

REGISTERED NUMBER: 05781402 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

FOR

DOWN TO EARTH RECYCLING LTD

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FOR THE YEAR ENDED 31 MARCH 2018**

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DOWN TO EARTH RECYCLING LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2018

DIRECTORS:

Mr G Millson
Mrs L Wendt

REGISTERED OFFICE:

School House
Bishop Norton
Market Rasen
Lincolnshire
LN8 2BG

REGISTERED NUMBER:

05781402 (England and Wales)

ACCOUNTANTS:

Blow Abbott Limited
36 High Street
Cleethorpes
North East Lincs
DN35 8JN

BANKERS:

Barclays
High Street
Scunthorpe
North Lincs
DN15 6ES

DOWN TO EARTH RECYCLING LTD (REGISTERED NUMBER: 05781402)

**STATEMENT OF FINANCIAL POSITION
31 MARCH 2018**

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Tangible assets	4		931,787		1,006,083
CURRENT ASSETS					
Stocks		1,500		1,500	
Debtors	5	194,276		177,469	
Cash at bank		<u>251,773</u>		<u>185,817</u>	
		447,549		364,786	
CREDITORS					
Amounts falling due within one year	6	<u>410,968</u>		<u>427,040</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>36,581</u>		<u>(62,254)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			968,368		943,829
CREDITORS					
Amounts falling due after more than one year	7		(284,140)		(357,575)
PROVISIONS FOR LIABILITIES	8		<u>(46,986)</u>		<u>(61,074)</u>
NET ASSETS			<u>637,242</u>		<u>525,180</u>
CAPITAL AND RESERVES					
Called up share capital	9		200		200
Retained earnings			<u>637,042</u>		<u>524,980</u>
SHAREHOLDERS' FUNDS			<u>637,242</u>		<u>525,180</u>

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

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

STATEMENT OF FINANCIAL POSITION - continued
31 MARCH 2018

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 Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors on 3 October 2018 and were signed on its behalf by:

Mr G Millson - Director

Mrs L Wendt - Director

The notes form part of these financial statements

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

1. STATUTORY INFORMATION

Down to Earth Recycling 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 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. 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.

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.

Freehold property	- at varying rates on cost
Plant and machinery	- 20% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 20% 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.

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 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.

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

2. ACCOUNTING POLICIES - continued**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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 6 (2017 - 5) .

4. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 April 2017	694,293	639,921	7,979	31,640	1,373,833
Additions	-	22,750	-	-	22,750
At 31 March 2018	<u>694,293</u>	<u>662,671</u>	<u>7,979</u>	<u>31,640</u>	<u>1,396,583</u>
DEPRECIATION					
At 1 April 2017	46,672	307,826	5,034	8,218	367,750
Charge for year	<u>10,214</u>	<u>81,706</u>	<u>442</u>	<u>4,684</u>	<u>97,046</u>
At 31 March 2018	<u>56,886</u>	<u>389,532</u>	<u>5,476</u>	<u>12,902</u>	<u>464,796</u>
NET BOOK VALUE					
At 31 March 2018	<u>637,407</u>	<u>273,139</u>	<u>2,503</u>	<u>18,738</u>	<u>931,787</u>
At 31 March 2017	<u>647,621</u>	<u>332,095</u>	<u>2,945</u>	<u>23,422</u>	<u>1,006,083</u>

Included in cost of land and buildings is freehold land of £ 490,002 (2017 - £ 490,002) which is not depreciated.

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

4. 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 April 2017	380,237	26,490	406,727
Additions	19,100	-	19,100
Reclassification/transfer	(101,500)	-	(101,500)
At 31 March 2018	<u>297,837</u>	<u>26,490</u>	<u>324,327</u>
DEPRECIATION			
At 1 April 2017	144,967	3,532	148,499
Charge for year	50,883	4,592	55,475
Reclassification/transfer	(47,864)	-	(47,864)
At 31 March 2018	<u>147,986</u>	<u>8,124</u>	<u>156,110</u>
NET BOOK VALUE			
At 31 March 2018	<u>149,851</u>	<u>18,366</u>	<u>168,217</u>
At 31 March 2017	<u>235,270</u>	<u>22,958</u>	<u>258,228</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	118,664	165,607
Other debtors	67,971	150
VAT	<u>7,641</u>	<u>11,712</u>
	<u>194,276</u>	<u>177,469</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Bank loans and overdrafts	16,000	15,750
Hire purchase contracts	54,205	73,666
Trade creditors	70,557	106,881
Tax	53,545	15,958
Social security and other taxes	2,335	1,538
Directors' current accounts	201,387	204,783
Accruals and deferred income	<u>12,939</u>	<u>8,464</u>
	<u>410,968</u>	<u>427,040</u>

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

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

	2018 £	2017 £
Bank loans - 2-5 years	217,055	233,277
Hire purchase contracts	<u>67,085</u>	<u>124,298</u>
	<u>284,140</u>	<u>357,575</u>

Amounts falling due in more than five years:

Repayable by instalments		
Hire purchase	<u>-</u>	<u>2,277</u>

8. PROVISIONS FOR LIABILITIES

	2018 £	2017 £
Deferred tax	<u>46,986</u>	<u>61,074</u>

	Deferred tax £
Balance at 1 April 2017	61,074
Credit to Statement of Comprehensive Income during year	<u>(14,088)</u>
Balance at 31 March 2018	<u>46,986</u>

9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2018 £	2017 £
100	Ordinary	£1	100	100
1	S ordinary	£100	<u>100</u>	<u>100</u>
			<u>200</u>	<u>200</u>

10. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

As at 31st March 2018 the company owed the directors £201,387 (2017: £204,783). No interest is charged on the loans.

11. RELATED PARTY DISCLOSURES

During the year, total dividends of £56,000 were paid to the directors .

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

11. RELATED PARTY DISCLOSURES - continued

During the year purchases of £132,649 (2017: £199,920) were made from and sales of £928 (2017: £26,359) were made to KH Wendt, agricultural contractor, of which Mrs L Wendt is the sole proprietor. As at 31st March 2018 the creditor outstanding was £nil (2017: £5,228) and the debtor outstanding was £660 (2017: £458).

12. ULTIMATE CONTROLLING PARTY

There is no one controlling party, Mrs L Wendt and Mr G Millson each own 50% of the issued ordinary shares.

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.