

Philip Watkins Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2020

Philip Watkins Limited

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Philip Watkins Limited

Company Information

Director	Mr Philip Charles Watkins
Company secretary	Mrs Ruth Watkins
Registered office	Melbourne House 27 Thorne Road Doncaster DN1 2EZ
Accountants	Voice & Co Accountancy Services Limited Chartered accountants Melbourne House 27 Thorne Road Doncaster DN1 2EZ

**Chartered Accountants' Report to the Director on the Preparation of the Unaudited Statutory
Accounts of
Philip Watkins Limited
for the Year Ended 31 March 2020**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Philip Watkins Limited for the year ended 31 March 2020 as set out on pages 3 to 12 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 Philip Watkins Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Philip Watkins Limited and state those matters that we have agreed to state to the Board of Directors of Philip Watkins 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 Philip Watkins Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Philip Watkins 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 Philip Watkins Limited. You consider that Philip Watkins 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 Philip Watkins 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.

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Voice & Co Accountancy Services Limited
Chartered accountants
Melbourne House
27 Thorne Road
Doncaster
DN1 2EZ

29 March 2021

Philip Watkins Limited
(Registration number: 07207232)
Balance Sheet as at 31 March 2020

	Note	2020 £	2019 £
Fixed assets			
Intangible assets	<u>4</u>	-	2,200
Tangible assets	<u>5</u>	105,958	64,091
		<u>105,958</u>	<u>66,291</u>
Current assets			
Stocks	<u>6</u>	102,920	78,920
Debtors	<u>7</u>	153,755	99,919
Cash at bank and in hand		31,630	30,931
		288,305	209,770
Creditors: Amounts falling due within one year	<u>8</u>	(233,250)	(155,888)
Net current assets		<u>55,055</u>	<u>53,882</u>
Total assets less current liabilities		161,013	120,173
Creditors: Amounts falling due after more than one year	<u>8</u>	(39,134)	(20,928)
Provisions for liabilities		<u>(13,879)</u>	<u>(8,649)</u>
Net assets		<u>108,000</u>	<u>90,596</u>
Capital and reserves			
Called up share capital	<u>9</u>	100	100
Profit and loss account		107,900	90,496
Shareholders' funds		<u>108,000</u>	<u>90,596</u>

Philip Watkins Limited
(Registration number: 07207232)
Balance Sheet as at 31 March 2020

For the financial year ending 31 March 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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.

Approved and authorised by the director on 29 March 2021

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Mr Philip Charles Watkins
Director

Philip Watkins Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

1 General information

The company is a private company limited by share capital, incorporated in England & Wales.

The address of its registered office is:

Melbourne House
27 Thorne Road
Doncaster
DN1 2EZ

The principal place of business is:

Hall Farm
Stainton
Rotherham
S66 7QY

These financial statements were authorised for issue by the director on 29 March 2021.

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.

Philip Watkins Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

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 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 & Equipment	20% on cost
Office equipment	33.3% on cost
Fixtures & Fittings	20% on cost
Improvements to leasehold property	10% on cost

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	10% on cost

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.

Philip Watkins Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

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.

Philip Watkins Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

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 the director) during the year, was 13 (2019 - 14).

Philip Watkins Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 April 2019	22,000	22,000
At 31 March 2020	22,000	22,000
Amortisation		
At 1 April 2019	19,800	19,800
Amortisation charge	2,200	2,200
At 31 March 2020	22,000	22,000
Carrying amount		
At 31 March 2020	-	-
At 31 March 2019	2,200	2,200

5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 April 2019	26,637	261,271	-	287,908
Additions	18,895	50,652	5,750	75,297
At 31 March 2020	45,532	311,923	5,750	363,205
Depreciation				
At 1 April 2019	8,068	215,749	-	223,817
Charge for the year	4,553	27,439	1,438	33,430
At 31 March 2020	12,621	243,188	1,438	257,247
Carrying amount				
At 31 March 2020	32,911	68,735	4,312	105,958
At 31 March 2019	18,569	45,522	-	64,091

Included within the net book value of land and buildings above is £32,911 (2019 - £18,569) in respect of short leasehold land and buildings.

Philip Watkins Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

6 Stocks

	2020	2019
	£	£
Work in progress	35,680	27,360
Other inventories	67,240	51,560
	<u>102,920</u>	<u>78,920</u>

7 Debtors

	2020	2019
	£	£
Trade debtors	113,611	59,696
Other debtors	40,144	40,223
	<u>153,755</u>	<u>99,919</u>

Philip Watkins Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

8 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Due within one year			
Bank loans and overdrafts	<u>10</u>	27,036	22,005
Trade creditors		148,341	66,804
Taxation and social security		18,362	33,526
Other creditors		29,692	23,093
Income tax liability		9,819	10,460
		<u>233,250</u>	<u>155,888</u>

Due after one year

Loans and borrowings	<u>10</u>	<u>39,134</u>	<u>20,928</u>
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Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings	<u>10</u>	<u>39,134</u>	<u>20,928</u>

9 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary shares of £1 each	100	100	100	100
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

Philip Watkins Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

10 Loans and borrowings

	2020 £	2019 £
Non-current loans and borrowings		
Hire purchase contracts	<u>39,134</u>	<u>20,928</u>
	2020 £	2019 £
Current loans and borrowings		
Hire purchase contracts	<u>27,036</u>	<u>22,005</u>

27 Thorne Road

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.