

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023
FOR
BUTLER REYNOLDS LIMITED**

Magma Audit LLP
Unit 2
Charnwood Edge Business Park
Syston Road
Leicester
LE7 4UZ

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for the year ended 31 March 2023

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BUTLER REYNOLDS LIMITED
COMPANY INFORMATION
for the year ended 31 March 2023

DIRECTORS:	Mr N Long Mrs H E A Tormey
SECRETARY:	Mrs H E A Tormey
REGISTERED OFFICE:	Unit 4 Wetherby Road Osmaston Park Trading Estate Derby Derbyshire DE24 8HL
REGISTERED NUMBER:	01474968
ACCOUNTANTS:	Magma Audit LLP Unit 2 Charnwood Edge Business Park Syston Road Leicester LE7 4UZ

BALANCE SHEET
31 March 2023

	Notes	2023 £	2022 £
FIXED ASSETS			
Tangible assets	4	209,536	207,983
CURRENT ASSETS			
Stocks		1,847,407	1,623,523
Debtors	5	916,313	961,832
Cash at bank and in hand		1,483,772	2,286,395
		<u>4,247,492</u>	<u>4,871,750</u>
CREDITORS			
Amounts falling due within one year	6	(2,819,853)	(3,708,531)
NET CURRENT ASSETS		<u>1,427,639</u>	<u>1,163,219</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,637,175	1,371,202
CREDITORS			
Amounts falling due after more than one year	7	(37,596)	(14,364)
PROVISIONS FOR LIABILITIES	9	(52,107)	(39,293)
NET ASSETS		<u>1,547,472</u>	<u>1,317,545</u>
CAPITAL AND RESERVES			
Called up share capital		50,000	50,000
Retained earnings		1,497,472	1,267,545
SHAREHOLDERS' FUNDS		<u>1,547,472</u>	<u>1,317,545</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2023 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
- (b) 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.

BALANCE SHEET - continued
31 March 2023

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 by the Board of Directors and authorised for issue on 11 October 2023 and were signed on its behalf by:

Mr N Long - Director

Mrs H E A Tormey - Director

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2023

1. **STATUTORY INFORMATION**

Butler Reynolds Limited is a limited company, limited by shares, registered in England and Wales. Its registered office address is Unit 4 Wetherby Road, Osmaston Park Industrial Estate, Derby, Derbyshire, DE24 8HL and the registered number is 01474968.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

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. The financial statements have been prepared under the historical cost convention.

Turnover

The following criteria must also be met before revenue is recognised:

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 20% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit or loss.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2023

2. **ACCOUNTING POLICIES - continued**

Taxation

The tax expense for the year comprises current and deferred tax.

Tax is recognised in profit or loss except that a change attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Both current and deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Operating leases

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

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to the profit and loss account so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

Debtors

Basic financial assets, including trade and other debtors, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Such assets are subsequently carried at amortised cost using the effective interest method, less any impairment.

Cash and cash equivalents

Cash and cash equivalents are represented by cash in hand, deposits held at call with financial institutions, and other short-term highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Creditors

Basic financial liabilities, including trade and other creditors, loans from third parties and loans from related parties, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Such instruments are subsequently carried at amortised cost using the effective interest method, less any impairment.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2023

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 13 (2022 - 13) .

4. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 April 2022	88,650	57,918	246,307	392,875
Additions	1,000	879	99,725	101,604
Disposals	-	-	(65,212)	(65,212)
At 31 March 2023	<u>89,650</u>	<u>58,797</u>	<u>280,820</u>	<u>429,267</u>
DEPRECIATION				
At 1 April 2022	37,837	42,887	104,168	184,892
Charge for year	9,827	5,885	52,279	67,991
Eliminated on disposal	-	-	(33,152)	(33,152)
At 31 March 2023	<u>47,664</u>	<u>48,772</u>	<u>123,295</u>	<u>219,731</u>
NET BOOK VALUE				
At 31 March 2023	<u>41,986</u>	<u>10,025</u>	<u>157,525</u>	<u>209,536</u>
At 31 March 2022	<u>50,813</u>	<u>15,031</u>	<u>142,139</u>	<u>207,983</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade debtors	747,255	799,555
Amounts owed by group undertakings	124,987	124,987
Prepayments	44,071	37,290
	<u>916,313</u>	<u>961,832</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Bank loans and overdrafts	95,236	84,808
Hire purchase contracts (see note 8)	22,715	33,933
Trade creditors	1,944,871	2,613,528
Amounts owed to group undertakings	114,943	48,871
Tax	110,267	107,993
Social security and other taxes	8,179	7,219
VAT	224,386	453,642
Other creditors	1,480	1,173
Accrued expenses	297,776	357,364
	<u>2,819,853</u>	<u>3,708,531</u>

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

	2023 £	2022 £
Hire purchase contracts (see note 8)	<u>37,596</u>	<u>14,364</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2023

8. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2023	2022
	£	£
Net obligations repayable:		
Within one year	22,715	33,933
Between one and five years	37,596	14,364
	<u>60,311</u>	<u>48,297</u>
	Non-cancellable operating leases	
	2023	2022
	£	£
Within one year	41,000	41,000
Between one and five years	156,000	164,000
In more than five years	2,167	38,167
	<u>199,167</u>	<u>243,167</u>

Obligations under hire purchase contracts are secured on the assets concerned.

9. PROVISIONS FOR LIABILITIES

	2023	2022
	£	£
Deferred tax		
Accelerated capital allowances	<u>52,107</u>	<u>39,293</u>
		Deferred tax
		£
Balance at 1 April 2022		39,293
Charge to Statement of Income and Retained Earnings during year		<u>12,814</u>
Balance at 31 March 2023		<u>52,107</u>

10. PARENT COMPANY

The ultimate parent company and controlling party is BR Holdings Limited, a company registered in England and Wales. The principal place of business is Unit 4 Wetherby Road, Osmaston Park Trading Estate, Derby, Derbyshire, DE24 8HL.

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.