

Birch Oil & Plumbing Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 October 2018

MKL Accountants Limited
Chartered Certified Accountants
Herston Cross House
230 High Street
Swanage
Dorset
BH19 2PQ

Birch Oil & Plumbing Ltd

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Birch Oil & Plumbing Ltd

Company Information

Directors Mr SL Birch
Mrs NJ Birch

Company secretary Mrs NJ Birch

Registered office Herston Cross House
230 High Street
Swanage
Dorset
BH19 2PQ

Accountants MKL Accountants Limited
Chartered Certified Accountants
Herston Cross House
230 High Street
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Dorset
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Birch Oil & Plumbing Ltd
(Registration number: 06713954)
Balance Sheet as at 31 October 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>4</u>	11,093	8,258
Current assets			
Stocks	<u>5</u>	30,000	23,125
Debtors	<u>6</u>	2,874	11,264
Cash at bank and in hand		11,263	19,382
		44,137	53,771
Creditors: Amounts falling due within one year	<u>7</u>	(52,341)	(57,536)
Net current liabilities		(8,204)	(3,765)
Total assets less current liabilities		2,889	4,493
Provisions for liabilities		(2,194)	(1,627)
Net assets		695	2,866
Capital and reserves			
Called up share capital	<u>8</u>	100	100
Profit and loss account		595	2,766
Total equity		695	2,866

For the financial year ending 31 October 2018 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.

The notes on pages 4 to 9 form an integral part of these financial statements.

Birch Oil & Plumbing Ltd
(Registration number: 06713954)
Balance Sheet as at 31 October 2018

Approved and authorised by the Board on 19 July 2019 and signed on its behalf by:

.....
Mr SL Birch
Director

.....
Mrs NJ Birch
Director

The notes on pages 4 to 9 form an integral part of these financial statements.
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Birch Oil & Plumbing Ltd

Notes to the Financial Statements for the Year Ended 31 October 2018

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:

Herston Cross House
230 High Street
Swanage
Dorset
BH19 2PQ
United Kingdom

These financial statements were authorised for issue by the Board on 19 July 2019.

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 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 current and 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.

Birch Oil & Plumbing Ltd

Notes to the Financial Statements for the Year Ended 31 October 2018

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 statement of financial position 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	25% Reducing Balance Method
Plant and machinery	25% Reducing Balance Method
Fixtures and fittings	25% Reducing Balance Method
Office Equipment	25% Reducing Balance Method

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.

Birch Oil & Plumbing Ltd

Notes to the Financial Statements for the Year Ended 31 October 2018

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.

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.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 2 (2017 - 2).

Birch Oil & Plumbing Ltd

Notes to the Financial Statements for the Year Ended 31 October 2018

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £
Cost or valuation				
At 1 November 2017	125	10,233	13,560	4,795
Additions	-	6,631	-	-
Disposals	-	(250)	-	-
At 31 October 2018	125	16,614	13,560	4,795
Depreciation				
At 1 November 2017	-	4,763	11,754	3,938
Charge for the year	-	2,990	451	214
Eliminated on disposal	-	(109)	-	-
At 31 October 2018	-	7,644	12,205	4,152
Carrying amount				
At 31 October 2018	125	8,970	1,355	643
At 31 October 2017	125	5,470	1,806	857
				Total £
Cost or valuation				
At 1 November 2017				28,713
Additions				6,631
Disposals				(250)
At 31 October 2018				35,094
Depreciation				
At 1 November 2017				20,455
Charge for the year				3,655
Eliminated on disposal				(109)
At 31 October 2018				24,001
Carrying amount				
At 31 October 2018				11,093
At 31 October 2017				8,258

Included within the net book value of land and buildings above is £125 (2017 - £125) in respect of short leasehold land and buildings.

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Notes to the Financial Statements for the Year Ended 31 October 2018

5 Stocks

	2018 £	2017 £
Work in progress	-	1,625
Other inventories	30,000	21,500
	<u>30,000</u>	<u>23,125</u>

6 Debtors

	2018 £	2017 £
Trade debtors	178	8,915
Prepayments	2,696	2,349
	<u>2,874</u>	<u>11,264</u>

7 Creditors

Creditors: amounts falling due within one year

	2018 £	2017 £
Due within one year		
Trade creditors	3,247	14,324
Taxation and social security	187	5,474
Other creditors	48,907	37,738
	<u>52,341</u>	<u>57,536</u>

Creditors: amounts falling due after more than one year

2018 £	2017 £
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8 Share capital

Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary shares of £1 each	100	100	100	100

Birch Oil & Plumbing Ltd

Notes to the Financial Statements for the Year Ended 31 October 2018

9 Loans and borrowings

	2018 £	2017 £
Non-current loans and borrowings		

10 Dividends

	2018 £	2017 £
Interim dividend of £180.00 (2017 - £160.00) per ordinary share	18,000	16,000

11 Related party transactions

Directors' remuneration

The directors' remuneration for the year was as follows:

	2018 £	2017 £
Remuneration	10,700	10,520

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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.