

Reg Copy

COMPANY REGISTRATION NUMBER: 1271994

Hillingdon Flooring Company Limited
Filleted Financial Statements
30 June 2020



S W FRANKSON & CO
Chartered Accountants & statutory auditor
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Hillingdon Flooring Company Limited

Financial Statements

Period from 1 January 2019 to 30 June 2020

| Contents | Page |
|-----------------------------------|-------------|
| Statement of financial position | 1 |
| Notes to the financial statements | 3 |

Hillingdon Flooring Company Limited

Statement of Financial Position

30 June 2020

| | Note | 30 Jun 20 £ | £ | 31 Dec 18 £ | £ |
|----------------------------------------------------------------|------|----------------|----------------|------------------|----------------|
| Fixed assets | | | | | |
| Tangible assets | 5 | | 136,031 | | 189,447 |
| Current assets | | | | | |
| Stocks | | 175,503 | | 154,812 | |
| Debtors | 6 | 774,804 | | 862,592 | |
| Cash at bank and in hand | | 352 | | 131,733 | |
| | | <u>950,659</u> | | <u>1,149,137</u> | |
| Creditors: amounts falling due within one year | 7 | <u>510,944</u> | | <u>587,567</u> | |
| Net current assets | | | <u>439,715</u> | | <u>561,570</u> |
| Total assets less current liabilities | | | <u>575,746</u> | | <u>751,017</u> |
| Creditors: amounts falling due after more than one year | 8 | | 32,827 | | 64,117 |
| Provisions | | | | | |
| Taxation including deferred tax | | | <u>16,582</u> | | <u>34,310</u> |
| Net assets | | | <u>526,337</u> | | <u>652,590</u> |
| Capital and reserves | | | | | |
| Called up share capital | | | 1,800 | | 1,800 |
| Share premium account | | | 2,128 | | 2,128 |
| Profit and loss account | | | <u>522,409</u> | | <u>648,662</u> |
| Shareholders funds | | | <u>526,337</u> | | <u>652,590</u> |

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The statement of financial position
continues on the following page.

The notes on pages 3 to 6 form part of these financial statements.

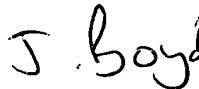
Hillingdon Flooring Company Limited

Statement of Financial Position *(continued)*

30 June 2020

These financial statements were approved by the board of directors and authorised for issue on 16 March 2021, and are signed on behalf of the board by:


D Carey
Director


J Boyd
Director

Company registration number: 1271994

The notes on pages 3 to 6 form part of these financial statements.

Hillingdon Flooring Company Limited

Notes to the Financial Statements

Period from 1 January 2019 to 30 June 2020

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Unit 4, Chancerygate Business Centre, St Mary's Road, Langley, SL3 7FL, Berkshire.

2. Statement of compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Revenue recognition

The turnover shown in the profit and loss account represents work done and sales made during the period, exclusive of Value Added Tax.

Corporation tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that 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 that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

| | | |
|--------------------------------|---|------------------------------|
| Equipment | - | 20% reducing balance |
| Motor Vehicles | - | 25% reducing balance |
| Office furniture and equipment | - | 20% and 25% reducing balance |

Hillingdon Flooring Company Limited

Notes to the Financial Statements *(continued)*

Period from 1 January 2019 to 30 June 2020

3. Accounting policies *(continued)*

Depreciation *(continued)*

Motor vehicles are depreciated from the date of purchase in the period of acquisition.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Finance leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Employee numbers

The average number of persons employed by the company during the period amounted to 13 (2018: 13).

Hillingdon Flooring Company Limited

Notes to the Financial Statements *(continued)*

Period from 1 January 2019 to 30 June 2020

5. Tangible assets

| | Equipment £ | Motor vehicles £ | Office furniture and equipment £ | Total £ |
|------------------------|----------------|------------------------|-------------------------------------------|----------------|
| Cost | | | | |
| At 1 January 2019 | 86,456 | 180,456 | 222,945 | 489,857 |
| Additions | — | 18,000 | — | 18,000 |
| At 30 June 2020 | 86,456 | 198,456 | 222,945 | 507,857 |
| Depreciation | | | | |
| At 1 January 2019 | 53,533 | 51,406 | 195,471 | 300,410 |
| Charge for the period | 9,878 | 52,518 | 9,020 | 71,416 |
| At 30 June 2020 | 63,411 | 103,924 | 204,491 | 371,826 |
| Carrying amount | | | | |
| At 30 June 2020 | 23,045 | 94,532 | 18,454 | 136,031 |
| At 31 December 2018 | 32,923 | 129,050 | 27,474 | 189,447 |

6. Debtors

| | 30 Jun 20 £ | 31 Dec 18 £ |
|--------------------------------|----------------|----------------|
| Trade debtors | 726,612 | 829,661 |
| Prepayments and accrued income | 26,141 | 16,444 |
| Corporation tax repayable | 10,112 | — |
| VAT recoverable | 11,939 | 16,487 |
| | 774,804 | 862,592 |

7. Creditors: amounts falling due within one year

| | 30 Jun 20 £ | 31 Dec 18 £ |
|--------------------------------------------------------------|----------------|----------------|
| Bank loans and overdrafts | 89,550 | — |
| Trade creditors | 272,407 | 481,564 |
| Accruals and deferred income | 32,298 | 23,257 |
| Corporation tax | — | 13,958 |
| Social security and other taxes | 20,935 | 26,421 |
| Obligations under finance leases and hire purchase contracts | 63,607 | 42,367 |
| Director loan accounts | 32,147 | — |
| | 510,944 | 587,567 |

The bank facilities are secured on the company's assets.

Hire purchase and finance lease obligations are secured on the related assets.

Hillingdon Flooring Company Limited

Notes to the Financial Statements *(continued)*

Period from 1 January 2019 to 30 June 2020

8. Creditors: amounts falling due after more than one year

| | 30 Jun 20 | 31 Dec 18 |
|--------------------------------------------------------------|---------------|---------------|
| | £ | £ |
| Obligations under finance leases and hire purchase contracts | <u>32,827</u> | <u>64,117</u> |

Hire purchase and finance lease obligations are secured on the related assets.

This amount is repayable by instalments.

9. Summary audit opinion

The auditor's report for the period dated 16 March 2021 was unqualified.

The senior statutory auditor was Michael Finch, for and on behalf of S W Frankson & Co.

10. Related party transactions

The bank overdraft is secured by a cross guarantee between Orchard (Hillingdon) Limited and Hillingdon Flooring Company Limited.

During the period, the company has paid dividends of £7,000 to Orchard (Hillingdon) Limited (2018: £5000). In addition, the company has paid rental charges totalling £60,000 to Orchard (Hillingdon) Ltd during the period (2018: £40,000).

During the year a director made a loan to the company. The balance of the loan at the year end was £32,147 and has now been fully repaid. No interest was charged on this loan.

11. Controlling party

The company is a wholly owned subsidiary of Orchard (Hillingdon) Limited, which was incorporated in England.