

Company Registration No. 03039739 (England and Wales)

**FOUNTAINS DIRECT LIMITED**  
**ANNUAL REPORT AND UNAUDITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**30 APRIL 2020**  
**PAGES FOR FILING WITH REGISTRAR**

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# FOUNTAINS DIRECT LIMITED

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# FOUNTAINS DIRECT LIMITED

Company Registration No. 03039739

## BALANCE SHEET

AS AT 30 APRIL 2020

		2020	2019
		£	£
<b>Fixed assets</b>			
Tangible assets	3	899,796	843,367
<b>Current assets</b>			
Stocks		204,089	89,521
Debtors	4	1,195,767	648,330
Cash at bank and in hand		206,217	15,802
		<u>1,606,073</u>	<u>753,653</u>
<b>Creditors: amounts falling due within one year</b>	5	<u>(765,150)</u>	<u>(654,537)</u>
<b>Net current assets</b>		<u>840,923</u>	<u>99,116</u>
<b>Total assets less current liabilities</b>		<u>1,740,719</u>	<u>942,483</u>
<b>Creditors: amounts falling due after more than one year</b>	6	(211,292)	(225,573)
<b>Provisions for liabilities</b>		<u>(20,229)</u>	<u>(15,193)</u>
<b>Net assets</b>		<u><u>1,509,198</u></u>	<u><u>701,717</u></u>
<b>Capital and reserves</b>			
Called up share capital	7	100	100
Revaluation reserve		125,587	125,587
Profit and loss reserves		<u>1,383,511</u>	<u>576,030</u>
<b>Total equity</b>		<u><u>1,509,198</u></u>	<u><u>701,717</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

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

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

## **FOUNTAINS DIRECT LIMITED**

**Company Registration No. 03039739**

### **BALANCE SHEET (CONTINUED)**

***AS AT 30 APRIL 2020***

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The financial statements were approved by the board of directors and authorised for issue on 3 October 2020 and are signed on its behalf by:

N Roberts

**Director**

# FOUNTAINS DIRECT LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 30 APRIL 2020**

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### **1 Accounting policies**

#### **Company information**

Fountains Direct Limited is a private company limited by shares incorporated in England and Wales. The registered office is 41 Dartnell Park Road, West Byfleet, KT14 6PR.

#### **1.1 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 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

#### **1.2 Going concern**

The current COVID-19 pandemic has created uncertainty over the future financial implications to the worldwide economy. The directors are confident that the company has adequate resources to continue in operational existence for the foreseeable future and meet its financial obligations. Therefore they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

#### **1.3 Turnover**

Turnover is recognised by the company in respect of specialised construction and landscape service activities supplied during the year, and is shown net of VAT and other sales related taxes.

#### **1.4 Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	not depreciated
Plant and machinery etc	20% to 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.

Properties whose fair value can be measured reliably are held under the revaluation model and are carried at a revalued amount, being their fair value at the date of valuation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. The fair value of the land and buildings is usually considered to be their market value.

Revaluation gains and losses are recognised in other comprehensive income and accumulated in equity, except to the extent that a revaluation gain reverses a revaluation loss previously recognised in profit or loss or a revaluation loss exceeds the accumulated revaluation gains recognised in equity; such gains and losses are recognised in profit or loss.

# FOUNTAINS DIRECT LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2020

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### 1 Accounting policies

(Continued)

#### 1.5 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.

#### 1.6 Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.7 Financial instruments

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method 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. Financial assets classified as receivable within one year are not amortised.

##### **Basic financial liabilities**

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, 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. Financial liabilities classified as payable within one year are not amortised.

#### 1.8 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

#### 1.9 Taxation

The tax expense represents the sum of the tax currently payable.

##### **Current tax**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes 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 reporting end date.

# FOUNTAINS DIRECT LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2020

### 1 Accounting policies

(Continued)

#### 1.10 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.

#### 1.11 Retirement benefits

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

#### 1.12 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 profit or loss 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 profit or loss 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 leases asset are consumed.

### 2 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2020 Number	2019 Number
Total	25	23
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# **FOUNTAINS DIRECT LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 30 APRIL 2020**

### **3 Tangible fixed assets**

	Land and buildings	Plant and machinery etc	Total
	£	£	£
<b>Cost</b>			
At 1 May 2019	750,000	196,016	946,016
Additions	-	80,543	80,543
Disposals	-	(11,900)	(11,900)
At 30 April 2020	750,000	264,659	1,014,659
<b>Depreciation and impairment</b>			
At 1 May 2019	-	102,649	102,649
Depreciation charged in the year	-	18,719	18,719
Eliminated in respect of disposals	-	(6,505)	(6,505)
At 30 April 2020	-	114,863	114,863
<b>Carrying amount</b>			
At 30 April 2020	750,000	149,796	899,796
At 30 April 2019	750,000	93,367	843,367

### **4 Debtors**

	2020	2019
	£	£
<b>Amounts falling due within one year:</b>		
Trade debtors	536,163	265,083
Other debtors	659,604	383,247
	1,195,767	648,330



# FOUNTAINS DIRECT LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2020

### 5 Creditors: amounts falling due within one year

	2020 £	2019 £
Bank loans and overdrafts	169,100	144,270
Trade creditors	139,747	249,881
Other taxation and social security	397,136	146,871
Other creditors	59,167	113,515
	<u>765,150</u>	<u>654,537</u>

Included within creditors due within one year are bank loans and overdrafts of £169,100 (2019 - £144,270) which are secured on the company's assets.

Included in other creditors are hire purchase contracts of £3,426 (2019 - £Nil), which are secured on the asset to which they relate.

### 6 Creditors: amounts falling due after more than one year

	2020 £	2019 £
Bank loans and overdrafts	194,181	225,573
Other creditors	17,111	-
	<u>211,292</u>	<u>225,573</u>

Included within creditors due after one year are bank loans of £194,181 (2019 - £225,573) which are secured on the company's assets.

Included in other creditors are hire purchase contracts of £17,111 (2019 - £Nil), which are secured on the asset to which they relate.

Creditors which fall due after five years are as follows:

	2020 £	2019 £
Payable by instalments	<u>78,257</u>	<u>106,761</u>

### 7 Called up share capital

	2020 £	2019 £
<b>Ordinary share capital</b>		
<b>Issued and fully paid</b>		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

## FOUNTAINS DIRECT LIMITED

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2020

#### 8 Operating lease commitments

##### Lessee

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

	2020 £	2019 £
Within one year	28,760	25,979
Between two and five years	38,494	36,998
	<u>67,254</u>	<u>62,977</u>

#### 9 Related party transactions

At the balance sheet date the company owed the director, N Roberts, £Nil (2019 - £4,632). This loan is interest free.

At the balance sheet date the company owed the director, S Roberts, £Nil (2019 - £4,632). This loan is interest free.

At the balance sheet date Kerslake Rentals Ltd owed the company £492,000 (2019 £332,000) on an interest free basis. Kerslake Rentals Ltd is a company whose shareholders are the directors close family members.

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.