

Hirst Conservation Limited

trading as Hirst Conservation

Annual Report and Unaudited Financial Statements
for the Period from 28 September 2015 to 28 February 2017

Hirst Conservation Limited
trading as Hirst Conservation

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Company Information

Directors	Mr N P Webster Mrs E A Hirst
Registered office	Laughton Hall Farmhouse Laughton Sleaford Lincolnshire NG34 0HE
Accountants	Nera Accounting Limited 2 Meadow Drove Business Centre Meadow Drove Bourne Lincolnshire PE10 0BP

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Profit and Loss Account for the Period from 28 September 2015 to 28 February 2017

	Note	Total 28 February 2017 £
Turnover		1,930,275
Cost of sales		<u>(1,164,024)</u>
Gross profit		766,251
Administrative expenses		<u>(422,491)</u>
Operating profit		<u>343,760</u>
Interest payable and similar expenses		<u>(3,589)</u>
		<u>(3,589)</u>
Profit before tax		340,171
Taxation		<u>(78,436)</u>
Profit for the financial period		<u><u>261,735</u></u>

The above results were derived from continuing operations.

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

The notes on pages 5 to 11 form an integral part of these financial statements.

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(Registration number: 09797372)
Balance Sheet as at 28 February 2017

	Note	2017 £
Fixed assets		
Intangible assets	<u>4</u>	72,000
Tangible assets	<u>5</u>	<u>63,050</u>
		<u>135,050</u>
Current assets		
Stocks	<u>6</u>	37,390
Debtors	<u>7</u>	485,473
Cash at bank and in hand		<u>3,290</u>
		526,153
Creditors: Amounts falling due within one year	<u>8</u>	<u>(586,758)</u>
Net current liabilities		<u>(60,605)</u>
Total assets less current liabilities		74,445
Provisions for liabilities		<u>(12,610)</u>
Net assets		<u><u>61,835</u></u>
Capital and reserves		
Called up share capital		100
Profit and loss account		<u>61,735</u>
Total equity		<u><u>61,835</u></u>

For the financial period ending 28 February 2017 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 period 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 Profit and Loss Account has been taken.

The notes on pages 5 to 11 form an integral part of these financial statements.

Hirst Conservation Limited
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(Registration number: 09797372)
Balance Sheet as at 28 February 2017

Approved and authorised by the Board on 28 July 2017 and signed on its behalf by:

Mr N P Webster

Director

Mrs E A Hirst

Director

The notes on pages 5 to 11 form an integral part of these financial statements.

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Notes to the Financial Statements for the Period from 28 September 2015 to 28 February 2017

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:

Laughton Hall Farmhouse

Laughton

Sleaford

Lincolnshire

NG34 0HE

These financial statements were authorised for issue by the Board on 28 July 2017.

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.

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

Motor vehicles

Office equipment

Plant and machinery

Depreciation method and rate

25% Reducing balance basis

25% Straight line basis

20% Reducing balance basis

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Notes to the Financial Statements for the Period from 28 September 2015 to 28 February 2017

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	Straight line basis over 5 years

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.

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Notes to the Financial Statements for the Period from 28 September 2015 to 28 February 2017

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.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the period, was 16.

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Notes to the Financial Statements for the Period from 28 September 2015 to 28 February 2017

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
Additions acquired separately	90,000	90,000
At 28 February 2017	90,000	90,000
Amortisation		
Amortisation charge	18,000	18,000
At 28 February 2017	18,000	18,000
Carrying amount		
At 28 February 2017	72,000	72,000

5 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
Cost or valuation				
Additions	16,086	13,564	57,011	86,661
Disposals	-	(6,395)	-	(6,395)
At 28 February 2017	16,086	7,169	57,011	80,266
Depreciation				
Charge for the	4,022	1,792	11,402	17,216
At 28 February 2017	4,022	1,792	11,402	17,216
Carrying amount				
At 28 February 2017	12,064	5,377	45,609	63,050

6 Stocks

	2017 £
Work in progress	13,280
Other inventories	24,110
	37,390

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Notes to the Financial Statements for the Period from 28 September 2015 to 28 February 2017

7 Debtors

	Note	2017 £
Trade debtors		199,803
Amounts owed by group undertakings and undertakings in which the company has a participating interest	<u>11</u>	161,792
Other debtors		<u>123,878</u>
Total current trade and other debtors		<u><u>485,473</u></u>

8 Creditors

	Note	2017 £
Due within one year		
Bank loans and overdrafts	<u>9</u>	190,416
Trade creditors		251,578
Taxation and social security		40,385
Other creditors		<u>104,379</u>
		<u><u>586,758</u></u>

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Notes to the Financial Statements for the Period from 28 September 2015 to 28 February 2017

9 Loans and borrowings

	2017 £
Current loans and borrowings	
Bank overdrafts	190,416

10 Dividends

	2017 £
Interim dividend of £200,000.00 per ordinary share	200,000

11 Related party transactions

Transactions with directors

	Advances to directors £	Repayments by director £	Other payments made to company by director £	At 28 February 2017 £
2017				
Mr N P Webster				
Directors loan account	208,646	(100,000)	(45,000)	63,646
	208,646	(100,000)	(45,000)	63,646
Mrs E A Hirst				
Directors loan account	152,193	(100,000)	(45,000)	7,193
	152,193	(100,000)	(45,000)	7,193

Directors' remuneration

The directors' remuneration for the period was as follows:

	2017 £
Remuneration	12,078

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Dividends paid to directors

	2017 £
Mr N P Webster Interim dividend	100,000
Mrs E A Hirst Interim dividend	100,000

Other transactions with directors

The company has purchased the goodwill, trade and assets of Hirst Conservation, a partnership business operated by the Directors of the company prior to incorporation. The goodwill was purchased for £90,000 and is being amortised over 5 years. The Directors have jointly provided a personal guarantee in favour of Cyldestale Bank in support of the business overdraft facility of £250,000.

Summary of transactions with entities with joint control or significant interest

Corringdon Limited

The company has provided a loan to Corringdon Limited during the course of the year, a company owned wholly by the Directors and shareholders of Hirst Conservation Limited.

The loan has been advanced on an interest free basis with no set terms for repayment. It is not anticipated that the loan will be repaid in the twelve months following the 28 February 2017. The balance outstanding at the end of the financial period was £154,792.

12 Transition to FRS 102

As this is the first period of reporting for the company the accounts have been prepared under FRS 102 requirements and as such there are no adjustments necessary for the transition to FRS 102 reporting. The company did not present financial statements for previous periods.

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.