Registration number: 08305748

# Delta-Xero Distribution Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2020

D V Marlow & Co Limited
Chartered Accountants
72 West Street
Portchester
Fareham
Hampshire
PO16 9UN

**Delta-Xero Distribution Limited**

**Contents**

# Delta-Xero Distribution Limited

## Company Information

| | |
|---|---|
| **Directors** | Mrs Collette Christina Whiting<br>Mr Paul Whiting |
| **Registered office** | Unit 5<br>Pennant Park<br>Standard Way<br>Fareham<br>Hampshire<br>PO16 8XU |
| **Accountants** | D V Marlow & Co Limited<br>Chartered Accountants<br>72 West Street<br>Portchester<br>Fareham<br>Hampshire<br>PO16 9UN |

# Delta-Xero Distribution Limited

## (Registration number: 08305748)
## Statement of Financial Position as at 31 December 2020

| | Note | 2020 £ | 2019 £ |
|---|---|---|---|
| **Fixed assets** | | | |
| Intangible assets | 4 | 1,016 | - |
| Tangible assets | 5 | 26,048 | 29,172 |
| | | 27,064 | 29,172 |
| **Current assets** | | | |
| Stocks | 6 | 158,325 | 138,878 |
| Debtors | 7 | 163,575 | 128,370 |
| Cash at bank and in hand | | 5,943 | 44,321 |
| | | 327,843 | 311,569 |
| **Creditors**: Amounts falling due within one year | 8 | (174,097) | (233,583) |
| **Net current assets** | | 153,746 | 77,986 |
| **Total assets less current liabilities** | | 180,810 | 107,158 |
| **Provisions for liabilities** | | (4,949) | (681) |
| **Net assets** | | 175,861 | 106,477 |
| **Capital and reserves** | | | |
| Called up share capital | 9 | 100 | 100 |
| Profit and loss account | | 175,761 | 106,377 |
| Shareholders' funds | | 175,861 | 106,477 |

For the financial year ending 31 December 2020 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 in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Income Statement has been taken.

Approved and authorised by the Board on 17 August 2021 and signed on its behalf by:

The notes on pages 4 to 10 form an integral part of these financial statements.

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Mrs Collette Christina Whiting
Director

# Notes to the Unaudited Financial Statements for the Year Ended 31 December 2020

## 1 General information

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

The address of its registered office is:
Unit 5
Pennant Park
Standard Way
Fareham
Hampshire
PO16 8XU
United Kingdom

These financial statements were authorised for issue by the Board on 17 August 2021.

## 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 abridged 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.

### Revenue 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 when:
The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

### Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.
Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

### Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, 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 income 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.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.
Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.
Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

### Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.
The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

### Depreciation

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 |
| Fixtures, fittings and equipment | 25% straight line |

### Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

| **Asset class** | **Amortisation method and rate** |
|---|---|
| Intangible assets | 0% straight line basis |

### 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.

### Trade 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.

### Trade 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 Income Statement 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.

### 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.

### 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.

**Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.
Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

## 3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 5 (2019 - 5).

## 4 Intangible assets

| | Other intangible assets £ | Total £ |
|---|---|---|
| **Cost or valuation** | | |
| Additions acquired separately | 1,016 | 1,016 |
| At 31 December 2020 | 1,016 | 1,016 |
| **Amortisation** | | |
| **Carrying amount** | | |
| At 31 December 2020 | 1,016 | 1,016 |

## 5 Tangible assets

| | Fixtures and fittings £ | Plant and machinery £ | Office equipment £ | Total £ |
|---|---|---|---|---|
| **Cost or valuation** | | | | |
| At 1 January 2020 | 22,973 | 18,727 | 827 | 42,527 |
| Additions | 3,063 | 954 | 2,686 | 6,703 |
| At 31 December 2020 | 26,036 | 19,681 | 3,513 | 49,230 |
| **Depreciation** | | | | |
| At 1 January 2020 | 5,343 | 7,534 | 478 | 13,355 |
| Charge for the year | 6,486 | 2,995 | 346 | 9,827 |
| At 31 December 2020 | 11,829 | 10,529 | 824 | 23,182 |
| **Carrying amount** | | | | |
| At 31 December 2020 | 14,207 | 9,152 | 2,689 | 26,048 |
| At 31 December 2019 | 17,630 | 11,193 | 349 | 29,172 |

## 6 Stocks

| | 2020 £ | 2019 £ |
|---|---|---|
| Finished goods | 158,325 | 138,878 |

## 7 Debtors

| | 2020<br>£ | 2019<br>£ |
|---|---|---|
| Trade debtors | 137,795 | 103,625 |
| Prepayments | 24,051 | 15,475 |
| Other debtors | 1,729 | 9,270 |
| | 163,575 | 128,370 |

## 8 Creditors

**Creditors: amounts falling due within one year**

| | Note | 2020 £ | 2019 £ |
|---|---|---|---|
| **Due within one year** | | | |
| Loans and borrowings | 10 | 50,407 | - |
| Trade creditors | | 96,801 | 202,388 |
| Taxation and social security | | 23,888 | 27,142 |
| Accruals and deferred income | | 1,501 | 1,509 |
| Other creditors | | 1,500 | 2,544 |
| | | 174,097 | 233,583 |

## 9 Share capital

**Allotted, called up and fully paid shares**

| | 2020 | | 2019 | |
|---|---|---|---|---|
| | No. | £ | No. | £ |
| Ordinary £1 shares of £1 each | 100 | 100 | 100 | 100 |

## 10 Loans and borrowings

| | 2020 £ | 2019 £ |
|---|---|---|
| **Current loans and borrowings** | | |
| Bank borrowings | 50,000 | - |
| Bank overdrafts | 407 | - |
| | 50,407 | - |

## 11 Related party transactions

**Directors' remuneration**

The director's remuneration for the year was as follows:

| | 2020 £ | 2019 £ |
|---|---|---|
| Remuneration | 77,000 | 54,584 |
| Contributions paid to money purchase schemes | 1,313 | 1,103 |
| | 78,313 | 55,687 |