

UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020
FOR
D R COMMUNICATIONS LIMITED

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	3

D R COMMUNICATIONS LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2020

DIRECTORS:

Mr D A Roberts
Mrs K Roberts
Ms A Bennett
Mr M G Barcia
Mr D L Thompson

SECRETARY:

Mrs K Roberts

REGISTERED OFFICE:

Fleming Court
Leigh Road
Eastleigh
Southampton
Hampshire
SO50 9PD

BUSINESS ADDRESS:

10 Kingsclere Business Park
Kingsclere
Newbury
Berkshire
RG20 4SW

REGISTERED NUMBER:

05042330 (England and Wales)

BALANCE SHEET
30 SEPTEMBER 2020

		2020		2019	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible assets	5		10,357		41,428
Tangible assets	6		303,052		275,932
Investments	7		-		300,607
			<u>313,409</u>		<u>617,967</u>
CURRENT ASSETS					
Stocks		5,774		5,571	
Debtors	8	3,116,222		754,770	
Cash at bank and in hand		<u>968,437</u>		<u>2,824,817</u>	
		4,090,433		3,585,158	
CREDITORS					
Amounts falling due within one year	9	<u>1,357,207</u>		<u>1,178,755</u>	
NET CURRENT ASSETS			<u>2,733,226</u>		<u>2,406,403</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			3,046,635		3,024,370
PROVISIONS FOR LIABILITIES			<u>56,763</u>		<u>57,225</u>
NET ASSETS			<u>2,989,872</u>		<u>2,967,145</u>
CAPITAL AND RESERVES					
Called up share capital	10		2		2
Investment valuation reserve	11		-		28,842
Retained earnings			<u>2,989,870</u>		<u>2,938,301</u>
SHAREHOLDERS' FUNDS			<u>2,989,872</u>		<u>2,967,145</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- 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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 12 February 2021 and were signed on its behalf by:

Mr D A Roberts - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

1. STATUTORY INFORMATION

D R Communications 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. STATEMENT OF COMPLIANCE

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.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

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.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2004, is fully amortised.

Goodwill, being the amount paid in connection with the acquisition of a customer base in this period, is being amortised evenly over its estimated useful life of four years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

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

Improvements to property	- 10% straight line
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Equipment	- 25% on reducing balance

All fixed assets are initially recorded at cost.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2020

3. **ACCOUNTING POLICIES - continued**

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Pension costs and other post-retirement benefits

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

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the Income Statement in administrative expenses.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value through profit or loss if the shares are publicly traded or their fair value can otherwise be measured reliably. Other investments are measured at cost less impairment.

Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the company will comply with conditions attaching to them and the grants will be received using the accrual model.

4. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 15 (2019 - 17) .

5. **INTANGIBLE FIXED ASSETS**

	Goodwill
	£
COST	
At 1 October 2019	
and 30 September 2020	444,284
AMORTISATION	
At 1 October 2019	402,856
Amortisation for year	31,071
At 30 September 2020	433,927
NET BOOK VALUE	
At 30 September 2020	10,357
At 30 September 2019	41,428

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2020

6. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 October 2019	42,989	29,906	32,047
Additions	-	-	-
Disposals	-	-	-
At 30 September 2020	<u>42,989</u>	<u>29,906</u>	<u>32,047</u>
DEPRECIATION			
At 1 October 2019	34,393	27,357	25,477
Charge for year	4,299	638	1,643
Eliminated on disposal	-	-	-
At 30 September 2020	<u>38,692</u>	<u>27,995</u>	<u>27,120</u>
NET BOOK VALUE			
At 30 September 2020	<u>4,297</u>	<u>1,911</u>	<u>4,927</u>
At 30 September 2019	<u>8,596</u>	<u>2,549</u>	<u>6,570</u>
	Motor vehicles £	Equipment £	Totals £
COST			
At 1 October 2019	108,597	345,962	559,501
Additions	79,880	77,936	157,816
Disposals	(103,097)	-	(103,097)
At 30 September 2020	<u>85,380</u>	<u>423,898</u>	<u>614,220</u>
DEPRECIATION			
At 1 October 2019	51,700	144,642	283,569
Charge for year	20,884	60,632	88,096
Eliminated on disposal	(60,497)	-	(60,497)
At 30 September 2020	<u>12,087</u>	<u>205,274</u>	<u>311,168</u>
NET BOOK VALUE			
At 30 September 2020	<u>73,293</u>	<u>218,624</u>	<u>303,052</u>
At 30 September 2019	<u>56,897</u>	<u>201,320</u>	<u>275,932</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2020

7. FIXED ASSET INVESTMENTS

	Other investments £
COST	
At 1 October 2019	300,607
Additions	20,000
Disposals	(320,607)
At 30 September 2020	-
NET BOOK VALUE	
At 30 September 2020	-
At 30 September 2019	300,607

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	595,718	620,292
Amounts owed by group undertakings	2,429,511	-
Other debtors	90,993	134,478
	<u>3,116,222</u>	<u>754,770</u>

Included in other debtors is £89,717 (2019: £134,478) in relation to prepayments and accrued income.

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade creditors	504,965	494,763
Taxation and social security	473,130	338,061
Other creditors	379,112	345,931
	<u>1,357,207</u>	<u>1,178,755</u>

Included in other creditors is £6,813 (2019: £14,968) in relation to accruals and deferred income.

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2020	2019
Number:	Class:	Nominal value: £1	£	£
2	Ordinary		<u>2</u>	<u>2</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2020**11. RESERVES**

	Investment valuation reserve £
At 1 October 2019	28,842
Transfer to profit and loss reserve on disposal of investments	(28,842)
At 30 September 2020	-

The components of the investment valuation reserve balance at 30 September 2020 and 1 October 2019 are:

	2020 £	2019 £
Investment revaluation	-	35,607
Deferred tax	-	(6,765)
	<u>-</u>	<u>28,842</u>

12. OTHER FINANCIAL COMMITMENTS

Total future financial commitments, guarantees and contingencies which are not included in the balance sheet amount to £16,093 (2019: £40,752).

This amount is in relation to operating lease commitments which are payable over the next three years (2019: four years).

13. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 Section 1A 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with group companies where any subsidiary that is a party to the transaction is wholly owned within the group or where transactions have been undertaken under normal market conditions.

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.