

Registered number: SC205786

**HOWDEN BLACKSMITHS LTD.
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

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**Howden Blacksmiths Ltd.
Unaudited Financial Statements
For The Year Ended 31 March 2019**

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Howden Blacksmiths Ltd.
Balance Sheet
As at 31 March 2019

Registered number: SC205786

		2019		2018	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible Assets	4		649,938		661,542
			649,938		661,542
CURRENT ASSETS					
Stocks	5	169,910		146,967	
Debtors	6	694,479		643,280	
Cash at bank and in hand		886,900		770,403	
		1,751,289		1,560,650	
Creditors: Amounts Falling Due Within One Year	7	(833,905)		(622,358)	
NET CURRENT ASSETS (LIABILITIES)			917,384		938,292
TOTAL ASSETS LESS CURRENT LIABILITIES			1,567,322		1,599,834
Creditors: Amounts Falling Due After More Than One Year	8		(138,953)		(189,944)
NET ASSETS			1,428,369		1,409,890
CAPITAL AND RESERVES					
Called up share capital	9		100		100
Profit and Loss Account			1,428,269		1,409,790
SHAREHOLDERS' FUNDS			1,428,369		1,409,890

**Howden Blacksmiths Ltd.
Balance Sheet (continued)
As at 31 March 2019**

For the year ending 31 March 2019 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 in accordance with section 476 of the Companies Act 2006.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.
- The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board



Mrs LINDA MACLAUGHLAN

31/10/2019

The notes on pages 3 to 6 form part of these financial statements.

Howden Blacksmiths Ltd.
Notes to the Financial Statements
For The Year Ended 31 March 2019

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. 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 is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

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. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

1.3. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & Machinery	25% reducing balance
Motor Vehicles	25% reducing balance
Fixtures & Fittings	25% reducing balance

1.4. Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in the creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period. Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.5. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

Howden Blacksmiths Ltd.
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2019

1.6. Taxation

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

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other year and 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 end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and asset reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

4. Tangible Assets

	Land & Property				
	Freehold	Plant & Machinery	Motor Vehicles	Fixtures & Fittings	Total
	£	£	£	£	£
Cost					
As at 1 April 2018	426,506	200,633	339,358	117,526	1,084,023
Additions	48,010	2,050	31,593	595	82,248
Disposals	-	-	(91,019)	-	(91,019)
As at 31 March 2019	<u>474,516</u>	<u>202,683</u>	<u>279,932</u>	<u>118,121</u>	<u>1,075,252</u>
Depreciation					
As at 1 April 2018	-	170,143	160,520	91,818	422,481
Provided during the period	-	8,135	43,763	6,575	58,473
Disposals	-	-	(55,640)	-	(55,640)
As at 31 March 2019	<u>-</u>	<u>178,278</u>	<u>148,643</u>	<u>98,393</u>	<u>425,314</u>
Net Book Value					
As at 31 March 2019	<u>474,516</u>	<u>24,405</u>	<u>131,289</u>	<u>19,728</u>	<u>649,938</u>
As at 1 April 2018	<u>426,506</u>	<u>30,490</u>	<u>178,838</u>	<u>25,708</u>	<u>661,542</u>

Howden Blacksmiths Ltd.
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2019

5. Stocks

	2019	2018
	£	£
Stock - materials	169,910	146,967
	<u>169,910</u>	<u>146,967</u>

6. Debtors

	2019	2018
	£	£
Due within one year		
Trade debtors	589,751	548,085
VAT Debtor	100,830	93,644
Other debtors (1)	3,898	1,551
	<u>694,479</u>	<u>643,280</u>

7. Creditors: Amounts Falling Due Within One Year

	2019	2018
	£	£
Net obligations under finance lease and hire purchase contracts	56,213	68,240
Trade creditors	638,457	413,139
Corporation tax	94,339	107,288
PAYE/NIC creditor	35,176	30,218
Accruals and deferred income	2,750	2,750
Directors' loan accounts	6,970	723
	<u>833,905</u>	<u>622,358</u>

8. Creditors: Amounts Falling Due After More Than One Year

	2019	2018
	£	£
Hire Purchase Creditor	38,226	72,642
Bank loans	100,727	117,302
	<u>138,953</u>	<u>189,944</u>

9. Share Capital

	2019	2018
	£	£
Allotted, Called up and fully paid	100	100

Howden Blacksmiths Ltd.
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2019

10. Dividends

	2019	2018
	£	£
On equity shares:		
Final dividend paid	345,000	314,000
	<u>345,000</u>	<u>314,000</u>

11. General Information

Howden Blacksmiths Ltd. is a private company, limited by shares, incorporated in Scotland, registered number SC205786. The registered office is 6 ROBERTSON ROAD, DUNBLANE, FK15 0NP.