

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

FOR

ERH CONTRACTING LTD

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for the Year Ended 31 March 2021

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ERH CONTRACTING LTD

COMPANY INFORMATION
for the Year Ended 31 March 2021

DIRECTOR: Miss S L Nash

REGISTERED OFFICE: Vantage House Euxton Lane
Euxton
Chorley
Lancashire
PR7 6TB

REGISTERED NUMBER: 10642800 (England and Wales)

ACCOUNTANTS: Studholme-Bell Limited
Chartered Accountants
& Business Advisors
Vantage House Euxton Lane
Euxton
Chorley
Lancashire
PR7 6TB

BALANCE SHEET
31 March 2021

	Notes	31.3.21 £	£	31.3.20 £	£
FIXED ASSETS					
Intangible assets	5		22,500		25,000
Tangible assets	6		<u>314,783</u>		<u>338,514</u>
			337,283		363,514
CURRENT ASSETS					
Stocks		69,262		-	
Debtors	7	336,434		283,200	
Cash at bank		<u>6,442</u>		<u>41,503</u>	
		412,138		324,703	
CREDITORS					
Amounts falling due within one year	8	<u>149,791</u>		<u>129,521</u>	
NET CURRENT ASSETS			<u>262,347</u>		<u>195,182</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			599,630		558,696
CREDITORS					
Amounts falling due after more than one year	9		(237,464)		(202,766)
PROVISIONS FOR LIABILITIES			<u>(45,172)</u>		<u>(43,023)</u>
NET ASSETS			<u><u>316,994</u></u>		<u><u>312,907</u></u>
CAPITAL AND RESERVES					
Called up share capital			1		1
Retained earnings			<u>316,993</u>		<u>312,906</u>
			<u><u>316,994</u></u>		<u><u>312,907</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2021 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges her responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) 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.

BALANCE SHEET - continued
31 March 2021

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 director and authorised for issue on 28 September 2021 and were signed by:

Miss S L Nash - Director

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2021

1. STATUTORY INFORMATION

ERH Contracting Ltd 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.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in compliance with FRS102 Section 1A for small entities. There were no material departures from that standard.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The principle accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year and have also been consistently applied within the same accounts.

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets.

Income recognition

Income is recognised when goods and services have been delivered to customers such that risks and rewards of ownership have transferred to them.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 0, is being amortised evenly over its estimated useful life of nil 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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 20% on reducing balance

Stocks

Work in progress is valued at the lower of cost and net realisable value.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

Deferred taxation

Deferred taxation is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes.

Tax deferred or accelerated is accounted for in respect of all material timing differences.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2021

3. **ACCOUNTING POLICIES - continued**

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Hire purchase and leasing

Property, plant and equipment acquired under finance leases or hire purchase contracts are capitalised and depreciated in the same manner as other intangible assets. The related obligations, net of future finance charges, are included in creditors.

Rentals payable under operating leases are charged to the profit and loss account on a straight-line basis over the period of the lease.

Retirement benefits

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are recognised in the profit and loss account when due.

Financial instruments

The following assets and liabilities are classified as financial instruments - trade debtors, trade creditors, bank loans and directors' loans.

Bank loans are initially measured at the present value of future payments, discounted at a market rate of interest, and subsequently at amortised cost using the effective interest method.

Directors' loans (being repayable on demand), trade debtors and trade creditors are measured at the undiscounted amount of the cash or other consideration expected to be paid or received.

Financial assets that are measured at amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the statement of income and retained earnings.

4. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 3 (2020 - 3) .

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2021

5. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 April 2020 and 31 March 2021	<u>25,000</u>
AMORTISATION	
Charge for year	<u>2,500</u>
At 31 March 2021	<u>2,500</u>
NET BOOK VALUE	
At 31 March 2021	<u>22,500</u>
At 31 March 2020	<u>25,000</u>

6. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 April 2020	15,713	195,270	12,325
Additions	-	1,667	1,200
Disposals	-	(52,000)	-
Reclassification/transfer	-	37,936	-
At 31 March 2021	<u>15,713</u>	<u>182,873</u>	<u>13,525</u>
DEPRECIATION			
At 1 April 2020	-	21,903	2,465
Charge for year	-	13,160	1,992
Eliminated on disposal	-	(16,158)	-
Reclassification/transfer	-	39,008	-
At 31 March 2021	<u>-</u>	<u>57,913</u>	<u>4,457</u>
NET BOOK VALUE			
At 31 March 2021	<u>15,713</u>	<u>124,960</u>	<u>9,068</u>
At 31 March 2020	<u>15,713</u>	<u>173,367</u>	<u>9,860</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2021

6. **TANGIBLE FIXED ASSETS - continued**

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 April 2020	211,015	-	434,323
Additions	52,935	1,298	57,100
Disposals	(28,950)	-	(80,950)
Reclassification/transfer	163,895	-	201,831
At 31 March 2021	<u>398,895</u>	<u>1,298</u>	<u>612,304</u>
DEPRECIATION			
At 1 April 2020	71,441	-	95,809
Charge for year	12,329	151	27,632
Eliminated on disposal	(12,665)	-	(28,823)
Reclassification/transfer	163,895	-	202,903
At 31 March 2021	<u>235,000</u>	<u>151</u>	<u>297,521</u>
NET BOOK VALUE			
At 31 March 2021	<u>163,895</u>	<u>1,147</u>	<u>314,783</u>
At 31 March 2020	<u>139,574</u>	<u>-</u>	<u>338,514</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
COST			
Reclassification/transfer	37,936	163,895	201,831
At 31 March 2021	<u>37,936</u>	<u>163,895</u>	<u>201,831</u>
DEPRECIATION			
Charge for year	3,163	-	3,163
Eliminated on disposal	(4,235)	-	(4,235)
At 31 March 2021	<u>(1,072)</u>	<u>-</u>	<u>(1,072)</u>
NET BOOK VALUE			
At 31 March 2021	<u>39,008</u>	<u>163,895</u>	<u>202,903</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2021

7. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.3.21	31.3.20
	£	£
Trade debtors	136,416	129,251
Other debtors	198,348	120,992
Social security and other tax	1,670	32,957
	<u>336,434</u>	<u>283,200</u>

8. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.3.21	31.3.20
	£	£
Other loans	10,000	-
Hire purchase contracts	39,351	39,781
Trade creditors	25,567	29,481
VAT	69,579	57,533
Other creditors	2,794	226
Accruals and deferred income	2,500	2,500
	<u>149,791</u>	<u>129,521</u>

9. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.3.21	31.3.20
	£	£
Other loans - 1-2 years	128,000	96,000
Hire purchase contracts	109,464	106,766
	<u>237,464</u>	<u>202,766</u>

10. **ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is Miss S L Nash.

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.