

Registration number: 01289020

# Charles Day (Steels) Limited

Unaudited Financial Statements

for the Year Ended 30 April 2020



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# **Charles Day (Steels) Limited**

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# **Charles Day (Steels) Limited**

## **Company Information**

**Directors**

- P Braithwaite
- J C W Day
- P Law
- C R Day
- J C Day

**Company secretary** P Braithwaite

**Registered office** Downgate Drive  
Sheffield  
S4 8BT

**Accountants** Hawsons Chartered Accountants  
Pegasus House  
463a Glossop Road  
Sheffield  
South Yorkshire  
S10 2QD

**Charles Day (Steels) Limited**  
**(Registration number: 01289020)**

**Balance Sheet as at 30 April 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	3	2,777,322	3,293,482
Investment property	4	11,762	11,293
Investments	5	43,075	43,075
		<u>2,832,159</u>	<u>3,347,850</u>
<b>Current assets</b>			
Stocks		693,132	693,210
Debtors	6	2,625,609	2,782,734
Cash at bank and in hand		228,686	26,378
		<u>3,547,427</u>	<u>3,502,322</u>
<b>Creditors: Amounts falling due within one year</b>	7	<u>(3,823,550)</u>	<u>(4,335,959)</u>
<b>Net current liabilities</b>		<u>(276,123)</u>	<u>(833,637)</u>
<b>Total assets less current liabilities</b>		2,556,036	2,514,213
<b>Creditors: Amounts falling due after more than one year</b>	7	(1,555,241)	(1,476,791)
<b>Provisions for liabilities</b>		<u>(225,000)</u>	<u>(270,000)</u>
<b>Net assets</b>		<u>775,795</u>	<u>767,422</u>
<b>Capital and reserves</b>			
Called up share capital		21,000	21,000
Revaluation reserve	8	10,720	10,251
Profit and loss account		<u>744,075</u>	<u>736,171</u>
<b>Total equity</b>		<u>775,795</u>	<u>767,422</u>

For the financial year ending 30 April 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

**Directors' responsibilities:**

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Directors' Report and the Profit and Loss Account has been taken.

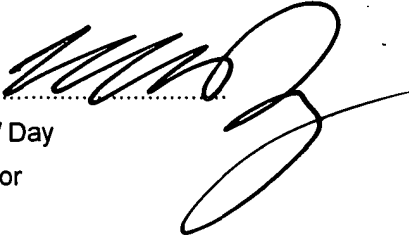
**Charles Day (Steels) Limited**

**(Registration number: 01289020)**

**Balance Sheet as at 30 April 2020 (continued)**

These financial statements, which have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the provisions of FRS 102 Section 1A Small Entities, were approved and authorised for issue by the Board on **27.10.20** and signed on its behalf by:

.....  
J C W Day  
Director

A handwritten signature in black ink, appearing to be 'J C W Day', written over a dotted line.

# **Charles Day (Steels) Limited**

## **Notes to the Financial Statements for the Year Ended 30 April 2020**

### **1 Accounting policies**

#### **Statutory information**

Charles Day (Steels) Limited is a private company, limited by shares, domiciled in England and Wales, company number 01289020. The registered office is at Downgate Drive, Sheffield, S4 8BT.

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. There has been no material departure from this standard.

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

#### **Going concern**

After due consideration of all relevant factors, including the impact of the COVID-19 pandemic on the business, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the annual report and accounts.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

#### **Government grants**

Grants that relate to the financing of projects to expand the operations of the business are amortised over the expected useful economic lives of the assets or projects concerned. Grants relating to the revenue expenditure are credited to income where receivable.

#### **Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax shall be recognised in respect of all timing differences at the reporting date, except as otherwise required by FRS102. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that 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 income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

## Charles Day (Steels) Limited

### Notes to the Financial Statements for the Year Ended 30 April 2020 (continued)

#### 1 Accounting policies (continued)

Unrelieved tax losses and other deferred tax assets shall be 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.

#### Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

#### Depreciation

Depreciation is charged so as to write off the cost of assets, less their estimated residual values, over their estimated useful lives as follows:

Asset class	Depreciation method and rate
Alterations to leasehold property	10% straight line
Plant and machinery	10% - 20% straight line
Motor vehicles	20% reducing balance
Other fixed assets	10% - 20% straight line

#### Investment property

The company's property is held for long-term investment.

Investment properties are initially recognised at cost which includes purchase cost and any directly attributable expenditure.

Investment properties whose fair value can be measured reliably are measured at fair value at each reporting date, with changes in fair value recognised in the profit and loss account for the period.

#### Investments

Investments are measured at cost less impairment.

#### Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

## **Charles Day (Steels) Limited**

### **Notes to the Financial Statements for the Year Ended 30 April 2020 (continued)**

#### **1 Accounting policies (continued)**

##### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the profit and loss account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

##### **Defined contribution pension obligation**

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

##### **Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

#### **2 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 48 (2019 - 49).



**Charles Day (Steels) Limited**

**Notes to the Financial Statements for the Year Ended 30 April 2020 (continued)**

**3 Tangible assets**

	Alterations to leasehold property £	Plant and equipment £	Other assets £	Motor vehicles £	Total £
<b>Cost or valuation</b>					
At 1 May 2019	123,019	6,989,556	712,363	163,849	7,988,787
Additions	27,450	39,371	81,052	27,500	175,373
Disposals	-	(373,888)	-	-	(373,888)
At 30 April 2020	<u>150,469</u>	<u>6,655,039</u>	<u>793,415</u>	<u>191,349</u>	<u>7,790,272</u>
<b>Depreciation</b>					
At 1 May 2019	105,417	3,905,153	532,290	152,445	4,695,305
Charge for the year	5,789	460,164	74,551	11,957	552,461
Eliminated on disposal	-	(234,816)	-	-	(234,816)
At 30 April 2020	<u>111,206</u>	<u>4,130,501</u>	<u>606,841</u>	<u>164,402</u>	<u>5,012,950</u>
<b>Carrying amount</b>					
At 30 April 2020	<u>39,263</u>	<u>2,524,538</u>	<u>186,574</u>	<u>26,947</u>	<u>2,777,322</u>
At 30 April 2019	<u>17,602</u>	<u>3,084,403</u>	<u>180,073</u>	<u>11,404</u>	<u>3,293,482</u>

The net book value of assets held under finance lease and hire purchase contracts included above is £2,319,457 (2019 - £2,750,876).

# Charles Day (Steels) Limited

## Notes to the Financial Statements for the Year Ended 30 April 2020 (continued)

### 4 Investment properties

Fair value	£
At 1 May 2019	11,293
Revaluation during the year	<u>469</u>
At 30 April 2020	<u><u>11,762</u></u>

The freehold interest in the investment property is held subject to a 99 year lease granted in 1996 and yielding a rent of £50 per annum. It was valued by the directors at the amount shown above.

### 5 Investments

#### Unlisted investments

Cost or valuation	£
At 1 May 2019 and 30 April 2020	<u><u>43,075</u></u>

### 6 Debtors

	2020 £	2019 £
Trade debtors	2,283,894	2,396,427
Directors' current accounts	11,035	77,559
Prepayments and accrued income	192,216	166,270
Other debtors	<u>138,464</u>	<u>142,478</u>
	<u><u>2,625,609</u></u>	<u><u>2,782,734</u></u>

## Charles Day (Steels) Limited

### Notes to the Financial Statements for the Year Ended 30 April 2020 (continued)

#### 7 Creditors

	2020 £	2019 £
<b>Due within one year</b>		
Trade creditors	1,523,118	1,770,194
Accruals and deferred income	378,129	375,016
Other creditors	1,239,062	1,532,832
Obligations under finance leases and hire purchase contracts	431,613	491,452
Taxation and social security	251,628	166,465
	<u>3,823,550</u>	<u>4,335,959</u>
	2020 £	2019 £
<b>Due after one year</b>		
Obligations under finance leases and hire purchase contracts	1,039,926	1,143,048
Deferred income	127,778	162,407
Other creditors	137,537	171,336
Loans and borrowings	250,000	-
	<u>1,555,241</u>	<u>1,476,791</u>
	2020 £	2019 £
<b>Due after more than five years</b>		
After more than five years by instalments	<u>70,714</u>	<u>141,429</u>

Within other creditors are amounts due to invoice discounters of £1,172,693 (2019 - £1,442,139) secured on the trade debts of the business.

The obligations under finance lease and hire purchase contracts are secured on the assets concerned.

A debenture over all present and future assets of the company exists in favour of HSBC Bank plc as part of the company's bank loan.

# Charles Day (Steels) Limited

## Notes to the Financial Statements for the Year Ended 30 April 2020 (continued)

### 8 Investment property revaluation reserve

	Revaluation reserve £
As at 1 May 2019	10,251
Transfer of gain on investment property from profit and loss account	469
As at 30 April 2020	<u>10,720</u>

### 9 Related party transactions

#### Transactions with directors

	At 1 May 2019 £	Cash drawn and private expenses £	Repaid £	At 30 April 2020 £
<b>2020</b>				
<b>J C W Day</b>				
Amounts due from director	<u>77,559</u>	<u>80,535</u>	<u>(147,059)</u>	<u>11,035</u>
	At 1 May 2018 £	Cash drawn and private expenses £	Repaid £	At 30 April 2019 £
<b>2019</b>				
<b>J C W Day</b>				
Amounts due from director	<u>73,855</u>	<u>188,064</u>	<u>(184,360)</u>	<u>77,559</u>

### 10 Parent undertaking

The company's immediate and ultimate parent undertaking is Charles Day (Steels) Holdings Limited, incorporated in England and Wales.