Registration number: 06713954

Birch Oil & Plumbing Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 October 2017

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

Birch Oil & Plumbing Ltd

Contents

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
Bankers	HSBC Bank PLC (Swanage branch) 19 Institute Road Swanage Dorset BH19 1BU
Accountants	MKL Accountants Limited Chartered Certified Accountants Herston Cross House 230 High Street Swanage Dorset BH19 2PQ

Birch Oil & Plumbing Ltd

(Registration number: 06713954)
Balance Sheet as at 31 October 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	8,258	11,255
Current assets			
Stocks	5	23,125	4,170
Debtors	6	11,264	12,140
Cash at bank and in hand		19,382	6,810
		53,771	23,120
Creditors: Amounts falling due within one year	7	(57,536)	(29,950)
Net current liabilities		(3,765)	(6,830)
Total assets less current liabilities		4,493	4,425
Creditors: Amounts falling due after more than one year	7	-	(1,445)
Provisions for liabilities		(1,627)	(1,379)
Net assets		2,866	1,601
Capital and reserves			
Called up share capital	8	100	100
Profit and loss account		2,766	1,501
Total equity		2,866	1,601

For the financial year ending 31 October 2017 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 2017

Approved and authorised by the Board on 26 June 2018 and signed on its behalf by:

....	....
Mr SL Birch	Mrs NJ Birch
Director	Director

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

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

These financial statements were authorised for issue by the Board on 26 June 2018.

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.

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.

Birch Oil & Plumbing Ltd

Notes to the Financial Statements for the Year Ended 31 October 2017

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.

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.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 2 (2016 - 3).

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £
Cost or valuation				
At 1 November 2016	-	5,135	31,555	4,795
Additions	125	5,418	-	-
Disposals	-	(320)	(17,995)	-
At 31 October 2017	125	10,233	13,560	4,795
Depreciation				
At 1 November 2016	-	3,125	23,453	3,652
Charge for the year	-	1,823	602	286
Eliminated on disposal	-	(185)	(12,301)	-
At 31 October 2017	-	4,763	11,754	3,938
Carrying amount				
At 31 October 2017	125	5,470	1,806	857
At 31 October 2016	-	2,010	8,102	1,143

	Total £
Cost or valuation	
At 1 November 2016	41,485
Additions	5,543
Disposals	(18,315)
At 31 October 2017	28,713
Depreciation	
At 1 November 2016	30,230
Charge for the year	2,711
Eliminated on disposal	(12,486)
At 31 October 2017	20,455
Carrying amount	
At 31 October 2017	8,258
At 31 October 2016	11,255

Included within the net book value of land and buildings above is £125 (2016 - £Nil) in respect of short leasehold land and buildings.

5 Stocks

	2017 £	2016 £
Work in progress	1,625	1,170
Other inventories	21,500	3,000
	23,125	4,170

6 Debtors

	2017 £	2016 £
Trade debtors	8,915	11,603
Prepayments	2,349	37
Other debtors	-	500
	11,264	12,140

7 Creditors

Creditors: amounts falling due within one year

	2017 £	2016 £
Due within one year		
Trade creditors	14,324	4,439
Taxation and social security	5,473	4,417
Other creditors	37,739	21,094
	57,536	29,950

Creditors: amounts falling due after more than one year

	Note	2017 £	2016 £
Due after one year			
Loans and borrowings	9	-	1,445

8 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary shares of £1 each	100	100	100	100

9 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Finance lease liabilities	-	1,445

10 Dividends

	2017 £	2016 £
Interim dividend of £160.00 (2016 - £160.00) per ordinary share	16,000	16,000

11 Related party transactions

Directors' remuneration

The directors' remuneration for the year was as follows:

	2017 £	2016 £
Remuneration	10,520	10,464