

**Unaudited Financial Statements
for the Year Ended 31 March 2020
for
Richards Sheet Metal Ltd**

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for the year ended 31 March 2020**

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Richards Sheet Metal Ltd
Company
Information
for the year ended 31 March 2020

DIRECTORS: D Richards
A Richards
Mrs B Richards

SECRETARY: A Richards

REGISTERED OFFICE: Unit 3 Valley Mills
Southfield Street
Nelson
Lancashire
BB9 0LD

REGISTERED NUMBER: 04316275 (England and Wales)

ACCOUNTANTS: Mayes Business Partnership Ltd
Chartered Certified Accountants
22-28 Willow Street
Accrington
Lancashire
BB5 1LP

Abridged Balance Sheet
31 March
2020

	Notes	31/3/20 £	£	31/3/19 £	£
FIXED ASSETS					
Intangible assets	4		9,500		14,250
Tangible assets	5		<u>534,635</u>		<u>599,240</u>
			544,135		613,490
CURRENT ASSETS					
Stocks		56,800		49,500	
Debtors		615,524		544,807	
Cash at bank and in hand		<u>418,954</u>		<u>378,731</u>	
		1,091,278		973,038	
CREDITORS					
Amounts falling due within one year		<u>236,235</u>		<u>226,444</u>	
NET CURRENT ASSETS			<u>855,043</u>		<u>746,594</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,399,178		1,360,084
CREDITORS					
Amounts falling due after more than one year			(11,400)		(17,100)
PROVISIONS FOR LIABILITIES			<u>(99,761)</u>		<u>(111,636)</u>
NET ASSETS			<u>1,288,017</u>		<u>1,231,348</u>
CAPITAL AND RESERVES					
Called up share capital	6		100		100
Retained earnings			<u>1,287,917</u>		<u>1,231,248</u>
SHAREHOLDERS' FUNDS			<u>1,288,017</u>		<u>1,231,348</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2020 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
- (b) 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
31 March
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 31 March 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 13 December 2020 and were signed on its behalf by:

A Richards - Director

**Notes to the Financial Statements
for the year ended 31 March 2020**

1. **STATUTORY INFORMATION**

Richards Sheet Metal Ltd 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.

Turnover

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

The company provides sheet metal fabrication services to its customers. Revenue is recognised in the accounting period in which the services are rendered when the outcome of contract can be estimated reliably. The company uses the percentage of completion method based on the actual service performed as a percentage of the total services to be provided.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2002, is being amortised evenly over its estimated useful life of twenty years.

Tangible fixed assets

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

Plant and machinery	- 10% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 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

Basic financial assets, including trade and other receivables, cash and bank balances and investments in commercial paper, are initially recognised at transaction price, 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.

Basic financial liabilities, including trade and other payables, bank loans, loans from fellow group companies and preference shares 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 receipts discounted at a market rate of interest.

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.

**Notes to the Financial Statements - continued
for the year ended 31 March 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.

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.

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 useful lives or the lease term, whichever is the shorter.

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

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Government grants

Government grants received in respect of expenditure charged to the profit and loss account during the year have been included in profit and loss. The remainder are deferred and included in the profit and loss account by instalments over the expected useful lives of the related assets.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 13 (2019 - 14) .

4. INTANGIBLE FIXED ASSETS

Totals
£

COST

At 1 April 2019
and 31 March 2020

95,000

AMORTISATION

At 1 April 2019
Amortisation for year
At 31 March 2020

80,750
4,750
85,500

NET BOOK VALUE

At 31 March 2020
At 31 March 2019

9,500
14,250

Notes to the Financial Statements - continued
for the year ended 31 March 2020

5. TANGIBLE FIXED ASSETS

Totals
£

COST

At 1 April 2019
and 31 March 2020

1,137,535

DEPRECIATION

At 1 April 2019

538,295

Charge for year

64,605

At 31 March 2020

602,900

NET BOOK VALUE

At 31 March 2020

534,635

At 31 March 2019

599,240

6. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31/3/20 £	31/3/19 £
55	Ordinary A	£1	55	55
22	Ordinary C	£1	22	22
23	Ordinary B	£1	23	23
			<u>100</u>	<u>100</u>

7. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 31 March 2020 and 31 March 2019:

	31/3/20 £	31/3/19 £
A Richards		
Balance outstanding at start of year	249,670	243,937
Amounts advanced	33,405	38,153
Amounts repaid	(33,500)	(32,420)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>249,575</u>	<u>249,670</u>

Interest has been charged at 2.50% on the overdrawn loan account.