

Company registration number: 08755567

**R & D Decorating South West Limited
Filleled Annual Report and Unaudited Financial Statements
for the Year Ended 31 October 2020**

R & D DECORATING SOUTH WEST LIMITED

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R & D DECORATING SOUTH WEST LIMITED

(Registration number: 08755567)

Balance Sheet as at 31 October 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>5</u>	280,547	76,888
Current assets			
Debtors	<u>6</u>	285,964	407,534
Cash at bank and in hand		<u>60,317</u>	<u>181,404</u>
		346,281	588,938
Creditors: Amounts falling due within one year	<u>7</u>	<u>(132,547)</u>	<u>(221,663)</u>
Net current assets		<u>213,734</u>	<u>367,275</u>
Total assets less current liabilities		494,281	444,163
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(123,550)</u>	<u>(7,883)</u>
Provisions for liabilities			
Deferred tax liabilities		<u>(11,551)</u>	<u>(13,936)</u>
Net assets		<u>359,180</u>	<u>422,344</u>
Capital and reserves			
Called up share capital		100	100
Capital redemption reserve		(5)	(5)
Profit and loss account		<u>359,085</u>	<u>422,249</u>
Total equity		<u>359,180</u>	<u>422,344</u>

R & D DECORATING SOUTH WEST LIMITED

(Registration number: 08755567)

Balance Sheet as at 31 October 2020

For the financial year ending 31 October 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 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 23 February 2021 and signed on its behalf by:

Mr D Manns
Director

Mr D I Nield
Director

Mr D Bruton
Director

Mr S Bruton
Director

R & D DECORATING SOUTH WEST LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

1 General information

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

The address of its registered office is:

Leanne House
6 Avon Close
Weymouth
Dorset
DT4 9UX

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 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.

Government grants

Government grants are recognised under the accruals model resulting in income being recognised on a systematic basis over the period in which the related costs are incurred for which the grant is compensating. The income from the scheme is recognised as other income in the profit and loss and timing differences presented as other debtors or deferred income within the balance sheet.

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.

R & D DECORATING SOUTH WEST LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

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.

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
Freehold property	No depreciation - not in use
Office equipment	20% straight line
Motor vehicles	20% straight line
Plant and machinery	20% straight line
Leasehold improvements	20% 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 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.

R & D DECORATING SOUTH WEST LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

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.

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 7 (2019 - 6).

4 Government grants

During the year other income of £13,396 and £10,000 was received from the government under the coronavirus job retention scheme and the coronavirus local authority discretionary grants respectively.

The amount of grants recognised in the financial statements was £23,396 (2019 - £Nil).

R & D DECORATING SOUTH WEST LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

5 Tangible assets

	Freehold property £	Office equipment £	Motor vehicles £	Plant and machinery £	Leasehold improvements £
Cost or valuation					
At 1 November 2019	-	846	175,344	6,053	13,910
Additions	213,288	-	19,995	828	-
Disposals	-	-	(1,970)	-	-
At 31 October 2020	213,288	846	193,369	6,881	13,910
Depreciation					
At 1 November 2019	-	795	102,047	6,053	10,370
Charge for the year	-	26	28,490	166	1,770
Eliminated on disposal	-	-	(1,970)	-	-
At 31 October 2020	-	821	128,567	6,219	12,140
Carrying amount					
At 31 October 2020	213,288	25	64,802	662	1,770
At 31 October 2019	-	51	73,297	-	3,540

R & D DECORATING SOUTH WEST LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

6 Debtors

	2020 £	2019 £
Trade debtors	285,242	406,784
Other debtors	722	750
Total current trade and other debtors	<u>285,964</u>	<u>407,534</u>

7 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Due within one year			
Loans and borrowings	8	17,280	20,529
Trade creditors		36,113	45,883
Taxation and social security		26,614	41,066
Corporation tax		20,501	65,677
Other creditors		32,039	48,508
		<u>132,547</u>	<u>221,663</u>

Due after one year

Loans and borrowings	8	<u>123,550</u>	<u>7,883</u>
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Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings	8	<u>123,550</u>	<u>7,883</u>

	2020 £	2019 £
Due after more than five years		
After more than five years by instalments	39,950	-
After more than five years not by instalments	<u>46,000</u>	<u>-</u>
	<u>85,950</u>	<u>-</u>

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Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

8 Loans and borrowings

	2020 £	2019 £
Current loans and borrowings		
Bank borrowings	9,400	-
Hire purchase contracts	7,880	20,529
	<u>17,280</u>	<u>20,529</u>

	2020 £	2019 £
Non-current loans and borrowings		
Bank borrowings	123,550	-
Hire purchase contracts	-	7,883
	<u>123,550</u>	<u>7,883</u>

Bank borrowings

Secured by a charge over the freehold property.

Loans and borrowings due in greater than five years

Included in the loans and borrowings are the following amounts due after more than five years:

	2020 £	2019 £
After more than five years by instalments	39,950	-
After more than five years not by instalments	46,000	-
	<u>85,950</u>	<u>-</u>

R & D DECORATING SOUTH WEST LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

9 Related party transactions

Transactions with directors

	Advances to directors £	At 31 October 2020 £
2020		
Mr D Bruton		
Interest free loan account repayable on demand	186	186
Mr S Bruton		
Interest free loan account repayable on demand	186	186

	At 1 November 2018 £	Advances to directors £	Re- payments by director £	At 31 October 2019 £
2019				
Mr D Bruton				
Interest free loan account repayable on demand	490	180	(670)	-
Mr S Bruton				
Interest free loan account repayable on demand	6,354	3,180	(9,534)	-

Other transactions with directors

During the year two of the directors maintained interest free loans which are repayable on demand. At the balance sheet date the amount due to the directors was £248 (2019 - £620).

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.