

Registered number
08739374

Avalon Cleaning Systems Limited

Report and Accounts

31 March 2019

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Avalon Cleaning Systems Limited
Report and accounts
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Avalon Cleaning Systems Limited
Company Information

Director

Mrs D Ladwa

Accountants

Paddy Parag Financial Consultants Ltd

4 Ternsford Close

Harrow

Middlesex

HA2 6LB

Registered office

2 Hamill Estate

Grovebury Road

Leighton Buzzard

Bedfordshire

LU7 4FF

Registered number

08739374

Avalon Cleaning Systems Limited

Registered number: 08739374

Director's Report

The director presents his report and accounts for the year ended 31 March 2019.

Principal activities

The company's principal activity during the year continued to be that of providing professional cleaning services to the public and institutions both local and government sectors

Directors

The following persons served as directors during the year:

Mrs D Ladwa

Political donations

There were no political donations during the year.

Third party indemnity provisions

The company has not provided any indemnity to any party.

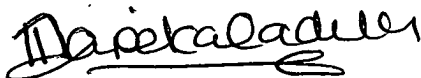
Employment of disabled persons

The company has made the necessary provisions in order to cater for disabled staff and ensures that the recruitment policy treats all future and current employees equally.

Small company provisions

This report has been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

This report was approved by the board on 12 December 2019 and signed on its behalf.



Mrs D Ladwa
Director

**Avalon Cleaning Systems Limited
Accountants' Report**

**Accountants' report to the director of
Avalon Cleaning Systems Limited**

You consider that the company is exempt from an audit for the year ended 31 March 2019. You have acknowledged, on the balance sheet, your responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts. These responsibilities include preparing accounts that give a true and fair view of the state of affairs of the company at the end of the financial year and of its profit or loss for the financial year.

In accordance with your instructions, we have prepared the accounts which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records of the company and on the basis of information and explanations you have given to us.

We have not carried out an audit or any other review, and consequently we do not express any opinion on these accounts.



Paddy Parag Financial Consultants Ltd
Chartered Certified Accountants

4 Tensford Close
Harrow
Middlesex
HA2 6LB

12 December 2019

PADDY PARAG FINANCIAL CONSULTANTS LTD.
Registered Accountants & Auditors (SA/UK)
Co. Reg. No. 05044452
Certified Public Accountants Association
Membership No. 071535084
Tel. +44 (0) 208 6211 933
Email: ppfconsultantsltd@hotmail.com

Avalon Cleaning Systems Limited
Profit and Loss Account
for the year ended 31 March 2019

	2019 £	2018 £
Turnover	1,828,099	1,594,871
Cost of sales	(1,521,085)	(1,265,521)
Gross profit	<u>307,014</u>	<u>329,350</u>
Distribution costs	(37,483)	(36,729)
Administrative expenses	(157,139)	(172,264)
Operating profit	<u>112,392</u>	<u>120,357</u>
Loss on the disposal of tangible fixed assets	-	(3,211)
Profit before taxation	<u>112,392</u>	<u>117,146</u>
Tax on profit	(21,356)	-
Profit for the financial year	<u><u>91,036</u></u>	<u><u>117,146</u></u>

Avalon Cleaning Systems Limited**Registered number:** 08739374**Balance Sheet****as at 31 March 2019**

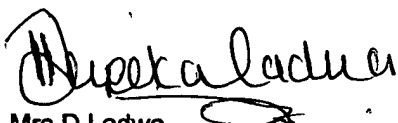
	Notes	2019 £	2018 £
Fixed assets			
Intangible assets	3	61,360	61,360
Tangible assets	4	54,735	80,215
		<u>116,095</u>	<u>141,575</u>
Current assets			
Stocks		3,600	2,882
Debtors	5	319,521	345,257
Cash at bank and in hand		613,962	411,505
		<u>937,083</u>	<u>759,644</u>
Creditors: amounts falling due within one year	6	(565,274)	(504,352)
Net current assets		<u>371,809</u>	<u>255,292</u>
Total assets less current liabilities		<u>487,904</u>	<u>396,867</u>
Creditors: amounts falling due after more than one year	7	(406,063)	(406,062)
Net assets/(liabilities)		<u>81,841</u>	<u>(9,195)</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		81,741	(9,295)
Shareholders' funds		<u>81,841</u>	<u>(9,195)</u>

The director is satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.



Mrs D Ladwa
Director

Approved by the board on 12 December 2019

Avalon Cleaning Systems Limited
Notes to the Accounts
for the year ended 31 March 2019

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard).

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

Intangible fixed assets

Intangible fixed assets are measured at cost less accumulative amortisation and any accumulative impairment losses.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Freehold buildings	over 50 years
Leasehold land and buildings	over the lease term
Plant and machinery	18% straight line
Fixtures, fittings, tools and equipment	18% straight line
Computer Equipment & Office equipment	18% straight line
Motor vehicles	18% straight line

Investments

Investments in subsidiaries, associates and joint ventures are measured at cost less any accumulated impairment losses. Listed investments are measured at fair value. Unlisted investments are measured at fair value unless the value cannot be measured reliably, in which case they are measured at cost less any accumulated impairment losses. Changes in fair value are included in the profit and loss account.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

Debtors

Avalon Cleaning Systems Limited
Notes to the Accounts
for the year ended 31 March 2019

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that 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, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

Foreign currency translation

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction. At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.

Leased assets

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases. The rights of use and obligations under finance leases are initially recognised as assets and liabilities at amounts equal to the fair value of the leased assets or, if lower, the present value of the minimum lease payments. Minimum lease payments are apportioned between the finance charge and the reduction in the outstanding liability using the effective interest rate method. The finance charge is allocated to each period during the lease so as to produce a constant periodic rate of interest on the remaining balance of the liability. Leased assets are depreciated in accordance with the company's policy for tangible fixed assets. If there is no reasonable certainty that ownership will be obtained at the end of the lease term, the asset is depreciated over the lower of the lease term and its useful life. Operating lease payments are recognised as an expense on a straight line basis over the lease term.

Avalon Cleaning Systems Limited
Notes to the Accounts
for the year ended 31 March 2019

Pensions

Contributions to defined contribution plans are expensed in the period to which they relate.

2 Employees	2019 Number	2018 Number
Average number of persons employed by the company	<u>211</u>	<u>125</u>
3 Intangible fixed assets		£
Goodwill:		
Cost		
At 1 April 2018		<u>175,312</u>
At 31 March 2019		<u>175,312</u>
Amortisation		
At 1 April 2018		<u>113,952</u>
At 31 March 2019		<u>113,952</u>
Net book value		
At 31 March 2019		<u>61,360</u>
At 31 March 2018		<u>61,360</u>

Goodwill is being written off in equal annual instalments over its estimated economic life of 5 years.

4 Tangible fixed assets	Plant and machinery etc £	Motor vehicles £	Total £
Cost			
At 1 April 2018	84,798	147,258	232,056
Additions	<u>7,115</u>	<u>12,750</u>	<u>19,865</u>
At 31 March 2019	<u>91,913</u>	<u>160,008</u>	<u>251,921</u>
Depreciation			
At 1 April 2018	57,375	94,466	151,841
Charge for the year	<u>16,543</u>	<u>28,802</u>	<u>45,345</u>
At 31 March 2019	<u>73,918</u>	<u>123,268</u>	<u>197,186</u>
Net book value			
At 31 March 2019	<u>17,995</u>	<u>36,740</u>	<u>54,735</u>
At 31 March 2018	<u>27,423</u>	<u>52,792</u>	<u>80,215</u>

Avalon Cleaning Systems Limited
Notes to the Accounts
for the year ended 31 March 2019

5 Debtors	2019	2018
	£	£
Trade debtors	<u>319,521</u>	<u>345,257</u>

6 Creditors: amounts falling due within one year	2019	2018
	£	£
Trade creditors	487,068	458,632
Taxation and social security costs	<u>78,206</u>	<u>45,720</u>
	<u>565,274</u>	<u>504,352</u>

7 Creditors: amounts falling due after one year	2019	2018
	£	£
Unsecured Long Term Loans	<u>406,063</u>	<u>406,062</u>
The long term loans are unsecured and repayable upon demand.		

8 Events after the reporting date

There were no material or subsequent events after the year end.

9 Pension commitments

The company operates a pension scheme in line with current laws and schemes as outlined by the government.

10 Contingent liabilities

The Directors have disclosed that there were no contingent liabilities at the year end.

11 Related party transactions

There were no related party transactions during the year.

12 Controlling party

The company is not subject to any controlling party other than its shareholders.

Avalon Cleaning Systems Limited
Notes to the Accounts
for the year ended 31 March 2019

13 Other information

Avalon Cleaning Systems Limited is a private company limited by shares and incorporated in England. Its registered office is:

2 Hamill Estate
Grovebury Road
Leighton Buzzard
Bedfordshire
LU7 4FF

Avalon Cleaning Systems Limited
Detailed profit and loss account
for the year ended 31 March 2019

This schedule does not form part of the statutory accounts

	2019 £	2018 £
Sales	1,828,099	1,594,871
Cost of sales	(1,521,085)	(1,265,521)
Gross profit	<u>307,014</u>	<u>329,350</u>
Distribution costs	(37,483)	(36,729)
Administrative expenses	(157,139)	(172,264)
Operating profit	<u>112,392</u>	<u>120,357</u>
Loss on the disposal of tangible fixed assets	-	(3,211)
Profit before tax	<u>112,392</u>	<u>117,146</u>

Avalon Cleaning Systems Limited
Detailed profit and loss account
for the year ended 31 March 2019

This schedule does not form part of the statutory accounts

	2019 £	2018 £
Sales		
Sales	<u>1,828,099</u>	<u>1,594,871</u>
Cost of sales		
Purchases	202,640	99,150
Subcontractor costs	13,191	19,615
Direct labour	1,300,871	1,142,968
Discounts allowed	<u>4,383</u>	<u>3,788</u>
	<u>1,521,085</u>	<u>1,265,521</u>
Distribution costs		
Distribution costs	<u>37,483</u>	<u>36,729</u>
Administrative expenses		
Employee costs:		
Staff training and welfare	5,877	2,010
Travel and subsistence	5,644	616
Motor expenses	<u>2,309</u>	<u>10,317</u>
	<u>13,830</u>	<u>12,943</u>
Premises costs:		
Rent	10,200	10,200
Light and heat	<u>2,696</u>	<u>1,369</u>
	<u>12,896</u>	<u>11,569</u>
General administrative expenses:		
Telephone and fax	7,854	5,164
Postage	1,047	1,268
Office Operational costs	5,919	4,007
Stationery and printing	1,635	2,049
Subscriptions	9,856	8,916
Bank charges	3,448	3,075
Insurance	15,383	14,809
Equipment hire	1,694	312
Repairs and maintenance	8,681	2,103
Depreciation	45,346	78,738
Bad debts	560	-
Sundry expenses	<u>5,398</u>	<u>4,745</u>
	<u>106,821</u>	<u>125,186</u>
Legal and professional costs:		
Advertising and PR	16,022	15,416
Other legal and professional	<u>7,570</u>	<u>7,150</u>
	<u>23,592</u>	<u>22,566</u>
	<u>157,139</u>	<u>172,264</u>