

DAVIES BROTHERS NURSERY LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018
PAGES FOR FILING WITH REGISTRAR

Company Registration No. 08422908 (England and Wales)

DAVIES BROTHERS NURSERY LIMITED

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DAVIES BROTHERS NURSERY LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2018

	Notes	2018 £	£	2017 £	£
Fixed assets					
Intangible assets	3		1		10,083
Tangible assets	4		88,068		104,001
Investments	5		100		100
			<u>88,169</u>		<u>114,184</u>
Current assets					
Stocks		4,975		5,550	
Debtors	6	954,474		939,681	
Cash at bank and in hand		789,531		476,479	
		<u>1,748,980</u>		<u>1,421,710</u>	
Creditors: amounts falling due within one year	7	<u>(958,329)</u>		<u>(909,451)</u>	
Net current assets			<u>790,651</u>		<u>512,259</u>
Total assets less current liabilities			<u>878,820</u>		<u>626,443</u>
Provisions for liabilities			<u>(16,733)</u>		<u>(19,760)</u>
Net assets			<u><u>862,087</u></u>		<u><u>606,683</u></u>
Capital and reserves					
Called up share capital	9		120		120
Profit and loss reserves			861,967		606,563
Total equity			<u><u>862,087</u></u>		<u><u>606,683</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 December 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

DAVIES BROTHERS NURSERY LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2018

The financial statements were approved by the board of directors and authorised for issue on 15 April 2019 and are signed on its behalf by:

M S Davies
Director

R E Davies
Director

Company Registration No. 08422908

DAVIES BROTHERS NURSERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

1 Accounting policies

Company information

Davies Brothers Nursery Limited is a private company limited by shares incorporated in England and Wales. The registered office is 166 College Road, Harrow, Middlesex, HA1 1RA.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts. Income is recognised in the period to which it relates.

1.3 Intangible fixed assets - goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 5 years.

1.4 Tangible fixed assets

Tangible fixed assets are measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery	15% reducing balance
Fixtures, fittings & equipment	15% reducing balance
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.5 Fixed asset investments

Investments in subsidiary undertakings are shown at historical cost less provision for impairments in value.

1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.7 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

DAVIES BROTHERS NURSERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

1 Accounting policies

(Continued)

1.8 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are measured at transaction price including transaction costs. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors that are classified as debt, are recognised at transaction price unless the arrangement constitutes a financing transaction. Financial liabilities classified as payable within one year are not amortised.

1.9 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

1.10 Retirement benefits

The company operates a defined contribution retirement benefit scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.11 Foreign exchange

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 11 (2017 - 12).

DAVIES BROTHERS NURSERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

3 Intangible fixed assets

	Total £
Cost	
At 1 January 2018 and 31 December 2018	151,250
Amortisation and impairment	
At 1 January 2018 and 31 December 2018	151,249
Carrying amount	
At 31 December 2018	1
At 31 December 2017	10,083

4 Tangible fixed assets

	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 January 2018	108,992	52,567	37,595	199,154
Additions	646	333	-	979
At 31 December 2018	109,638	52,900	37,595	200,133
Depreciation and impairment				
At 1 January 2018	52,856	16,332	25,965	95,153
Depreciation charged in the year	8,518	5,485	2,909	16,912
At 31 December 2018	61,374	21,817	28,874	112,065
Carrying amount				
At 31 December 2018	48,264	31,083	8,721	88,068
At 31 December 2017	56,136	36,235	11,630	104,001

5 Fixed asset investments

	2018 £	2017 £
Investments in group undertakings	100	100

DAVIES BROTHERS NURSERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

5	Fixed asset investments	(Continued)	
	Movements in fixed asset investments		Shares in group undertakings
			£
	Cost or valuation		
	At 1 January 2018 & 31 December 2018		100
			<hr/>
	Carrying amount		
	At 31 December 2018		100
			<hr/>
	At 31 December 2017		100
			<hr/>
6	Debtors	2018	2017
		£	£
	Amounts falling due within one year:		
	Amounts owed by group undertakings	952,203	937,203
	Other debtors	2,271	2,478
		<hr/>	<hr/>
		954,474	939,681
		<hr/>	<hr/>
7	Creditors: amounts falling due within one year	2018	2017
		£	£
	Trade creditors	71,525	50,549
	Corporation tax	110,704	97,949
	Other taxation and social security	40,261	36,640
	Other creditors	735,839	724,313
		<hr/>	<hr/>
		958,329	909,451
		<hr/>	<hr/>
8	Provisions for liabilities	2018	2017
		£	£
	Deferred tax liabilities	16,733	19,760
		<hr/>	<hr/>

DAVIES BROTHERS NURSERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

9 Called up share capital

	2018	2017
	£	£
Ordinary share capital		
Issued and fully paid		
20 "A" Ordinary shares of £1 each	20	20
20 "B" Ordinary shares of £1 each	20	20
20 "C" Ordinary shares of £1 each	20	20
20 "D" Ordinary shares of £1 each	20	20
20 "E" Ordinary shares of £1 each	20	20
20 "F" Ordinary shares of £1 each	20	20
	<u>120</u>	<u>120</u>

10 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2018	2017
£	£
<u>1,071</u>	<u>1,827</u>

11 Related party transactions

Included in other creditors is an amount of £731,909 (2017: £720,459) due to the directors as at the balance sheet date.

The company traded from a property owned by a partnership where the partners are R J Davies, R E Davies and M S Davies. The rent paid during the year totalled £1,050 (2017: £4,200).

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.