

Company registration number 02605236 (England and Wales)

BLP (NORTHERN) LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

BLP (NORTHERN) LIMITED

COMPANY INFORMATION

Directors	Mr B Kane Mr L Kane Mr P Kane Mrs PA Kane Mrs V Kane Mr SB Dobinson
Secretary	Mrs V Kane
Company number	02605236
Registered office	Unit 99/15 North Tyne Ind Estate Whitley Road Benton Newcastle upon Tyne Tyne and Wear United Kingdom NE12 9SZ
Auditor	Robson Laidler Accountants Limited Fernwood House Fernwood Road Jesmond Newcastle upon Tyne NE2 1TJ
Solicitors	Robert Muckle Norham House 12 New Bridge Street West Newcastle upon Tyne Tyne and Wear NE1 8AS

BLP (NORTHERN) LIMITED

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BLP (NORTHERN) LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The directors present the strategic report for the year ended 31 December 2021.

Review of Business

The results for the year and financial position of the company are as shown in the annexed financial statements.

The trading performance of the company generated a headline profit before tax and after non-recurring restructuring expenses of £203.6K, leading to an increase in after tax reserves of £170k. The COVID 19 pandemic continued to have an impact with lockdowns and isolation periods affecting trade in Q1 of the year. Sales revenue fell by 8% to £7.0m, compared to 2020 £7.6m, with the final months of the year showing an improving sales level and exceeding expectations as the country showed signs of returning to a pre-pandemic trading picture.

The company continues to pursue its strategy of forming long term relationships with key account clients and, despite the ongoing challenges in the sector, the directors are confident of maintaining a growing business with sustainable profitability.

Principal Risks and Uncertainties

Availability of materials

The longer-term impact on the wider economy of COVID-19 is still causing challenges with the timely availability of raw materials. The cost and availability for the transportation of goods continues to be an issue for the global community. As we entered 2022 there was a sense that costs were settling into a more realistic and sustainable situation.

Revenue concentration

Where clients represent more than 10% of revenue, the business mitigates the risk of revenue concentration through engaging the customer in either 12 month rolling contracts or multi-year contracts.

Loss of adequate working capital

The directors have assessed the risk of the company not being able to satisfy short-term supplier and finance obligations. The business is confident that it can operate with sufficient head room and has commenced repayment of the CIBLS loans accepted in 2020.

Future Developments and R&D

Energy costs

The rising energy costs are yet to have an impact upon the business. The current energy contract for both gas and electricity guarantee a fixed price position until the end of 2022. With rising costs in this area there has been a renewed focus on our commitment to reducing the environmental impact we have and using less gas and electricity where possible.

The company is exploring greener energy sources such as solar panels which will reduce the financial impact of rising energy prices and reduce our carbon footprint.

R&D

As in previous years the company will continue to strive for product and process improvements both internally and alongside its customers. The company will continue to invest resources into developing innovative product designs to satisfy customer desires and strive for continuous improvements in its operations.

BLP (NORTHERN) LIMITED

STRATEGIC REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

On behalf of the board

Mr P Kane
Director

6 September 2022

BLP (NORTHERN) LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The directors present their annual report and financial statements for the year ended 31 December 2021.

Principal activities

The principal activity of the company in the year under review was that of a manufacturing printer and provider of direct mail services.

Results and dividends

The results for the year are set out on page 8.

The total distribution of dividends for the year ended 31 December 2021 will be £60,000.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr B Kane
Mr L Kane
Mr P Kane
Mrs PA Kane
Mrs V Kane
Mr SB Dobinson

Auditor

The auditors, Robson Laidler Accountants Limited, will be proposed for re-appointment at the following Annual General Meeting.

Statement of directors' responsibilities

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure to auditor

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the company's auditor is unaware. Additionally, the directors individually have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditor is aware of that information.

BLP (NORTHERN) LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Events since the end of the year

Information relating to events since the end of the year is given in the notes to the financial statements.

On behalf of the board

Mr P Kane

Director

6 September 2022

BLP (NORTHERN) LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF BLP (NORTHERN) LIMITED

Opinion

We have audited the financial statements of BLP (Northern) Limited (the 'company') for the year ended 31 December 2021 which comprise the statement of comprehensive income, the balance sheet, the statement of changes in equity, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion of the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

BLP (NORTHERN) LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF BLP (NORTHERN) LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

The risk of material misstatement due to error or fraud is deemed to be low within the entity as the company operate strong internal controls to mitigate any such risk. These controls are reviewed as part of the audit by performing system walkthroughs to ensure they are operating effectively. Other substantive testing is also performed on all material balances and therefore any instances of non-compliance should be identified or considered as insignificant. Manual journal entries are scrutinised by data analytics software used as part of the audit.

The laws and regulations which are considered to be significant to the entity relate to health and safety. Discussions are held with management to determine whether any breaches have occurred as well as legal expenditure being scrutinised for any evidence of non-compliance.

The audit was considered capable of identifying irregularities only to the extent of the substantive testing performed and from discussions with management.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

BLP (NORTHERN) LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF BLP (NORTHERN) LIMITED

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Michael T Moran BA FCA (Senior Statutory Auditor)
For and on behalf of Robson Laidler Accountants Limited

6 September 2022

Accountants
Statutory Auditor

Fernwood House
Fernwood Road
Jesmond
Newcastle upon Tyne
NE2 1TJ

BLP (NORTHERN) LIMITED

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 £	2020 £
Turnover	4	6,986,869	7,581,636
Cost of sales		(4,503,444)	(4,707,240)
Gross profit		<u>2,483,425</u>	<u>2,874,396</u>
Distribution costs		(356,721)	(306,639)
Administrative expenses		(1,969,671)	(2,168,755)
Other operating income		128,040	159,852
Operating profit	5	<u>285,073</u>	<u>558,854</u>
Interest receivable and similar income	8	14	103
Interest payable and similar expenses	9	(81,393)	(82,054)
Profit before taxation		<u>203,694</u>	<u>476,903</u>
Tax on profit	10	(33,243)	(80,097)
Profit for the financial year		<u><u>170,451</u></u>	<u><u>396,806</u></u>

The profit and loss account has been prepared on the basis that all operations are continuing operations.

BLP (NORTHERN) LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Goodwill	12		6,886		11,857
Tangible assets	13		2,460,042		2,553,039
			<u>2,466,928</u>		<u>2,564,896</u>
Current assets					
Stocks	14	535,976		543,850	
Debtors	15	1,496,488		1,789,183	
Cash at bank and in hand		492,495		576,409	
		<u>2,524,959</u>		<u>2,909,442</u>	
Creditors: amounts falling due within one year	16	(2,210,344)		(2,496,236)	
Net current assets			<u>314,615</u>		<u>413,206</u>
Total assets less current liabilities			<u>2,781,543</u>		<u>2,978,102</u>
Creditors: amounts falling due after more than one year	17		(1,335,433)		(1,634,480)
Provisions for liabilities					
Deferred tax liability	21	204,975	(204,975)	205,938	(205,938)
Government grants	20		(31,735)		(38,735)
Net assets			<u>1,209,400</u>		<u>1,098,949</u>
Capital and reserves					
Called up share capital	22		281,895		281,895
Capital redemption reserve			82,432		82,432
Profit and loss reserves			845,073		734,622
Total equity			<u>1,209,400</u>		<u>1,098,949</u>

The financial statements were approved by the board of directors and authorised for issue on 6 September 2022 and are signed on its behalf by:

Mr L Kane
Director

Mr P Kane
Director

Company Registration No. 02605236

BLP (NORTHERN) LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2021

		Share capital	Capital redemption reserve	Profit and loss reserves	Total
	Notes	£	£	£	£
Balance at 1 January 2020		281,895	82,432	472,816	837,143
Year ended 31 December 2020:					
Profit and total comprehensive income for the year		-	-	396,806	396,806
Dividends	11	-	-	(135,000)	(135,000)
Balance at 31 December 2020		281,895	82,432	734,622	1,098,949
Year ended 31 December 2021:					
Profit and total comprehensive income for the year		-	-	170,451	170,451
Dividends	11	-	-	(60,000)	(60,000)
Balance at 31 December 2021		281,895	82,432	845,073	1,209,400

BLP (NORTHERN) LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

		2021	2020
	Notes	£	£
Cash flows from operating activities			
Cash generated from operations	1	260,926	1,335,674
Interest paid		(81,393)	(82,054)
Income taxes (paid)/refunded		(15,582)	127
Net cash inflow from operating activities		163,951	1,253,747
Investing activities			
Purchase of tangible fixed assets		(37,017)	(202,701)
Proceeds on disposal of tangible fixed assets		7,000	85,260
Receipts arising from loans made		-	419
Interest received		14	103
Net cash used in investing activities		(30,003)	(116,919)
Financing activities			
Factoring account movement		73,958	(960,834)
Proceeds of new bank loans		250,000	595,000
Repayment of bank loans		(189,195)	(47,414)
Payment of finance leases obligations		(292,625)	(260,676)
Dividends paid		(60,000)	(135,000)
Net cash used in financing activities		(217,862)	(808,924)
Net (decrease)/increase in cash and cash equivalents		(83,914)	327,904
Cash and cash equivalents at beginning of year		576,409	248,505
Cash and cash equivalents at end of year		492,495	576,409

BLP (NORTHERN) LIMITED

STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Cash generated from operations

	2021 £	2020 £
Profit for the year after tax	170,451	396,806
Adjustments for:		
Taxation charged	33,243	80,097
Finance costs	81,393	82,054
Investment income	(14)	(103)
(Gain)/loss on disposal of tangible fixed assets	(7,000)	34,134
Amortisation and impairment of intangible assets	4,971	4,971
Depreciation and impairment of tangible fixed assets	146,919	153,881
Decrease in deferred income	(7,000)	(6,999)
Movements in working capital:		
Decrease/(increase) in stocks	7,874	(35,008)
Decrease in debtors	292,695	172,031
(Decrease)/increase in creditors	(462,606)	453,810
Cash generated from operations	260,926	1,335,674

2 Analysis of changes in net debt

	1 January 2021 £	Cash flows £	New finance leases £	31 December 2021 £
Cash at bank and in hand	576,409	(83,914)	-	492,495
Borrowings excluding overdrafts	(1,498,150)	(134,763)	-	(1,632,913)
Obligations under finance leases	(583,769)	292,625	(16,905)	(308,049)
	(1,505,510)	73,948	(16,905)	(1,448,467)

3 Accounting policies

Company information

BLP (Northern) Limited is a private company limited by shares incorporated in England and Wales. The registered office is Unit 99/15 North Tyne Ind Estate, Whitley Road, Benton, Newcastle upon Tyne, Tyne and Wear, United Kingdom, NE12 9SZ.

3.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006.

The financial statements are presented in Sterling (£).

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

BLP (NORTHERN) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

3 Accounting policies

(Continued)

3.2 Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

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 the customer has taken delivery of the goods.

3.3 Intangible assets

Goodwill, being the amount paid in connection with the acquisition of a business in 2001, is being amortised evenly over its estimated remaining useful life of ten years. This is calculated on a straight line basis based on the net book value carried forward at 1 January 2016 when the policy was revised in line with FRS 102.

3.4 Tangible fixed assets

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation is recognised 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 shorter.

Freehold property	1% on cost
Plant and machinery	10% on cost
Motor vehicles	25% on cost

3.5 Impairment of fixed assets

Property, plant and equipment are reviewed for impairment if events or changes in circumstances indicate that the carrying amount of such assets may not be recoverable. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared against its carrying amount. Where the estimated recoverable amount is lower, and impairment loss is recognised immediately in profit and loss.

3.6 Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value, after making allowance for obsolete and slow moving items.

Raw materials cost is determined on a first-in-first-out (FIFO) basis. Work in progress and finished goods consist of direct labour and materials plus attributable overheads based on a normal level of activity.

Net realisable value is the amount that can be realised from the sale of the stock in the normal course of business after allowing for the costs of realisation.

3.7 Cash and cash equivalents

Cash and cash equivalents comprises cash in hand and current balances with banks and other institutions, which are readily convertible to known amounts of cash and which are subject to insignificant risk of change in value.

BLP (NORTHERN) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

3 Accounting policies

(Continued)

3.8 Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current and 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 balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet 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 the 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.

3.9 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.

3.10 Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3.11 Government grants

During the current financial year the company received government grant funding through the Job Retention Scheme as a result of the Covid-19 pandemic. There are also other historic grants in the accounts.

This income has been accounted for in the period in which it relates on an accruals basis.

3.12 Short-term debtors and creditors

Debtors and creditors with no interest rate which are receivable or payable within one year are recorded at transaction price. Any loss arising from impairment are recognised immediately in profit and loss.

BLP (NORTHERN) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

4 Turnover and other revenue

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below:

	2021 £	2020 £
Turnover analysed by class of business		
Sales UK	6,570,482	7,230,444
Sales Europe	416,387	351,192
	<u>6,986,869</u>	<u>7,581,636</u>

	2021 £	2020 £
Other revenue		
Interest income	14	103
Grants received	128,040	159,852
	<u>128,054</u>	<u>159,955</u>

5 Operating profit

	2021 £	2020 £
Operating profit for the year is stated after charging/(crediting):		
Government grants	(128,040)	(159,852)
Fees payable to the company's auditor for the audit of the company's financial statements	5,800	5,800
Depreciation of owned tangible fixed assets	146,919	153,881
(Profit)/loss on disposal of tangible fixed assets	(7,000)	34,134
Amortisation of intangible assets	4,971	4,971
Operating lease charges	23,093	166,162
	<u>23,843</u>	<u>194,126</u>

6 Employees

The average number of employees during the year was as follows:

	2021 Number	2020 Number
Production	92	84
Administration	21	22
	<u>113</u>	<u>106</u>

BLP (NORTHERN) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

6 Employees (Continued)

Their aggregate remuneration comprised:

	2021 £	2020 £
Wages and salaries	2,479,246	2,475,891
Social security costs	216,182	216,924
Pension costs	59,504	57,010
	<u>2,754,932</u>	<u>2,749,825</u>

7 Directors' remuneration

	2021 £	2020 £
Remuneration for qualifying services	190,564	177,961
Company pension contributions to defined contribution schemes	14,794	13,656
	<u>205,358</u>	<u>191,617</u>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 1 (2020 - 1).

8 Interest receivable and similar income

	2021 £	2020 £
Interest income		
Interest on bank deposits	14	103
	<u>14</u>	<u>103</u>

Investment income includes the following:

Interest on financial assets not measured at fair value through profit or loss	14	103
	<u>14</u>	<u>103</u>

9 Interest payable and similar expenses

	2021 £	2020 £
Interest on financial liabilities measured at amortised cost:		
Interest on bank overdrafts and loans	48,224	40,303
Other finance costs:		
Interest on finance leases and hire purchase contracts	33,169	38,346
Other interest	-	3,405
	<u>81,393</u>	<u>82,054</u>

BLP (NORTHERN) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

10 Taxation

	2021 £	2020 £
Current tax		
UK corporation tax on profits for the current period	29,749	60,085
Deferred tax		
Origination and reversal of timing differences	3,494	20,012
Total tax charge	33,243	80,097

The actual charge for the year can be reconciled to the expected charge for the year based on the profit or loss and the standard rate of tax as follows:

	2021 £	2020 £
Profit before taxation	203,694	476,903
Expected tax charge based on the standard rate of corporation tax in the UK of 19.00% (2020: 19.00%)	38,702	90,612
Tax effect of expenses that are not deductible in determining taxable profit	2,789	8,131
Tax effect of income not taxable in determining taxable profit	(1,330)	(1,330)
Tax effect of utilisation of tax losses not previously recognised	-	(4,430)
Permanent capital allowances in excess of depreciation	12,149	(12,101)
Research and development tax credit	(22,561)	(20,777)
Deferred tax	3,494	19,992
Taxation charge for the year	33,243	80,097

11 Dividends

	2021 £	2020 £
Interim paid	60,000	135,000

BLP (NORTHERN) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

12 Intangible fixed assets

	Goodwill £
Cost	
At 1 January 2021 and 31 December 2021	99,428
Amortisation and impairment	
At 1 January 2021	87,571
Amortisation charged for the year	4,971
At 31 December 2021	92,542
Carrying amount	
At 31 December 2021	6,886
At 31 December 2020	11,857

13 Tangible fixed assets

	Freehold property £	Plant and machinery £	Motor vehicles £	Total £
Cost				
At 1 January 2021	1,365,652	3,070,600	69,898	4,506,150
Additions	-	53,922	-	53,922
Disposals	-	(95,350)	-	(95,350)
At 31 December 2021	1,365,652	3,029,172	69,898	4,464,722
Depreciation and impairment				
At 1 January 2021	71,874	1,824,570	56,667	1,953,111
Depreciation charged in the year	29,478	110,505	6,936	146,919
Eliminated in respect of disposals	-	(95,350)	-	(95,350)
At 31 December 2021	101,352	1,839,725	63,603	2,004,680
Carrying amount				
At 31 December 2021	1,264,300	1,189,447	6,295	2,460,042
At 31 December 2020	1,293,778	1,246,030	13,231	2,553,039

14 Stocks

	2021 £	2020 £
Raw materials and consumables	181,937	108,172
Work in progress	162,995	255,080
Finished goods and goods for resale	191,044	180,598
	535,976	543,850

BLP (NORTHERN) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

15 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Trade debtors	1,388,280	1,699,995
Other debtors	5,685	948
Prepayments and accrued income	102,523	88,240
	<u>1,496,488</u>	<u>1,789,183</u>

16 Creditors: amounts falling due within one year

	Notes	2021	2020
		£	£
Bank loans	18	292,154	158,864
Obligations under finance leases	19	239,194	288,352
Other borrowings	18	74,181	223
Trade creditors		1,206,298	1,315,750
Corporation tax		78,856	60,232
Other taxation and social security		179,869	405,138
Other creditors		35,368	77,660
Accruals and deferred income		104,424	190,017
		<u>2,210,344</u>	<u>2,496,236</u>

17 Creditors: amounts falling due after more than one year

	Notes	2021	2020
		£	£
Bank loans and overdrafts	18	1,266,578	1,339,063
Obligations under finance leases	19	68,855	295,417
		<u>1,335,433</u>	<u>1,634,480</u>

18 Loans and overdrafts

	2021	2020
	£	£
Bank loans	1,558,732	1,497,927
Other loans	74,181	223
	<u>1,632,913</u>	<u>1,498,150</u>
Payable within one year	366,335	159,087
Payable after one year	1,266,578	1,339,063

BLP (NORTHERN) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

19 Finance lease obligations

	2021 £	2020 £
Future minimum lease payments due under finance leases:		
Within one year	251,365	320,498
In two to five years	72,872	310,464
	<u>324,237</u>	<u>630,962</u>
Less: future finance charges	(16,188)	(47,193)
	<u>308,049</u>	<u>583,769</u>

20 Government grants

	2021 £	2020 £
Arising from government grants	31,735	38,735
	<u>31,735</u>	<u>38,735</u>

21 Deferred taxation

The following are the major deferred tax liabilities and assets recognised by the company and movements thereon:

Balances:	2021 £	2020 £
Accelerated capital allowances	204,975	205,938
	<u>204,975</u>	<u>205,938</u>
Movements in the year:		2021 £
Liability at 1 January 2021		205,938
Credit to profit or loss		(963)
		<u>204,975</u>
Liability at 31 December 2021		<u>204,975</u>

22 Share capital

	2021 Number	2020 Number	2021 £	2020 £
Ordinary share capital				
Issued and fully paid				
Ordinary shares of £1 each	21,895	21,895	21,895	21,895
Preference shares of £1 each	260,000	260,000	260,000	260,000
	<u>281,895</u>	<u>281,895</u>	<u>281,895</u>	<u>281,895</u>

BLP (NORTHERN) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

23 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021 £	2020 £
Within one year	25,112	45,879
Between two and five years	23,407	48,519
	<u>48,519</u>	<u>94,398</u>

24 Related party transactions

Transactions with related parties

During the year the company entered into the following transactions with related parties:

	Purchases 2021 £	Purchases 2020 £
Key management personnel	1,785	1,785
Other related parties	101,536	163,368
	<u>103,321</u>	<u>165,153</u>

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.