

K Hough Contractors Limited
Unaudited Financial Statements
for the Year Ended 31 March 2021

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for the Year Ended 31 March 2021

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K Hough Contractors Limited
Company Information
for the Year Ended 31 March 2021

DIRECTOR: Mr K Hough

REGISTERED OFFICE: Lakeside Offices
The Old Cattle Market
Coronation Park
Helston
Cornwall
TR13 0SR

REGISTERED NUMBER: 10687311 (England and Wales)

ACCOUNTANTS: Atkins Ferrie Chartered Accountants
Lakeside Offices
The Old Cattle Market
Coronation Park
Helston
Cornwall
TR13 0SR

K Hough Contractors Limited (Registered number: 10687311)

Balance Sheet
31 March 2021

| | Notes | £ | 2021 £ | £ | 2020 £ |
|--|-------|----------------|------------------|----------------|-----------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 4 | | 764,091 | | 413,974 |
| CURRENT ASSETS | | | | | |
| Stocks | | 389,000 | | - | |
| Debtors | 5 | 462,599 | | 373,366 | |
| Cash at bank | | <u>12,846</u> | | <u>26,780</u> | |
| | | 864,445 | | 400,146 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 6 | <u>722,353</u> | | <u>314,395</u> | |
| NET CURRENT ASSETS | | | <u>142,092</u> | | <u>85,751</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 906,183 | | 499,725 |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 7 | | (571,579) | | (185,704) |
| PROVISIONS FOR LIABILITIES | | | <u>(145,177)</u> | | <u>(78,829)</u> |
| NET ASSETS | | | <u>189,427</u> | | <u>235,192</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | | | 100 | | 100 |
| Retained earnings | | | <u>189,327</u> | | <u>235,092</u> |
| | | | <u>189,427</u> | | <u>235,192</u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2021 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the director and authorised for issue on 31 March 2022 and were signed by:

Mr K Hough - Director

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

1. STATUTORY INFORMATION

K Hough Contractors Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Tangible fixed assets are recognised at cost less any accumulated depreciation and impairment losses.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant & machinery - 20% on cost

Computer equipment - 25% on cost

Motor vehicles - 25% reducing balance

Fixtures & fittings - 33% on cost

Stocks

Work in progress is valued at the lower of cost and net realisable value.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Going concern

Subsequent to the balance sheet date, the UK has been significantly impacted by the Covid-19 pandemic. The impact on many businesses and sectors across the UK, Europe and the globe have been unprecedented, and at the date of approval of these financial statements, the outcome of the outbreak still remains uncertain.

The director's conclusion is that the long-term impact on the company should be minimal. Therefore, the director anticipates that the company will continue to operate within its available resources, and be able to tolerate a reasonable level of unforeseen circumstance for a period of at least 12 months from the date of these financial statements. The financial statements have therefore been prepared on a going concern basis.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 17 (2020 - 15) .

4. TANGIBLE FIXED ASSETS

| | Plant and machinery £ | Fixtures and fittings £ | Motor vehicles £ | Computer equipment £ | Totals £ |
|-----------------------|-----------------------------|----------------------------------|------------------------|----------------------------|------------------|
| COST | | | | | |
| At 1 April 2020 | 537,697 | 2,911 | 82,810 | 1,458 | 624,876 |
| Additions | 573,020 | - | 19,167 | - | 592,187 |
| At 31 March 2021 | <u>1,110,717</u> | <u>2,911</u> | <u>101,977</u> | <u>1,458</u> | <u>1,217,063</u> |
| DEPRECIATION | | | | | |
| At 1 April 2020 | 178,785 | 2,503 | 28,521 | 1,093 | 210,902 |
| Charge for year | 222,944 | 397 | 18,364 | 365 | 242,070 |
| At 31 March 2021 | <u>401,729</u> | <u>2,900</u> | <u>46,885</u> | <u>1,458</u> | <u>452,972</u> |
| NET BOOK VALUE | | | | | |
| At 31 March 2021 | <u>708,988</u> | <u>11</u> | <u>55,092</u> | <u>-</u> | <u>764,091</u> |
| At 31 March 2020 | <u>358,912</u> | <u>408</u> | <u>54,289</u> | <u>365</u> | <u>413,974</u> |

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

4. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

| | Plant and machinery £ | Motor vehicles £ | Totals £ |
|-----------------------|-----------------------------|------------------------|----------------|
| COST | | | |
| At 1 April 2020 | 459,800 | 20,610 | 480,410 |
| Additions | 524,004 | - | 524,004 |
| Transfer to ownership | (56,000) | - | (56,000) |
| At 31 March 2021 | <u>927,804</u> | <u>20,610</u> | <u>948,414</u> |
| DEPRECIATION | | | |
| At 1 April 2020 | 137,360 | 9,017 | 146,377 |
| Charge for year | 186,361 | 2,898 | 189,259 |
| At 31 March 2021 | <u>323,721</u> | <u>11,915</u> | <u>335,636</u> |
| NET BOOK VALUE | | | |
| At 31 March 2021 | <u>604,083</u> | <u>8,695</u> | <u>612,778</u> |
| At 31 March 2020 | <u>322,440</u> | <u>11,593</u> | <u>334,033</u> |

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2021 £ | 2020 £ |
|---------------|----------------|----------------|
| Trade debtors | 378,977 | 314,726 |
| Other debtors | <u>83,622</u> | <u>58,640</u> |
| | <u>462,599</u> | <u>373,366</u> |

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2021 £ | 2020 £ |
|------------------------------|----------------|----------------|
| Bank loans and overdrafts | 8,333 | - |
| Hire purchase contracts | 291,001 | 125,748 |
| Trade creditors | 247,265 | 126,742 |
| Taxation and social security | 132,567 | 17,995 |
| Other creditors | <u>43,187</u> | <u>43,910</u> |
| | <u>722,353</u> | <u>314,395</u> |

7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

| | 2021 £ | 2020 £ |
|-------------------------|----------------|----------------|
| Bank loans | 41,667 | - |
| Hire purchase contracts | 369,912 | 185,704 |
| Other creditors | <u>160,000</u> | <u>-</u> |
| | <u>571,579</u> | <u>185,704</u> |

Amounts falling due in more than five years:

| | | |
|--------------------------------|--------------|----------|
| Repayable by instalments | | |
| Bank loans more 5 yr by instal | <u>1,667</u> | <u>-</u> |

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

8. SECURED DEBTS

The following secured debts are included within creditors:

| | 2021 | 2020 |
|-------------------------|----------------|----------------|
| | £ | £ |
| Hire purchase contracts | <u>660,913</u> | <u>311,452</u> |

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.