

Company registration number: 03069518

**Pulham Steels Limited
Filleter Annual Report and Unaudited Financial Statements
for the Year Ended 31 July 2021**

PULHAM STEELS LIMITED

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PULHAM STEELS LIMITED

(Registration number: 03069518)

Balance Sheet as at 31 July 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	<u>4</u>	369,819	345,261
Current assets			
Stocks	<u>5</u>	858,519	826,477
Debtors	<u>6</u>	2,982,867	2,166,662
Cash at bank and in hand		<u>1,592,255</u>	<u>765,146</u>
		5,433,641	3,758,285
Creditors: Amounts falling due within one year	<u>7</u>	<u>(3,597,549)</u>	<u>(2,677,500)</u>
Net current assets		<u>1,836,092</u>	<u>1,080,785</u>
Total assets less current liabilities		2,205,911	1,426,046
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(354,336)</u>	<u>(514,904)</u>
Provisions for liabilities			
Deferred tax liabilities		<u>(90,132)</u>	<u>(63,044)</u>
Net assets		<u><u>1,761,443</u></u>	<u><u>848,098</u></u>
Capital and reserves			
Called up share capital		2	2
Profit and loss account		<u>1,761,441</u>	<u>848,096</u>
Total equity		<u><u>1,761,443</u></u>	<u><u>848,098</u></u>

PULHAM STEELS LIMITED

(Registration number: 03069518)

Balance Sheet as at 31 July 2021

For the financial year ending 31 July 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 accounts 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 accounts.

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006. The option not to file the profit and loss account and directors' report has been taken.

Approved and authorised by the Board on 7 February 2022 and signed on its behalf by:

P J Cahill
Director

PULHAM STEELS LIMITED

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

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

The Old Sawmills
Pulham
Dorchester
Dorset
DT2 7DX

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 presented in Sterling (£).

Turnover 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 sales/value added tax, returns, rebates and discounts.

The company recognises revenue on despatch of goods.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in the profit and loss account, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current 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.

PULHAM STEELS LIMITED

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

Deferred tax is recognised on timing differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Deferred tax liabilities are presented within provisions for liabilities on the balance sheet.

Tangible assets

Tangible assets are stated at cost, less accumulated depreciation and accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation of tangible assets

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:

Asset class	Depreciation method and rate
Plant and machinery	25% reducing balance
Motor vehicles	25% reducing balance
Furniture, fittings and equipment	33% straight line

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

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.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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.

PULHAM STEELS LIMITED

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

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 Profit and Loss Account 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.

Assets held under hire purchase agreements are capitalised as tangible fixed assets with the future obligation being recognised as a liability. Finance costs are recognised in the Profit and Loss Account calculated at a constant periodic rate of interest over the term of the liability.

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 Balance Sheet as a finance lease obligation.

Assets held under hire purchase agreements are capitalised as tangible fixed assets and are depreciated over their useful economic lives. The capital element of future finance payments is included within creditors. Finance charges are allocated to accounting periods over the length of the contract to achieve a constant periodic rate of interest on the remaining balance of the liability.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

PULHAM STEELS LIMITED

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

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

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payments obligations.

The contributions are recognised as an expense in the profit and loss account when they fall due. Amounts not paid are shown in accruals as a liability in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year was 26 (2020 - 30).

PULHAM STEELS LIMITED

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

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Plant and machinery £	Total £
Cost or valuation				
At 1 August 2020	94,553	798,328	759,240	1,652,121
Additions	589	125,976	26,500	153,065
Disposals	-	(45,000)	-	(45,000)
At 31 July 2021	95,142	879,304	785,740	1,760,186
Depreciation				
At 1 August 2020	81,045	600,406	625,409	1,306,860
Charge for the year	5,547	80,342	40,085	125,974
Eliminated on disposal	-	(42,467)	-	(42,467)
At 31 July 2021	86,592	638,281	665,494	1,390,367
Carrying amount				
At 31 July 2021	8,550	241,023	120,246	369,819
At 31 July 2020	13,508	197,922	133,831	345,261

5 Stocks

	2021 £	2020 £
Raw materials and consumables	858,519	826,477

6 Debtors

	2021 £	2020 £
Trade debtors	2,141,456	1,315,639
Other debtors	841,411	851,023
Total current trade and other debtors	2,982,867	2,166,662

PULHAM STEELS LIMITED

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

7 Creditors

Creditors: amounts falling due within one year

	Note	2021 £	2020 £
Due within one year			
Loans and borrowings	8	1,527,154	1,177,595
Trade creditors		1,434,531	1,128,482
Taxation and social security		203,073	172,282
Corporation tax		267,115	65,831
Other creditors		165,676	133,310
		<u>3,597,549</u>	<u>2,677,500</u>

Due after one year

Loans and borrowings	8	<u>354,336</u>	<u>514,904</u>
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8 Loans and borrowings

	2021 £	2020 £
Current loans and borrowings		
Bank borrowings	111,111	-
Hire purchase contracts	29,600	36,206
Other borrowings	1,386,443	1,141,389
	<u>1,527,154</u>	<u>1,177,595</u>

	2021 £	2020 £
Non-current loans and borrowings		
Bank borrowings	305,556	500,000
Hire purchase contracts	48,780	14,904
	<u>354,336</u>	<u>514,904</u>

Bank borrowings

The bank loan relates to a Coronavirus Business Interruption Loan Scheme loan which is secured by way of an unlimited debenture against the company's assets. Interest is payable on the loan at base rate + 1.34%

Other borrowings

Loans and borrowings include net obligations under finance lease and hire purchase contracts which are secured against the motor vehicles to which they relate, and a confidential invoice discounting facility which is secured against trade debtors.

PULHAM STEELS LIMITED

**Notes to the Unaudited Financial Statements
for the Year Ended 31 July 2021**

9 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £755,194 (2020 - £188,799).

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.