

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2019

FOR

A R P DRAINAGE LIMITED

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FOR THE YEAR ENDED 31 JULY 2019

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A R P DRAINAGE LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 JULY 2019

DIRECTOR: Mr A R Pegg

REGISTERED OFFICE: New Media House
Davidson Road
Lichfield
Staffordshire
WS14 9DZ

BUSINESS ADDRESS: Unit D1, Castle Vale Enterprise Park
Park Lane
Castle Vale
Birmingham
B35 6LJ

REGISTERED NUMBER: 09136477 (England and Wales)

ACCOUNTANTS: Brookes Stephens
New Media House
Davidson Road
Lichfield
Staffordshire
WS14 9DZ

BALANCE SHEET
31 JULY 2019

| | Notes | 2019 £ | £ | 2018 £ | £ |
|--|-------|----------------|-----------------|----------------|-----------------|
| Fixed assets | | | | | |
| Intangible assets | 4 | | - | | 35,491 |
| Tangible assets | 5 | | <u>136,386</u> | | <u>87,130</u> |
| | | | 136,386 | | 122,621 |
| Current assets | | | | | |
| Stocks | | - | | 42,000 | |
| Debtors | 6 | 160,806 | | 152,790 | |
| Cash at bank and in hand | | <u>110,879</u> | | <u>116,562</u> | |
| | | 271,685 | | 311,352 | |
| Creditors | | | | | |
| Amounts falling due within one year | 7 | <u>158,325</u> | | <u>198,759</u> | |
| Net current assets | | | <u>113,360</u> | | <u>112,593</u> |
| Total assets less current liabilities | | | <u>249,746</u> | | <u>235,214</u> |
| Creditors | | | | | |
| Amounts falling due after more than one year | 8 | | (66,377) | | (28,329) |
| Provisions for liabilities | | | <u>(25,538)</u> | | <u>(10,845)</u> |
| Net assets | | | <u>157,831</u> | | <u>196,040</u> |
| Capital and reserves | | | | | |
| Called up share capital | 11 | | 100 | | 100 |
| Retained earnings | | | <u>157,731</u> | | <u>195,940</u> |
| Shareholders' funds | | | <u>157,831</u> | | <u>196,040</u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2019 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

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

The notes form part of these financial statements

BALANCE SHEET - continued
31 JULY 2019

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 30 April 2020 and were signed by:

Mr A R Pegg - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2019**

1. STATUTORY INFORMATION

A R P Drainage Limited 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.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced goods and services, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2014, is being amortised evenly over its estimated useful life of five 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 etc - 25% 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.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2019

2. ACCOUNTING POLICIES - continued**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 11 (2018 - 10) .

4. INTANGIBLE FIXED ASSETS

| | Goodwill £ |
|--------------------------------------|----------------|
| COST | |
| At 1 August 2018 and 31 July 2019 | <u>177,455</u> |
| AMORTISATION | |
| At 1 August 2018 | 141,964 |
| Charge for year | <u>35,491</u> |
| At 31 July 2019 | <u>177,455</u> |
| NET BOOK VALUE | |
| At 31 July 2019 | - |
| At 31 July 2018 | <u>35,491</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2019

5. TANGIBLE FIXED ASSETS

| | Plant and machinery etc £ |
|-----------------------|------------------------------------|
| COST | |
| At 1 August 2018 | 189,826 |
| Additions | <u>104,734</u> |
| At 31 July 2019 | <u>294,560</u> |
| DEPRECIATION | |
| At 1 August 2018 | 102,696 |
| Charge for year | <u>55,478</u> |
| At 31 July 2019 | <u>158,174</u> |
| NET BOOK VALUE | |
| At 31 July 2019 | <u>136,386</u> |
| At 31 July 2018 | <u>87,130</u> |

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

| | Plant and machinery etc £ |
|-----------------------|------------------------------------|
| COST | |
| At 1 August 2018 | 97,709 |
| Additions | <u>100,970</u> |
| At 31 July 2019 | <u>198,679</u> |
| DEPRECIATION | |
| At 1 August 2018 | 54,956 |
| Charge for year | <u>43,444</u> |
| At 31 July 2019 | <u>98,400</u> |
| NET BOOK VALUE | |
| At 31 July 2019 | <u>100,279</u> |
| At 31 July 2018 | <u>42,753</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2019

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2019 | 2018 |
|---------------|----------------|----------------|
| | £ | £ |
| Trade debtors | 133,665 | 135,058 |
| Other debtors | 27,141 | 17,732 |
| | <u>160,806</u> | <u>152,790</u> |

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2019 | 2018 |
|--|----------------|----------------|
| | £ | £ |
| Hire purchase contracts and finance leases (see note 9) | 33,268 | 17,828 |
| Trade creditors | 30,416 | 29,739 |
| Taxation and social security | 55,064 | 73,073 |
| Other creditors | 39,577 | 78,119 |
| | <u>158,325</u> | <u>198,759</u> |

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

| | 2019 | 2018 |
|--|---------------|---------------|
| | £ | £ |
| Hire purchase contracts and finance leases (see note 9) | 66,377 | 16,965 |
| Other creditors | - | 11,364 |
| | <u>66,377</u> | <u>28,329</u> |

9. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

| | Hire purchase contracts | | Finance leases | |
|----------------------------|-------------------------|----------|----------------|---------------|
| | 2019 | 2018 | 2019 | 2018 |
| | £ | £ | £ | £ |
| Net obligations repayable: | | | | |
| Within one year | 18,727 | - | 14,541 | 17,828 |
| Between one and five years | 63,954 | - | 2,423 | 16,965 |
| | <u>82,681</u> | <u>-</u> | <u>16,964</u> | <u>34,793</u> |

| | Non-cancellable operating leases | |
|----------------------------|----------------------------------|---------------|
| | 2019 | 2018 |
| | £ | £ |
| Within one year | 10,440 | 33,775 |
| Between one and five years | 20,880 | - |
| | <u>31,320</u> | <u>33,775</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2019

10. SECURED DEBTS

The following secured debts are included within creditors:

| | 2019 | 2018 |
|--|----------------|---------------|
| | £ | £ |
| Other loans | 10,803 | 42,658 |
| Hire purchase contracts and finance leases | 99,645 | 34,793 |
| | <u>110,448</u> | <u>77,451</u> |

The bank loans of the company have been secured by way of a personal guarantee by the director and also a fixed and floating charge over the property and undertakings of the company.

The finance lease and hire purchase liabilities are secured against the assets to which they relate.

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

| Number: | Class: | Nominal value: | 2019 | 2018 |
|---------|----------|----------------|------------|------------|
| | | | £ | £ |
| 100 | Ordinary | £1 | <u>100</u> | <u>100</u> |

12. RELATED PARTY DISCLOSURES

During the year, total dividends of £73,823 were paid to the director .

At the year end, the company owed the director £23,351 (2018: £29,955). This loan is interest free and repayable on demand.

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.