

Company registration number 07556814 (England and Wales)

DRUMMOND HEATING LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022
PAGES FOR FILING WITH REGISTRAR

DRUMMOND HEATING LIMITED

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DRUMMOND HEATING LIMITED

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	5		125,063		164,103
Current assets					
Debtors	6	269,056		276,550	
Cash at bank and in hand		263,685		204,905	
		<u>532,741</u>		<u>481,455</u>	
Creditors: amounts falling due within one year	7	<u>(364,754)</u>		<u>(235,099)</u>	
Net current assets			<u>167,987</u>		<u>246,356</u>
Total assets less current liabilities			293,050		410,459
Creditors: amounts falling due after more than one year	8		<u>(105,921)</u>		<u>(151,260)</u>
Net assets			<u><u>187,129</u></u>		<u><u>259,199</u></u>
Capital and reserves					
Called up share capital			100		100
Profit and loss reserves			<u>187,029</u>		<u>259,099</u>
Total equity			<u><u>187,129</u></u>		<u><u>259,199</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 March 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

DRUMMOND HEATING LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 MARCH 2022

The financial statements were approved by the board of directors and authorised for issue on 7 March 2023 and are signed on its behalf by:

Miss H Drummond
Director

Company Registration No. 07556814

DRUMMOND HEATING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Company information

Drummond Heating Limited is a private company limited by shares incorporated in England and Wales. The registered office is Windle Works, Southampton Road, Cadnam, Southampton, SO40 2NF.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

1.3 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is 5 years.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	20% straight line
Plant and equipment	10%-33% reducing balance
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

DRUMMOND HEATING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.5 Financial instruments

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

1.6 Taxation

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

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes 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 reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

1.7 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.8 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.9 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

DRUMMOND HEATING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

1.10 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2022 Number	2021 Number
Total	13	12

4 Intangible fixed assets

	Goodwill £
Cost	
At 1 April 2021 and 31 March 2022	20,000
Amortisation and impairment	
At 1 April 2021 and 31 March 2022	20,000
Carrying amount	
At 31 March 2022	-
At 31 March 2021	-

DRUMMOND HEATING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

5 Tangible fixed assets

	Freehold land and buildings	Plant and equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 April 2021	10,690	15,778	227,008	253,476
Additions	-	1,832	-	1,832
	<u>10,690</u>	<u>17,610</u>	<u>227,008</u>	<u>255,308</u>
At 31 March 2022	10,690	17,610	227,008	255,308
Depreciation and impairment				
At 1 April 2021	10,690	4,893	73,790	89,373
Depreciation charged in the year	-	2,568	38,304	40,872
	<u>10,690</u>	<u>7,461</u>	<u>112,094</u>	<u>130,245</u>
At 31 March 2022	10,690	7,461	112,094	130,245
Carrying amount				
At 31 March 2022	-	10,149	114,914	125,063
	<u>-</u>	<u>10,149</u>	<u>114,914</u>	<u>125,063</u>
At 31 March 2021	-	10,885	153,218	164,103
	<u>-</u>	<u>10,885</u>	<u>153,218</u>	<u>164,103</u>

6 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	176,795	203,593
Corporation tax recoverable	1,507	-
Other debtors	88,934	70,616
Prepayments and accrued income	1,820	2,341
	<u>269,056</u>	<u>276,550</u>
	<u>269,056</u>	<u>276,550</u>

7 Creditors: amounts falling due within one year

	2022	2021
	£	£
Bank loans	9,982	-
Obligations under finance leases	34,364	32,355
Trade creditors	254,837	88,716
Corporation tax	8,656	25,143
Other taxation and social security	22,640	40,682
Other creditors	29,775	34,416
Accruals and deferred income	4,500	13,787
	<u>364,754</u>	<u>235,099</u>
	<u>364,754</u>	<u>235,099</u>

DRUMMOND HEATING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

8 Creditors: amounts falling due after more than one year

	Notes	2022 £	2021 £
Bank loans and overdrafts		33,706	50,000
Obligations under finance leases		72,215	101,260
		<u>105,921</u>	<u>151,260</u>

9 Directors' transactions

Description	% Rate	Opening balance £	Amounts advanced £	Interest charged £	Amounts repaid £	Closing balance £
Director 1	2.00	19,866	39,067	621	(20,000)	39,554
Director 2	2.00	50,750	48,496	1,134	(51,000)	49,380
		<u>70,616</u>	<u>87,563</u>	<u>1,755</u>	<u>(71,000)</u>	<u>88,934</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.