

**Registered number: 00574711**

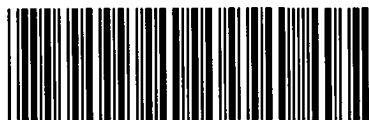
## **Begg & Co. Thermoplastics Limited**

**Unaudited**

**Directors' report and financial statements**

**For the Year Ended 31 December 2019**

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## **Begg & Co. Thermoplastics Limited**

### **Company Information**

<b>Directors</b>	M W C Begg Mrs M Begg Mrs M Nicholls
<b>Company secretary</b>	Mrs M Nicholls
<b>Registered number</b>	00574711
<b>Registered office</b>	37 St. Margarets Street Canterbury Kent CT1 2TU
<b>Accountants</b>	Kreston Reeves LLP Chartered Accountants Montague Place Quayside Chatham Maritime Chatham Kent ME4 4QU
<b>Bankers</b>	HSBC Bank plc 38 High Street Dartford Kent DA1 1DG

## **Begg & Co. Thermoplastics Limited**

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# **Begg & Co. Thermoplastics Limited**

## **Directors' report For the Year Ended 31 December 2019**

The Directors present their report and the financial statements for the year ended 31 December 2019.

### **Directors**

The Directors who served during the year were:

M W C Begg  
Mrs M Begg  
Mrs M Nicholls

### **Small companies note**

In preparing this report, the Directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the Board on 16 March 2020 and signed on its behalf.



**Mrs M Nicholls**  
Secretary

## **Begg & Co. Thermoplastics Limited**

### **Chartered accountants' report to the Board of Directors on the preparation of the unaudited statutory financial statements of Begg & Co. Thermoplastics Limited for the Year Ended 31 December 2019**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Begg & Co. Thermoplastics Limited for the year ended 31 December 2019 which comprise the Statement of comprehensive income, the Balance sheet, the Statement of changes in equity and the related notes from the Company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Begg & Co. Thermoplastics Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Begg & Co. Thermoplastics Limited and state those matters that we have agreed to state to the Board of Directors of Begg & Co. Thermoplastics Limited, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Begg & Co. Thermoplastics Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Begg & Co. Thermoplastics Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Begg & Co. Thermoplastics Limited. You consider that Begg & Co. Thermoplastics Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of Begg & Co. Thermoplastics Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.



**Kreston Reeves LLP**

Chartered Accountants

Chatham Maritime

Date: 18 March 2020

**Begg & Co. Thermoplastics Limited****Statement of comprehensive income  
For the Year Ended 31 December 2019**

	2019 £	2018 £
Turnover	7,749,462	5,496,385
Cost of sales	(7,113,582)	(5,081,805)
<b>Gross profit</b>	<b>635,880</b>	<b>414,580</b>
Distribution costs	(141,067)	(91,032)
Administrative expenses	(346,063)	(323,473)
<b>Operating profit</b>	<b>148,750</b>	<b>75</b>
Interest receivable and similar income	1,331	878
Interest payable and expenses	(35,182)	(18,780)
<b>Profit/(loss) before tax</b>	<b>114,899</b>	<b>(17,827)</b>
Tax on profit/(loss)	(20,293)	1,531
<b>Profit/(loss) for the financial year</b>	<b>94,606</b>	<b>(16,296)</b>

There were no recognised gains and losses for 2019 or 2018 other than those included in the statement of comprehensive income.

The notes on pages 6 to 11 form part of these financial statements.

**Begg & Co. Thermoplastics Limited**  
**Registered number: 00574711**

**Balance sheet**  
**As at 31 December 2019**

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	5	226,386	218,082
<b>Current assets</b>			
Stocks		744,959	544,544
Debtors: amounts falling due within one year	6	1,692,802	1,356,242
Cash at bank and in hand		64,520	67,768
		<u>2,502,281</u>	<u>1,968,554</u>
Creditors: amounts falling due within one year	7	<u>(2,082,614)</u>	<u>(1,428,189)</u>
<b>Net current assets</b>		<b>419,667</b>	<b>540,365</b>
<b>Net assets</b>		<u><b>646,053</b></u>	<u><b>758,447</b></u>
<b>Capital and reserves</b>			
Called up share capital	8	999	1,998
Revaluation reserve		178,259	178,259
Capital redemption reserve		999	-
Profit and loss account		<u>465,796</u>	<u>578,190</u>
		<u><b>646,053</b></u>	<u><b>758,447</b></u>

The Directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

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 financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the Board and were signed on its behalf on  
16 March 2020



**Mrs M Nicholls**  
Director

The notes on pages 6 to 11 form part of these financial statements.

**Begg & Co. Thermoplastics Limited**

**Statement of changes in equity  
For the Year Ended 31 December 2019**

	Called up share capital	Capital redemption reserve	Revaluation reserve	Profit and loss account	Total equity
	£	£	£	£	£
<b>At 1 January 2018</b>	<b>1,998</b>	<b>-</b>	<b>178,259</b>	<b>594,486</b>	<b>774,743</b>
Loss for the year	-	-	-	(16,296)	(16,296)
<b>At 1 January 2019</b>	<b>1,998</b>	<b>-</b>	<b>178,259</b>	<b>578,190</b>	<b>758,447</b>
Profit for the year	-	-	-	94,606	94,606
Purchase of own shares	(999)	999	-	(201,000)	(201,000)
Dividends: Equity capital	-	-	-	(6,000)	(6,000)
<b>At 31 December 2019</b>	<b>999</b>	<b>999</b>	<b>178,259</b>	<b>465,796</b>	<b>646,053</b>

The notes on pages 6 to 11 form part of these financial statements.

## **Begg & Co. Thermoplastics Limited**

### **Notes to the financial statements For the Year Ended 31 December 2019**

#### **1. General information**

Begg & Co Thermoplastics Limited is a private company limited by shares and is incorporated in England with the registration number 00574711. The address of the registered office is 37 St Margaret's Street, Canterbury, Kent CT1 2TU. The Company's principal activities continued to be supplying and compounding plastic moulding powders and other ancillary activities.

#### **2. Accounting policies**

##### **2.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

##### **2.2 Going concern**

The Directors assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. The Directors make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that the Company has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the Company's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

##### **2.3 Foreign currency translation**

###### **Functional and presentation currency**

The Company's functional and presentational currency is GBP.

###### **Transactions and balances**

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of comprehensive income except when deferred in other comprehensive income as qualifying cash flow hedges.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Statement of comprehensive income within 'finance income or costs'. All other foreign exchange gains and losses are presented in the Statement of comprehensive income within 'other operating income'.

**Notes to the financial statements  
For the Year Ended 31 December 2019**

**2. Accounting policies (continued)**

**2.4 Revenue**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

**Sale of goods**

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

**Rendering of services**

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

**2.5 Interest income**

Interest income is recognised in the Statement of comprehensive income using the effective interest method.

**2.6 Finance costs**

Finance costs are charged to the Statement of comprehensive income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

**2.7 Borrowing costs**

All borrowing costs are recognised in the Statement of comprehensive income in the year in which they are incurred.

**Notes to the financial statements  
For the Year Ended 31 December 2019**

**2. Accounting policies (continued)**

**2.8 Taxation**

Tax is recognised in the Statement of comprehensive income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

**2.9 Tangible fixed assets**

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method for fixtures and fittings and office equipment and the reducing balance basis for plant and machinery.

Depreciation is provided on the following basis:

S/Term Leasehold Property	- over the term of the lease
Plant & machinery	- 10% reducing balance
Fixtures & fittings	- 10% straight line
Office equipment	- 25% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of comprehensive income.

**2.10 Revaluation of tangible fixed assets**

Individual freehold and leasehold properties are carried at current year value at fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Revaluations are undertaken with sufficient regularity to ensure the carrying amount does not differ materially from that which would be determined using fair value at the Balance sheet date.

Fair values are determined from market based evidence normally undertaken by professionally qualified valuers.

Revaluation gains and losses are recognised in the Statement of comprehensive income unless losses exceed the previously recognised gains or reflect a clear consumption of economic benefits, in which case the excess losses are recognised in profit or loss.

**Notes to the financial statements  
For the Year Ended 31 December 2019**

**2. Accounting policies (continued)**

**2.11 Stocks**

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

**2.12 Debtors**

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

**2.13 Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

**2.14 Creditors**

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

**2.15 Financial instruments**

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

**2.16 Dividends**

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

# Begg & Co. Thermoplastics Limited

## Notes to the financial statements For the Year Ended 31 December 2019

### 3. Employees

The average monthly number of employees, including directors, during the year was 8 (2018 - 7).

### 4. Dividends

	2019 £	2018 £
Dividends paid	6,000	-
	<u>6,000</u>	<u>-</u>

### 5. Tangible fixed assets

	Short Term Leasehold Property £	Plant & machinery £	Fixtures, fittings & equipment £	Total £
<b>Cost or valuation</b>				
At 1 January 2019	275,000	226,171	68,933	570,104
Additions	-	5,485	16,566	22,051
Disposals	-	-	(14,561)	(14,561)
At 31 December 2019	<u>275,000</u>	<u>231,656</u>	<u>70,938</u>	<u>577,594</u>
<b>Depreciation</b>				
At 1 January 2019	82,186	211,238	58,598	352,022
Charge for the year on owned assets	6,322	2,043	5,382	13,747
Disposals	-	-	(14,561)	(14,561)
At 31 December 2019	<u>88,508</u>	<u>213,281</u>	<u>49,419</u>	<u>351,208</u>
<b>Net book value</b>				
At 31 December 2019	<u>186,492</u>	<u>18,375</u>	<u>21,519</u>	<u>226,386</u>
At 31 December 2018	<u>192,814</u>	<u>14,933</u>	<u>10,335</u>	<u>218,082</u>

## Begg & Co. Thermoplastics Limited

### Notes to the financial statements For the Year Ended 31 December 2019

#### 6. Debtors

	2019 £	2018 £
Trade debtors	1,669,013	1,332,804
Other debtors	5,116	5,821
Prepayments and accrued income	18,673	17,617
	<u>1,692,802</u>	<u>1,356,242</u>

#### 7. Creditors: Amounts falling due within one year

	2019 £	2018 £
Bank overdrafts	1,225,776	627,706
Trade creditors	607,684	614,134
Corporation tax	18,762	-
Other taxation and social security	212,539	151,132
Accruals and deferred income	17,853	35,217
	<u>2,082,614</u>	<u>1,428,189</u>

#### 8. Share capital

	2019 £	2018 £
<b>Allotted, called up and fully paid</b>		
999 (2018 - 1,998) Ordinary shares of £1.00 each	999	1,998

#### 9. Related party transactions

The Company has not undertaken any related party transactions during the financial year (2018: £Nil).

The remuneration and other employment benefits paid to key management personnel, including employer's national insurance contributions, amounted to £75,730 (2018: £80,949) in the year.

**Begg & Co. Thermoplastics Limited****Schedule to the detailed accounts  
For the Year Ended 31 December 2019**

	2019 £	2018 £
<b>Turnover</b>		
Sales - UK	7,674,219	5,395,198
Sales - Other EC countries	-	875
Sales - Rest of world	75,243	100,312
	<u>7,749,462</u>	<u>5,496,385</u>
	2019 £	2018 £
<b>Cost of sales</b>		
Opening stocks	544,544	580,746
Closing stocks	(744,959)	(544,544)
Purchases	7,282,895	5,015,890
Wages	31,102	29,713
	<u>7,113,582</u>	<u>5,081,805</u>
	2019 £	2018 £
<b>Selling and distribution expenses</b>		
Advertising	2,046	-
Packaging and pallets	3,664	3,253
Transport	135,357	87,779
	<u>141,067</u>	<u>91,032</u>

# **Begg & Co. Thermoplastics Limited**

## **Schedule to the detailed accounts For the Year Ended 31 December 2019**

	2019 £	2018 £
<b>Administration expenses</b>		
Director's remuneration	81,837	56,776
Office salaries and pension	100,316	126,011
Staff training	-	735
Entertainment	241	379
Motor, travelling and entertaining	27,502	22,486
Consultancy	8,911	7,602
Printing, postage, stationery and advertising	980	1,427
Telephone	3,274	2,686
Trade subscriptions	1,424	744
Accountancy fees	6,590	4,030
Bank charges	6,315	2,150
Bad debts	4,519	-
Difference on foreign exchange	(6,562)	(1,525)
Sundry expenses	542	693
Cleaning	2,373	2,344
General insurance	11,742	10,434
Depreciation	13,747	9,031
Discounting charges	20,109	14,132
Credit insurance	225	725
	<u>284,085</u>	<u>260,860</u>
	2019 £	2018 £
<b>Establishment</b>		
Rent	3,750	3,750
Rates and water	33,136	32,046
Light, heat and power	9,445	6,485
Building maintenance	4,815	7,432
Plant and equipment maintenance	8,907	9,821
Factory expenses	1,925	3,079
	<u>61,978</u>	<u>62,613</u>

**Begg & Co. Thermoplastics Limited**

**Schedule to the detailed accounts  
For the Year Ended 31 December 2019**

	<b>2019 £</b>	<b>2018 £</b>
<b>Interest receivable</b>		
Other interest receivable	<b>1,331</b>	<b>878</b>
	<b>2019 £</b>	<b>2018 £</b>
<b>Interest payable</b>		
Bank loan interest payable	<b>35,182</b>	<b>18,780</b>