

Swindon Flooring Company Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 May 2020

Swindon Flooring Company Limited

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Swindon Flooring Company Limited

(Registration number: 02095899)

Balance Sheet as at 31 May 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	12,527	15,768
Current assets			
Stocks	<u>5</u>	3,500	3,500
Debtors	<u>6</u>	19,955	43,568
Cash at bank and in hand		44,161	6,449
		67,616	53,517
Creditors: Amounts falling due within one year	<u>7</u>	(42,234)	(31,773)
Net current assets		25,382	21,744
Total assets less current liabilities		37,909	37,512
Creditors: Amounts falling due after more than one year	<u>7</u>	(6,600)	(10,473)
Provisions for liabilities		(2,380)	(3,154)
Net assets		28,929	23,885
Capital and reserves			
Called up share capital		70	70
Other reserves		70	70
Profit and loss account		28,789	23,745
Shareholders' funds		28,929	23,885

Swindon Flooring Company Limited

(Registration number: 02095899)

Balance Sheet as at 31 May 2020

For the financial year ending 31 May 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 prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

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 Profit and Loss Account has been taken.

Approved and authorised by the Board on 4 November 2020 and signed on its behalf by:

.....

K C Harmer
Director

Swindon Flooring Company Limited

Notes to the Financial Statements for the Year Ended 31 May 2020

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Unit 22
Central Trading Estate
Signal Way
Swindon
Wiltshire
SN3 1PD
England

2 Accounting policies

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.

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.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of flooring materials and services performed. Turnover is shown net of value added tax.

Tax

The tax expense for the period comprises current tax payable and deferred tax.

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 is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

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.

Swindon Flooring Company Limited

Notes to the Financial Statements for the Year Ended 31 May 2020

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Motor vehicles	25% reducing balance basis
Plant and machinery	25% reducing balance basis
Office equipment	25% reducing balance basis
Furniture and fittings	25% reducing balance basis
Cash and cash equivalents	

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Debtors

Trade debtors are amounts due from customers for flooring materials sold and services performed in the ordinary course of business.

Stocks

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

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing. Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

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.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Swindon Flooring Company Limited

Notes to the Financial Statements for the Year Ended 31 May 2020

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 7 (2019 - 6).

Swindon Flooring Company Limited

Notes to the Financial Statements for the Year Ended 31 May 2020

4 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Office equipment £	Motor vehicles £	Total £
Cost or valuation					
At 1 June 2019	1,151	36,569	5,231	13,200	56,151
Additions	-	-	809	-	809
At 31 May 2020	1,151	36,569	6,040	13,200	56,960
Depreciation					
At 1 June 2019	373	35,131	4,604	275	40,383
Charge for the year	194	360	265	3,231	4,050
At 31 May 2020	567	35,491	4,869	3,506	44,433
Carrying amount					
At 31 May 2020	584	1,078	1,171	9,694	12,527
At 31 May 2019	778	1,438	627	12,925	15,768

5 Stocks

	2020 £	2019 £
Stock of materials	3,500	3,500

6 Debtors

	2020 £	2019 £
Trade debtors	14,869	32,018
Prepayments	1,570	1,570
Other debtors	3,516	9,980
	19,955	43,568

Swindon Flooring Company Limited

Notes to the Financial Statements for the Year Ended 31 May 2020

7 Creditors

Creditors: amounts falling due within one year

	2020 £	2019 £
Due within one year		
Loans and borrowings	3,300	2,727
Trade creditors	9,036	15,069
Taxation and social security	26,572	11,416
Other creditors	3,326	2,561
	<u>42,234</u>	<u>31,773</u>

Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings	8	<u>6,600</u>	<u>10,473</u>

8 Loans and borrowings

	2020 £	2019 £
Current loans and borrowings		
Hire purchase contracts	<u>3,300</u>	<u>2,727</u>

	2020 £	2019 £
Non-current loans and borrowings		
Hire purchase contracts	<u>6,600</u>	<u>10,473</u>

9 Related party transactions

Other transactions with directors

K C Harmer (director) had a loan account with the company on which interest has been charged at the HMRC official rate. At the balance sheet date the amount due from K C Harmer was £2,608 (2019 - £9,823).

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.