

**DRILLSERVE LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

Polkinghorne Chartered Accountants

112 Alexandra Road
Illogan
Cornwall
TR16 4EN

Drillserve Limited
Unaudited Financial Statements
For The Year Ended 31 March 2021

Contents

	Page
Balance Sheet	1–2
Notes to the Financial Statements	3–6

Drillserve Limited
Balance Sheet
As at 31 March 2021

Registered number: 01467644

		2021	2020
	Notes	£	£
FIXED ASSETS			
Tangible Assets	3	14,034	20,698
		14,034	20,698
CURRENT ASSETS			
Stocks	4	72,971	81,847
Debtors	5	54,810	82,923
Cash at bank and in hand		155,101	21,660
		282,882	186,430
Creditors: Amounts Falling Due Within One Year	6	(262,772)	(179,342)
NET CURRENT ASSETS (LIABILITIES)		20,110	7,088
TOTAL ASSETS LESS CURRENT LIABILITIES		34,144	27,786
NET ASSETS		34,144	27,786
CAPITAL AND RESERVES			
Called up share capital	7	100	100
Profit and Loss Account		34,044	27,686
SHAREHOLDERS' FUNDS		34,144	27,786

Drillserve Limited
Balance Sheet (continued)
As at 31 March 2021

For the year ending 31 March 2021 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 in accordance with section 476 of the Companies Act 2006.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.
- The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Mr Peter Sheppard

Director
2 July 2021

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

Drillserve Limited
Notes to the Financial Statements
For The Year Ended 31 March 2021

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

1.3. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & Machinery	5 years straight line
Motor Vehicles	4 years straight line
Fixtures & Fittings	1 to 4 years straight line

1.4. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value using the first-in, first-out method (FIFO) after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

1.5. Financial Instruments

Classification

The company holds the following financial instruments:

- Short term trade and other debtors and creditors; and
- Cash and bank balances

All financial instruments are classified as basic.

Recognition and measurement

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes the party to the contractual provision of the instrument and derecognised when in the case of assets, the contractual rights to the cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of the impairment adjustments.

Drillserve Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2021

1.6. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other year and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and asset reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

2. Average Number of Employees

Average number of employees, including directors, during the year was: 5 (2020: 6)

3. Tangible Assets

	Plant & Machinery	Motor Vehicles	Fixtures & Fittings	Total
	£	£	£	£
Cost				
As at 1 April 2020	10,650	12,645	32,139	55,434
Additions	-	-	2,658	2,658
As at 31 March 2021	<u>10,650</u>	<u>12,645</u>	<u>34,797</u>	<u>58,092</u>
Depreciation				
As at 1 April 2020	10,117	7,112	17,507	34,736
Provided during the period	400	3,161	5,761	9,322
As at 31 March 2021	<u>10,517</u>	<u>10,273</u>	<u>23,268</u>	<u>44,058</u>
Net Book Value				
As at 31 March 2021	<u>133</u>	<u>2,372</u>	<u>11,529</u>	<u>14,034</u>
As at 1 April 2020	<u>533</u>	<u>5,533</u>	<u>14,632</u>	<u>20,698</u>

4. Stocks

	2021	2020
	£	£
Work in progress	-	4,000
Stock	<u>72,971</u>	<u>77,847</u>
	<u>72,971</u>	<u>81,847</u>

Drillserve Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2021

5. Debtors

	2021	2020
	£	£
Due within one year		
Trade debtors	26,190	57,384
Prepayments and accrued income	26,749	25,373
Other taxes and social security	1,755	-
Amounts owed by Drillserve Pension Fund	116	166
	<u>54,810</u>	<u>82,923</u>

6. Creditors: Amounts Falling Due Within One Year

	2021	2020
	£	£
Trade creditors	33,069	29,704
Bank loans and overdrafts	50,000	-
Corporation tax	7,463	-
Other taxes and social security	-	772
VAT	19,711	11,839
Other loans and borrowings - MS	100,000	100,000
Other loans and borrowings - PS	-	14,000
CJRS overclaim creditor	936	-
Accruals and deferred income	800	1,300
Directors' loan accounts	50,793	21,727
	<u>262,772</u>	<u>179,342</u>

7. Share Capital

	2021	2020
Allotted, Called up and fully paid	<u>100</u>	<u>100</u>

8. Pension Commitments

The company operates a defined contribution pension scheme for the directors. The assets of the scheme are held separately from those of the company in an independently administered fund. There were no outstanding pension contributions due at the year end.

9. Directors Advances, Credits and Guarantees

Dividends paid to directors

	2021	2020
	£	£
Mr Peter Sheppard	15,300	7,140
Mrs Mary Sheppard	14,700	6,860

Drillserve Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2021

10. Related Party Transactions

Other related party transactions

During the year the company made the following related party transactions:

Drillserve Limited Pension Fund

(Mr P Sheppard, who is a director of Drillserve Limited is also a beneficiary of Drillserve Limited pension fund). Rent of £16,500 (2020 - £16,500) was paid into Drillserve Limited pension fund in respect of the year. At the balance sheet date the amount due from Drillserve Limited pension fund was £116 (2020 - £166).

Mrs M Sheppard (Director)

Included within other creditors is a loan from Mrs M Sheppard of £100,000 (2020 - £100,000). This loan bears interest at 10%. The total interest paid in the year on the loan was £10,000 (2020 - £9,795). In addition, in other creditors is a director's current account with a credit balance at the year end of £16,738 (2020 - £2,777). At the balance sheet date, the net amount due to Mrs Sheppard was £116,738 (2020 - £102,777).

Mr P Sheppard (Director)

Included within other creditors is a loan from Mr P Sheppard of £Nil (2020 - £14,000). This loan bears interest at 5%. The total interest paid in the year on the loan was £555 (2020 - £231). In addition, in other creditors is a director's current account with a credit balance at the year end of £34,055 (2020 - £18,950). At the balance sheet date, the net amount due to Mr Sheppard was £34,055 (2020 - £32,950).

11. General Information

Drillserve Limited is a private company, limited by shares, incorporated in England & Wales, registered number 01467644 . The registered office is Roscroggan Mill, Roscroggan, Camborne, Cornwall, TR14 0BA.

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.