

# **Hire & Fire Limited**

Financial Statements  
for the Year Ended 31 July 2020

**Hire & Fire Limited**  
**(Registration number: 06322241)**  
**Balance Sheet as at 31 July 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Intangible assets	<u>3</u>	1,900	3,100
Tangible assets	<u>4</u>	<u>155,072</u>	<u>183,574</u>
		156,972	186,674
<b>Current assets</b>			
Stocks	<u>5</u>	110,000	95,000
Debtors	<u>6</u>	2,149	6,826
Cash at bank and in hand		<u>4,112</u>	<u>8,663</u>
		116,261	110,489
<b>Creditors:</b> Amounts falling due within one year	<u>7</u>	<u>(56,605)</u>	<u>(31,537)</u>
<b>Net current assets</b>		<u>59,656</u>	<u>78,952</u>
<b>Total assets less current liabilities</b>		216,628	265,626
<b>Creditors:</b> Amounts falling due after more than one year	<u>7</u>	<u>(400,000)</u>	<u>(400,000)</u>
<b>Net liabilities</b>		<u>(183,372)</u>	<u>(134,374)</u>
<b>Capital and reserves</b>			
Called up share capital		1	1
Profit and loss account		<u>(183,373)</u>	<u>(134,375)</u>
<b>Total equity</b>		<u>(183,372)</u>	<u>(134,374)</u>

For the financial year ending 31 July 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.

**Hire & Fire Limited**  
**(Registration number: 06322241)**  
**Balance Sheet as at 31 July 2020**

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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 2 October 2020 and signed on its behalf by:

**Mr T W D Webster**

**Director**

## Hire & Fire Limited

### Statement of Changes in Equity for the Year Ended 31 July 2020

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	Share capital £	Profit and loss account £	Total £
At 1 August 2019	1	(134,375)	(134,374)
Loss for the year	-	(48,998)	(48,998)
Total comprehensive income	-	(48,998)	(48,998)
At 31 July 2020	1	(183,373)	(183,372)

# Hire & Fire Limited

## Notes to the Financial Statements for the Year Ended 31 July 2020

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### 1 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.

#### 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
Plant and machinery	15% on reducing balance
Fixtures and fittings	15% on reducing balance
Computer equipment	33.33% on cost
Motor vehicles	25% on reducing balance

#### Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

#### Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	evenly over five years

## **Hire & Fire Limited**

### **Notes to the Financial Statements for the Year Ended 31 July 2020**

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#### **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.

#### **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.

## Hire & Fire Limited

### Notes to the Financial Statements for the Year Ended 31 July 2020

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#### 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.

#### 2 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 2 (2019 - 2).

#### 3 Intangible assets

	Goodwill £	Total £
<b>Cost or valuation</b>		
At 1 August 2019	6,000	6,000
At 31 July 2020	6,000	6,000
<b>Amortisation</b>		
At 1 August 2019	2,900	2,900
Amortisation charge	1,200	1,200
At 31 July 2020	4,100	4,100
<b>Carrying amount</b>		
At 31 July 2020	1,900	1,900
At 31 July 2019	3,100	3,100

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2019 - £Nil).

# Hire & Fire Limited

## Notes to the Financial Statements for the Year Ended 31 July 2020

### 4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Total £
<b>Cost or valuation</b>			
At 1 August 2019	265,627	5,300	270,927
At 31 July 2020	265,627	5,300	270,927
<b>Depreciation</b>			
At 1 August 2019	86,028	1,325	87,353
Charge for the year	27,508	994	28,502
At 31 July 2020	113,536	2,319	115,855
<b>Carrying amount</b>			
At 31 July 2020	152,091	2,981	155,072
At 31 July 2019	179,599	3,975	183,574

### 5 Stocks

	2020 £	2019 £
Other inventories	110,000	95,000

### 6 Debtors

	2020 £	2019 £
Trade debtors	1,539	6,586
Other debtors	610	240
Total current trade and other debtors	2,149	6,826

### 7 Creditors

# Hire & Fire Limited

## Notes to the Financial Statements for the Year Ended 31 July 2020

	2020 £	2019 £
<b>Due within one year</b>		
Trade creditors	1,562	1,619
Other creditors	55,043	29,918
	<u>56,605</u>	<u>31,537</u>
<b>Due after one year</b>		
Loans and borrowings	<u>400,000</u>	<u>400,000</u>

### 8 Loans and borrowings

	2020 £	2019 £
<b>Non-current loans and borrowings</b>		
Other borrowings	<u>400,000</u>	<u>400,000</u>

#### Other borrowings

Directors loan with a carrying amount of £400,000 (2019 - £400,000) is denominated in Sterling Pounds with a nominal interest rate of 0%. The final instalment is due on 1 August 2021.

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.

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