

REGISTERED NUMBER: 02456221 (England and Wales)

Unaudited Financial Statements
for the Year Ended 31 May 2019
for
J. Harrison and Sons (Coal Merchants)
Limited

**J. Harrison and Sons (Coal Merchants)
Limited (Registered number: 02456221)**

**Contents of the Financial Statements
for the Year Ended 31 May 2019**

	Page
Company Information	1
Statement of Financial Position	2
Notes to the Financial Statements	4

**J. Harrison and Sons (Coal Merchants)
Limited**

**Company Information
for the Year Ended 31 May 2019**

DIRECTORS: G R Harrison
J R Harrison
Mrs D Whitney-Harrison

SECRETARY: Mrs J A Harrison

REGISTERED OFFICE: The Coal Yard
Milton Road
Stoke on Trent
Staffordshire
ST1 6LE

REGISTERED NUMBER: 02456221 (England and Wales)

**J. Harrison and Sons (Coal Merchants)
Limited (Registered number: 02456221)**

**Statement of Financial Position
31 May 2019**

	Notes	2019 £	£	2018 £	£
FIXED ASSETS					
Intangible assets	5		-		-
Tangible assets	6		960,137		740,318
			<u>960,137</u>		<u>740,318</u>
CURRENT ASSETS					
Stocks		460,445		267,284	
Debtors	7	413,100		77,841	
Cash at bank		<u>141,482</u>		<u>273,198</u>	
		1,015,027		618,323	
CREDITORS					
Amounts falling due within one year	8	<u>1,331,234</u>		<u>928,228</u>	
NET CURRENT LIABILITIES			<u>(316,207)</u>		<u>(309,905)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			643,930		430,413
CREDITORS					
Amounts falling due after more than one year	9		(345,813)		(198,387)
PROVISIONS FOR LIABILITIES			<u>(137,000)</u>		<u>(83,000)</u>
NET ASSETS			<u>161,117</u>		<u>149,026</u>
CAPITAL AND RESERVES					
Called up share capital			10		10
Retained earnings			<u>161,107</u>		<u>149,016</u>
SHAREHOLDERS' FUNDS			<u>161,117</u>		<u>149,026</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2019 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 notes form part of these financial statements

**J. Harrison and Sons (Coal Merchants)
Limited (Registered number: 02456221)**

**Statement of Financial Position - continued
31 May 2019**

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

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

The financial statements were approved and authorised for issue by the Board of Directors on 21 February 2020 and were signed on its behalf by:

J R Harrison - Director

**J. Harrison and Sons (Coal Merchants)
Limited (Registered number: 02456221)**

**Notes to the Financial Statements
for the Year Ended 31 May 2019**

1. STATUTORY INFORMATION

J. Harrison and Sons (Coal Merchants) 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. STATEMENT OF COMPLIANCE

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.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements cover the company as an individual entity, have been prepared under the historical cost convention and are presented in Pounds Sterling (£) being the functional currency.

The financial statements have been prepared on the assumption that the company is able to carry on business as a going concern, which the directors consider appropriate having regard to the company's current and expected performance.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' section 1AC.35, not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

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

Goodwill

Goodwill, being the amounts paid in connection with the acquisition of businesses in 2010 and 2015, is being amortised evenly over its estimated useful life of five years and one year respectively.

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.

Long leasehold	- at varying rates on cost
Plant and machinery	- 10% on reducing balance
Fixtures and fittings	- 10% 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

Basic financial instruments are recognised at amortised cost, except for investments in non-convertible preference and non-puttable ordinary shares which are measured at fair value, with changes recognised in profit or loss. Derivative financial instruments are initially recorded at cost and thereafter at fair value with changes recognised in profit or loss.

Notes to the Financial Statements - continued
for the Year Ended 31 May 2019

3. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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 statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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

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.

4. EMPLOYEES

The average number of employees during the year was 25 (2018 - 22) .

**J. Harrison and Sons (Coal Merchants)
Limited (Registered number: 02456221)**

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2019**

5. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 June 2018 and 31 May 2019	<u>909,267</u>
AMORTISATION	
At 1 June 2018 and 31 May 2019	<u>909,267</u>
NET BOOK VALUE	
At 31 May 2019	<u>-</u>
At 31 May 2018	<u>-</u>

6. TANGIBLE FIXED ASSETS

	Long leasehold £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 June 2018	434,059	663,688	27,356	317,862	1,442,965
Additions	-	111,156	-	278,931	390,087
Disposals	-	(40,000)	-	(73,840)	(113,840)
At 31 May 2019	<u>434,059</u>	<u>734,844</u>	<u>27,356</u>	<u>522,953</u>	<u>1,719,212</u>
DEPRECIATION					
At 1 June 2018	252,632	258,993	21,673	169,349	702,647
Charge for year	4,123	41,061	569	61,634	107,387
Eliminated on disposal	-	(4,671)	-	(46,288)	(50,959)
At 31 May 2019	<u>256,755</u>	<u>295,383</u>	<u>22,242</u>	<u>184,695</u>	<u>759,075</u>
NET BOOK VALUE					
At 31 May 2019	<u>177,304</u>	<u>439,461</u>	<u>5,114</u>	<u>338,258</u>	<u>960,137</u>
At 31 May 2018	<u>181,427</u>	<u>404,695</u>	<u>5,683</u>	<u>148,513</u>	<u>740,318</u>

**J. Harrison and Sons (Coal Merchants)
Limited (Registered number: 02456221)**

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2019**

6. TANGIBLE FIXED ASSETS - continued

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

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 June 2018	334,515	158,530	493,045
Disposals	-	(67,540)	(67,540)
At 31 May 2019	<u>334,515</u>	<u>90,990</u>	<u>425,505</u>
DEPRECIATION			
At 1 June 2018	57,398	75,012	132,410
Charge for year	27,712	19,592	47,304
Eliminated on disposal	-	(43,126)	(43,126)
At 31 May 2019	<u>85,110</u>	<u>51,478</u>	<u>136,588</u>
NET BOOK VALUE			
At 31 May 2019	<u>249,405</u>	<u>39,512</u>	<u>288,917</u>
At 31 May 2018	<u>277,117</u>	<u>83,518</u>	<u>360,635</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade debtors	12,379	29,636
Other debtors	400,721	48,205
	<u>413,100</u>	<u>77,841</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Bank loans and overdrafts	47,681	26,896
Hire purchase contracts (see note 10)	36,207	108,505
Trade creditors	593,928	480,676
Amounts owed to group undertakings	536,198	148,432
Taxation and social security	36,309	42,120
Other creditors	80,911	121,599
	<u>1,331,234</u>	<u>928,228</u>

**J. Harrison and Sons (Coal Merchants)
Limited (Registered number: 02456221)**

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2019**

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2019 £	2018 £
Bank loans	89,840	117,033
Hire purchase contracts (see note 10)	255,973	81,354
	<u>345,813</u>	<u>198,387</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>-</u>	<u>30,731</u>

10. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts 2019 £	2018 £
Net obligations repayable:		
Within one year	36,207	108,505
Between one and five years	255,973	81,354
	<u>292,180</u>	<u>189,859</u>

	Non-cancellable operating leases 2019 £	2018 £
Within one year	42,463	42,463
Between one and five years	166,520	168,337
In more than five years	64,356	105,002
	<u>273,339</u>	<u>315,802</u>

Total lease payments recognised as an expense during the period amounted to £42,463 (2018 - £42,160).

**J. Harrison and Sons (Coal Merchants)
Limited (Registered number: 02456221)**

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2019**

11. SECURED DEBTS

The following secured debts are included within creditors:

	2019 £	2018 £
Bank overdraft	19,425	-
Bank loans	118,096	143,929
Hire purchase contracts	<u>292,180</u>	<u>189,859</u>
	<u>429,701</u>	<u>333,788</u>

The bank loans and overdraft are secured by a debenture and legal charges consisting of fixed and floating charges over all company assets.

Hire purchase contracts are secured against the assets to which they relate.

12. 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 £158,705 (2018 - £79,824). Contributions totalling £38,826 (2018 - £66,101) were payable to the fund at the balance sheet date and are included in creditors.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.