

Classic Fireplaces Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 April 2019

Figurehead Accounts UK Ltd
14 North Street
Bourne
Lincs
PE10 9AB

Classic Fireplaces Limited

Contents

Company Information	<u>1</u>
Directors' Report	<u>2</u>
Accountants' Report	<u>3</u>
Profit and Loss Account	<u>4</u>
Statement of Comprehensive Income	<u>5</u>
Balance Sheet	<u>6 to 7</u>
Statement of Changes in Equity	<u>8</u>
Notes to the Financial Statements	<u>9 to 15</u>

Classic Fireplaces Limited

Company Information

Directors	Mr Simon Terrence Roberts Miss Emma Louise Roberts Mr Timothy Micheal Roberts Terrence Michael Roberts Ann Florence Roberts
Registered office	4-5 Blenheim Way Market Deeping Peterborough PE6 8LW
Accountants	Figurehead Accounts UK Ltd 14 North Street Bourne Lincs PE10 9AB

Classic Fireplaces Limited

Directors' Report for the Year Ended 30 April 2019

The directors present their report and the financial statements for the year ended 30 April 2019.

Directors of the company

The directors who held office during the year were as follows:

Mr Simon Terrence Roberts

Miss Emma Louise Roberts

Mr Timothy Micheal Roberts

Terrence Michael Roberts

Ann Florence Roberts

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Approved by the Board on 10 October 2019 and signed on its behalf by:

.....
Mr Timothy Micheal Roberts
Director

**Accountants' Report to the Board of Directors on the Preparation of the Unaudited Statutory
Accounts of
Classic Fireplaces Limited
for the Year Ended 30 April 2019**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Classic Fireplaces Limited for the year ended 30 April 2019 as set out on pages 4 to 15 from the company's accounting records and from information and explanations you have given us.

This report is made solely to the Board of Directors of Classic Fireplaces Limited, as a body, in accordance with the terms of our engagement. Our work has been undertaken solely to prepare for your approval the accounts of Classic Fireplaces Limited and state those matters that we have agreed to state to the Board of Directors of Classic Fireplaces Limited, as a body. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Classic Fireplaces Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Classic Fireplaces Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Classic Fireplaces Limited. You consider that Classic Fireplaces Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Classic Fireplaces Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

.....
Figurehead Accounts UK Ltd
14 North Street
Bourne
Lincs
PE10 9AB

10 October 2019

Classic Fireplaces Limited

Profit and Loss Account for the Year Ended 30 April 2019

	Note	2019 £	2018 £
Turnover	<u>3</u>	999,292	1,018,427
Cost of sales		<u>(570,704)</u>	<u>(458,189)</u>
Gross profit		428,588	560,238
Administrative expenses		<u>(381,590)</u>	<u>(369,558)</u>
Operating profit	<u>4</u>	<u>46,998</u>	<u>190,680</u>
Interest payable and similar expenses	<u>5</u>	<u>(412)</u>	<u>-</u>
		<u>(412)</u>	<u>-</u>
Profit before tax		46,586	190,680
Taxation	<u>8</u>	<u>(12,131)</u>	<u>(33,429)</u>
Profit for the financial year		<u><u>34,455</u></u>	<u><u>157,251</u></u>

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

The notes on pages 9 to 15 form an integral part of these financial statements.

Classic Fireplaces Limited

Statement of Comprehensive Income for the Year Ended 30 April 2019

	2019	2018
	£	£
Profit for the year	<u>34,455</u>	<u>157,251</u>
Total comprehensive income for the year	<u><u>34,455</u></u>	<u><u>157,251</u></u>

The notes on pages 9 to 15 form an integral part of these financial statements.

Classic Fireplaces Limited
(Registration number: 09568294)
Balance Sheet as at 30 April 2019

	Note	2019 £	2018 £
Fixed assets			
Intangible assets	<u>9</u>	20,000	30,000
Tangible assets	<u>10</u>	19,129	26,701
		<u>39,129</u>	<u>56,701</u>
Current assets			
Stocks		9,845	25,000
Debtors	<u>11</u>	33,263	74,726
Cash at bank and in hand		56,124	128,246
		99,232	227,972
Creditors: Amounts falling due within one year	<u>13</u>	(132,469)	(192,304)
Net current (liabilities)/assets		(33,237)	35,668
Total assets less current liabilities		5,892	92,369
Creditors: Amounts falling due after more than one year	<u>13</u>	(1,218)	(150)
Net assets		<u>4,674</u>	<u>92,219</u>
Capital and reserves			
Called up share capital	<u>15</u>	1,000	-
Profit and loss account		3,674	92,219
Total equity		<u>4,674</u>	<u>92,219</u>

For the financial year ending 30 April 2019 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 accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The notes on pages 9 to 15 form an integral part of these financial statements.
Page 6

Classic Fireplaces Limited

(Registration number: 09568294)

Balance Sheet as at 30 April 2019

Approved and authorised by the Board on 10 October 2019 and signed on its behalf by:

.....

Mr Timothy Micheal Roberts

Director

The notes on pages 9 to 15 form an integral part of these financial statements.

Page 7

Classic Fireplaces Limited

Statement of Changes in Equity for the Year Ended 30 April 2019

	Share capital £	Profit and loss account £	Total £
At 1 May 2018	-	92,219	92,219
Profit for the year	-	34,455	34,455
Total comprehensive income	-	34,455	34,455
Dividends	-	(123,000)	(123,000)
New share capital subscribed	1,000	-	1,000
At 30 April 2019	1,000	3,674	4,674

	Profit and loss account £	Total £
At 1 May 2017	59,968	59,968
Profit for the year	157,251	157,251
Total comprehensive income	157,251	157,251
Dividends	(125,000)	(125,000)
At 30 April 2018	92,219	92,219

The notes on pages 9 to 15 form an integral part of these financial statements.

Classic Fireplaces Limited

Notes to the Financial Statements for the Year Ended 30 April 2019

1 General information

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

The address of its registered office is:

4-5 Blenheim Way
Market Deeping
Peterborough
PE6 8LW
England

These financial statements were authorised for issue by the Board on 10 October 2019.

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 were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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.

Tax

The tax expense for the period comprises current 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.

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.

Classic Fireplaces Limited

Notes to the Financial Statements for the Year Ended 30 April 2019

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% straight line
Office equipment	33% straight line
Motor vehicles	25% straight line

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

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
Goodwill	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.

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.

Classic Fireplaces Limited

Notes to the Financial Statements for the Year Ended 30 April 2019

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 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.

Leases

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.

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.

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

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.

Classic Fireplaces Limited

Notes to the Financial Statements for the Year Ended 30 April 2019

3 Revenue

The analysis of the company's revenue for the year from continuing operations is as follows:

	2019 £	2018 £
Sale of goods	999,292	1,018,427

4 Operating profit

Arrived at after charging/(crediting)

	2019 £	2018 £
Depreciation expense	9,489	7,611
Amortisation expense	10,000	10,000

5 Interest payable and similar expenses

	2019 £	2018 £
Interest on obligations under finance leases and hire purchase contracts	412	-

6 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	2019 £	2018 £
Wages and salaries	246,031	247,222
Pension costs, defined contribution scheme	5,483	-
Other employee expense	3,319	3,193
	254,833	250,415

7 Directors' remuneration

The directors' remuneration for the year was as follows:

	2019 £	2018 £
Remuneration	24,160	24,336

8 Taxation

Tax charged/(credited) in the income statement

	2019 £	2018 £
Current taxation		
UK corporation tax	12,131	33,429

Classic Fireplaces Limited

Notes to the Financial Statements for the Year Ended 30 April 2019

9 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 May 2018	50,000	50,000
At 30 April 2019	50,000	50,000
Amortisation		
At 1 May 2018	20,000	20,000
Amortisation charge	10,000	10,000
At 30 April 2019	30,000	30,000
Carrying amount		
At 30 April 2019	20,000	20,000
At 30 April 2018	30,000	30,000

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2018 - £Nil).

Classic Fireplaces Limited

Notes to the Financial Statements for the Year Ended 30 April 2019

10 Tangible assets

	Plant and machinery £	Office equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 May 2018	3,155	494	31,967	35,616
Additions	1,135	782	-	1,917
At 30 April 2019	4,290	1,276	31,967	37,533
Depreciation				
At 1 May 2018	2,051	204	6,660	8,915
Charge for the year	1,072	425	7,992	9,489
At 30 April 2019	3,123	629	14,652	18,404
Carrying amount				
At 30 April 2019	1,167	647	17,315	19,129
At 30 April 2018	1,104	290	25,307	26,701

11 Debtors

	2019 £	2018 £
Trade debtors	31,803	74,166
Other debtors	1,460	560
	33,263	74,726

12 Cash and cash equivalents

	2019 £	2018 £
Cash on hand	719	26,654
Cash at bank	45,396	31,613
Short-term deposits	10,009	69,979
	56,124	128,246

Classic Fireplaces Limited

Notes to the Financial Statements for the Year Ended 30 April 2019

13 Creditors

	Note	2019 £	2018 £
Due within one year			
Loans and borrowings		4,870	-
Trade creditors		100,005	120,350
Amounts due to related parties		2,934	4,923
Social security and other taxes		11,029	32,202
Accruals		1,500	1,400
Income tax liability	8	12,131	33,429
		<u>132,469</u>	<u>192,304</u>
Due after one year			
Loans and borrowings		<u>1,218</u>	<u>150</u>

14 Pension and other schemes

Defined contribution pension scheme

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £5,483 (2018 - £Nil).

15 Share capital

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary A shares of £1 (2018 - £0) each	200	200	-	-
Ordinary B shares of £1 (2018 - £0) each	200	200	-	-
Ordinary C shares of £1 (2018 - £0) each	200	200	-	-
Ordinary D shares of £1 (2018 - £0) each	200	200	-	-
Ordinary E shares of £1 (2018 - £0) each	200	200	-	-
	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>-</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.