

FAWCETT & HETHERINGTON FUNERAL SERVICE LIMITED

**Filleted Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2021**

Fawcett & Hetherington Funeral Service Limited

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Fawcett & Hetherington Funeral Service Limited

Company Information

Directors	Mr A J Fawcett Mrs P Fawcett Mr A R Fawcett Mr T P Fawcett
Registered office	King George House 92 High Street Middlesbrough TS6 9EG
Accountants	MHA Tait Walker Chartered Accountants 1 Massey Road Thornaby Stockton-on-Tees TS17 6DY

Fawcett & Hetherington Funeral Service Limited

(Registration number: 08909304)

Statement of Financial Position as at 31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	<u>4</u>	722,819	797,295
Current assets			
Stocks	<u>5</u>	46,294	21,197
Debtors	<u>6</u>	150,225	165,496
Cash at bank and in hand		299,814	248,025
		<u>496,333</u>	<u>434,718</u>
Creditors: Amounts falling due within one year	<u>7</u>	<u>(390,908)</u>	<u>(473,097)</u>
Net current assets/(liabilities)		<u>105,425</u>	<u>(38,379)</u>
Total assets less current liabilities		828,244	758,916
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(185,273)</u>	<u>(225,000)</u>
Provisions for liabilities		<u>(59,697)</u>	<u>(69,932)</u>
Net assets		<u>583,274</u>	<u>463,984</u>
Capital and reserves			
Called up share capital		2	2
Profit and loss account		<u>583,272</u>	<u>463,982</u>
Total equity		<u>583,274</u>	<u>463,984</u>

For the financial year ending 31 March 2021 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 financial statements 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 financial statements.

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 Income Statement has been taken.

The notes on pages 4 to 10 form an integral part of these financial statements.

Fawcett & Hetherington Funeral Service Limited

(Registration number: 08909304)

Statement of Financial Position as at 31 March 2021 (continued)

Approved and authorised by the Board on 8 November 2021 and signed on its behalf by:

.....

Mr A J Fawcett

Director

The notes on pages 4 to 10 form an integral part of these financial statements.

Fawcett & Hetherington Funeral Service Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

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 King George House, 92 High Street, Middlesbrough, TS6 9EG.

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.

These financial statements are prepared in sterling which is the functional currency of the entity.

Going concern

The company meets its day to day working capital requirements through cash generated from operations and shareholding funding. The directors have assessed the potential impact of the COVID-19 virus and the financial impact on the company and have developed a business continuity plan should the impact of the pandemic widen.

The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for a period of at least 12 months from the date of signing these financial statements. The company therefore continues to adopt the going concern basis in preparing its financial statements.

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 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.

Fawcett & Hetherington Funeral Service Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021 (continued)

2 Accounting policies (continued)

Government grants

Government grants are recognised based on the accruals model and are measured at the fair value of the asset received or receivable. Grants are classified as related either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of the grant relating to an asset is deferred, it is recognised as a deferred income.

Other operating income includes £8,024 UK Government assistance provided through the Coronavirus Job Retention Scheme during the COVID-19 pandemic. There is also £25,000 recognised within other operating income, whereby the company benefited from the business relief grant made available by the government.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a charge 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.

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:

Fawcett & Hetherington Funeral Service Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021 (continued)

2 Accounting policies (continued)

Asset class	Depreciation method and rate
Freehold property	2% straight line
Fixtures and fittings	Between 10% and 20% on written down value
Motor vehicles	Over 4 to 7 years straight line

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.

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 Income Statement 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.

Fawcett & Hetherington Funeral Service Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021 (continued)

2 Accounting policies (continued)

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 Statement of Financial Position as a finance lease obligation.

Lease payments are apportioned between finance costs in the Income Statement 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 directors) during the year, was 19 (2020 - 18).

Fawcett & Hetherington Funeral Service Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021 (continued)

4 Tangible assets

	Land and buildings £	Fixtures and fittings £	Motor vehicles £	Total £
Cost or valuation				
At 1 April 2020	373,195	56,592	566,572	996,359
Additions	-	1,770	-	1,770
Disposals	-	-	(12,315)	(12,315)
At 31 March 2021	373,195	58,362	554,257	985,814
Depreciation				
At 1 April 2020	36,822	18,815	143,426	199,063
Charge for the year	7,465	4,745	54,127	66,337
Eliminated on disposal	-	-	(2,405)	(2,405)
At 31 March 2021	44,287	23,560	195,148	262,995
Carrying amount				
At 31 March 2021	328,908	34,802	359,109	722,819
At 31 March 2020	336,373	37,776	423,146	797,295

5 Stocks

	2021 £	2020 £
Other inventories	46,294	21,197

6 Debtors

	2021 £	2020 £
Trade debtors	146,634	162,374
Prepayments	2,914	3,122
Other debtors	677	-
	150,225	165,496

Fawcett & Hetherington Funeral Service Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021 (continued)

7 Creditors

Creditors: amounts falling due within one year

	2021 £	2020 £
Due within one year		
Loan and borrowings	39,727	39,727
Trade creditors	33,432	9,259
Taxation and social security	2,967	4,417
Accruals and deferred income	5,891	4,709
Other creditors	59	54
Corporation tax liability	60,480	53,771
Directors' loan accounts	248,352	361,160
	<u>390,908</u>	<u>473,097</u>

Loans and borrowings include hire purchase debt secured against the assets to which it relates.

Creditors: amounts falling due after more than one year

	2021 £	2020 £
Due after one year		
Loans and borrowings	<u>185,273</u>	<u>225,000</u>

Loans and borrowings include hire purchase debt secured against the assets to which it relates.

8 Financial commitments, guarantees and contingencies

Amounts not provided for in the statement of financial position

The company has total operating lease commitments of £Nil (2020 - £237).

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021
(continued)

Transactions with directors

	At 1 April 2020	Advances to directors	Repayments by director	At 31 March
	£	£	£	2021
2021				£
Mr A J Fawcett				
Director loan account	(311,694)	165,451	(40,000)	(186,242)
Mrs P Fawcett				
Director loan account	(50,085)	24,951	(40,000)	(65,134)
	At 1 April 2019	Advances to directors	Repayments by director	At 31 March
	£	£	£	2020
2020				£
Mr A J Fawcett				
Director loan account	(298,049)	26,355	(40,000)	(311,694)
Mrs P Fawcett				
Director loan account	(36,440)	26,355	(40,000)	(50,085)

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.