

**HAROLD DOONAN BUILDING MATERIALS LIMITED
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS YEAR
ENDED 31 AUGUST 2022**

E d w a r d s & K e e p i n g

Chartered Accountants

HAROLD DOONAN BUILDING MATERIALS LIMITED

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HAROLD DOONAN BUILDING MATERIALS LIMITED

COMPANY INFORMATION

Directors Mrs J V Doonan
Mr H L Doonan
Mr L W Doonan

Company secretary Mrs J V Doonan

Registered office Unity Chambers
34 High Street
Dorchester
Dorset
DT1 1HA

Accountants Edwards & Keeping
Unity Chambers
34 High Street
Dorchester
Dorset
DT1 1HA

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE
PREPARATION OF THE UNAUDITED STATUTORY ACCOUNTS OF
HAROLD DOONAN BUILDING MATERIALS LIMITED FOR THE YEAR ENDED 31 AUGUST
2022**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Harold Doonan Building Materials Limited for the year ended 31 August 2022 as set out on pages 3 to 9 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/regulation>.

This report is made solely to the Board of Directors of Harold Doonan Building Materials Limited, as a body, in accordance with the terms of our engagement letter dated 7 May 2020. Our work has been undertaken solely to prepare for your approval the accounts of Harold Doonan Building Materials Limited and state those matters that we have agreed to state to the Board of Directors of Harold Doonan Building Materials Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Harold Doonan Building Materials Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Harold Doonan Building Materials Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Harold Doonan Building Materials Limited. You consider that Harold Doonan Building Materials Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Harold Doonan Building Materials Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Edwards & Keeping
Unity Chambers
34 High Street
Dorchester
Dorset
DT1 1HA

30 May 2023

HAROLD DOONAN BUILDING MATERIALS LIMITED

(REGISTRATION NUMBER: 04185639)
BALANCE SHEET AS AT 31 AUGUST 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	<u>4</u>	435,906	355,116
Current assets			
Stocks	<u>5</u>	16,000	12,000
Debtors	<u>6</u>	408,004	257,624
Cash at bank and in hand		<u>113,438</u>	<u>109,035</u>
		537,442	378,659
Creditors: Amounts falling due within one year	<u>7</u>	<u>(605,393)</u>	<u>(330,641)</u>
Net current (liabilities)/assets		<u>(67,951)</u>	<u>48,018</u>
Total assets less current liabilities		367,955	403,134
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(80,883)</u>	-
Provisions for liabilities		<u>(69,968)</u>	<u>(67,472)</u>
Net assets		<u><u>217,104</u></u>	<u><u>335,662</u></u>
Capital and reserves			
Called up share capital		180	180
Profit and loss account		<u>216,924</u>	<u>335,482</u>
Total equity		<u><u>217,104</u></u>	<u><u>335,662</u></u>

For the financial year ending 31 August 2022 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. As permitted by section 444 (5A) of the Companies Act 2006, the directors have not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the Board for issue on 30 May 2023 and signed on its behalf by:

Mrs J V Doonan
Company secretary and director

Mr H L Doonan
Director
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Mr L W Doonan
Director

HAROLD DOONAN BUILDING MATERIALS LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

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:

Unity Chambers
34 High Street
Dorchester
Dorset
DT1 1HA
United Kingdom

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 smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

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. At the Balance Sheet date the company reported net current liabilities to which the directors confirm they will continue to support the company to meet its debts as they fall due.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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.

HAROLD DOONAN BUILDING MATERIALS LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

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.

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	20% of written down value
Plant and machinery	15% of written down value

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.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

HAROLD DOONAN BUILDING MATERIALS LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

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 in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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.

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 15 (2021 - 16).

HAROLD DOONAN BUILDING MATERIALS LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

4 Tangible assets

	Plant and machinery £	Motor vehicles £	Total £
Cost or valuation			
At 1 September 2021	307,080	483,711	790,791
Additions	63,870	184,075	247,945
Disposals	-	(136,600)	(136,600)
At 31 August 2022	370,950	531,186	902,136
Depreciation			
At 1 September 2021	193,451	242,224	435,675
Charge for the year	26,625	71,260	97,885
Eliminated on disposal	-	(67,330)	(67,330)
At 31 August 2022	220,076	246,154	466,230
Carrying amount			
At 31 August 2022	150,874	285,032	435,906
At 31 August 2021	113,629	241,487	355,116

HAROLD DOONAN BUILDING MATERIALS LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

5 Stocks

	2022 £	2021 £
Raw materials and consumables	16,000	12,000

6 Debtors

Current	2022 £	2021 £
Trade debtors	390,856	203,995
Prepayments	17,148	6,413
Other debtors	-	47,216
	408,004	257,624

7 Creditors

Creditors: amounts falling due within one year

	Note	2022 £	2021 £
Due within one year			
Loans and borrowings	8	22,563	9,722
Trade creditors		391,880	137,242
Taxation and social security		25,324	57,914
Accruals and deferred income		5,998	6,153
Other creditors		159,628	119,610
		605,393	330,641

Creditors: amounts falling due after more than one year

	Note	2022 £	2021 £
Due after one year			
Loans and borrowings	8	80,883	-

8 Loans and borrowings

	2022 £	2021 £
Non-current loans and borrowings		
Hire purchase contracts	80,883	-

	2022 £	2021 £
Current loans and borrowings		
Hire purchase contracts	22,563	9,722

Hire purchase liabilities are secured against plant & machinery

HAROLD DOONAN BUILDING MATERIALS LIMITED

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

9 Related party transactions

Transactions with directors

	At 1 September 2021 £	Advances to director £	Repayments by director £	At 31 August 2022 £
2022				
Mr L W Doonan				
A loan, repayable on demand with interest charged at the HMRC official rate when overdrawn	10,913	21,007	(48,000)	(16,080)
Mrs J V Doonan				
A loan, repayable on demand with interest charged at the HMRC official rate when overdrawn	18,151	20,636	(60,562)	(21,775)
Mr H L Doonan				
A loan, repayable on demand with interest charged at the HMRC official rate when overdrawn	18,151	20,638	(60,563)	(21,774)
2021				
Mr L W Doonan				
A loan, repayable on demand with interest charged at the HMRC official rate when overdrawn	14,434	21,979	(25,500)	10,913
Mrs J V Doonan				
A loan, repayable on demand with interest charged at the HMRC official rate when overdrawn	16,024	20,904	(18,777)	18,151
Mr H L Doonan				
A loan, repayable on demand with interest charged at the HMRC official rate when overdrawn	16,024	20,904	(18,777)	18,151

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.