Principality House is currently advertised for sale with John Francis Estate Agents, Narberth at an asking price of £225,000. This is deemed to be its fair value at the balance sheet date. The second property 4 William Street, was sold in October 2018 for £75,000 and this has been used as the basis for determining its fair value at the balance sheet date.

**8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2018</b> <b>£</b>	2017 £
Trade debtors	<b>8,746</b>	13,958
S455 Tax recoverable	-	654
VAT	-	4,755
Prepayments	<b><u>8,011</u></b>	<u>14,235</u>
	<b><u>16,757</u></b>	<u>33,602</u>

**9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2018</b> <b>£</b>	2017 £
Bank loans and overdrafts	<b>60,693</b>	56,576
Other loans	<b>7,098</b>	14,411
Hire purchase contracts and finance leases	<b>12,339</b>	1,809
Trade creditors	<b>33,952</b>	38,636
Tax	<b>33,092</b>	43,782
Social security and other taxes	<b>1,010</b>	1,557
VAT	<b>759</b>	-
Pension	<b>250</b>	98
Directors' current accounts	<b>72,434</b>	88,715
Accrued expenses	<b><u>1,142</u></b>	<u>1,021</u>
	<b><u>222,769</u></b>	<u>246,605</u>

**10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<b>2018</b> <b>£</b>	2017 £
Bank loans	<b>209,291</b>	258,306
Other loans	-	7,098
Hire purchase contracts and finance leases	<b><u>50,988</u></b>	<u>1,124</u>
	<b><u>260,279</u></b>	<u>266,528</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 JULY 2018****11. SECURED DEBTS**

The following secured debts are included within creditors:

	<b>2018</b>	2017
	<b>£</b>	£
Bank overdrafts	<b>8,686</b>	1,561
Bank loans	<b>261,298</b>	313,321
Hire purchase contracts and finance leases	<b>63,327</b>	2,933
	<b><u>333,311</u></b>	<u>317,815</u>

The bank loans and overdraft are secured by a fixed charges held by Lloyds Bank Plc over the properties owned by the company at William Street, Cardigan, and Principality House, Middle Mwldan, Cardigan, dated 4 December 2007.

Net obligations under hire purchase and finance lease agreements are secured by fixed charges on the assets concerned.

**12. OTHER FINANCIAL COMMITMENTS**

The company had total other commitments at the balance sheet date of £38,000 (2017 - £38,000).

**13. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to directors subsisted during the years ended 31 July 2018 and 31 July 2017:

	<b>2018</b>	2017
	<b>£</b>	£
<b>E L B Pritchard</b>		
Balance outstanding at start of year	<b>(31,038)</b>	(21,725)
Amounts advanced	<b>111,223</b>	94,056
Amounts repaid	<b>(102,308)</b>	(103,369)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<b><u>(22,123)</u></b>	<u>(31,038)</u>
<b>J R Cowburn</b>		
Balance outstanding at start of year	<b>(57,677)</b>	(36,607)
Amounts advanced	<b>109,673</b>	81,028
Amounts repaid	<b>(102,306)</b>	(102,098)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<b><u>(50,310)</u></b>	<u>(57,677)</u>

The loan balances are included within creditors. These loans are unsecured, repayable on demand and interest will be charged at a rate of 2.50% of the actual amounts due to the company during the year. The total interest charge this year was £23 (2017 - £nil).

**14. RELATED PARTY DISCLOSURES**

During the year, total dividends of £160,000 (2017 - £160,000) were paid to the directors .