

Babb Developments Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 August 2019

Buckler Spencer Limited
Old Police Station
Church Street
Swadlincote
Derbyshire
DE11 8LN

Babb Developments Limited

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Babb Developments Limited

Company Information

Directors Mr DJ Babb
Mr GE Babb

Company secretary Mr GE Babb

Registered office 22 Gorsey Leys
Overseal
Swadlincote
Derbyshire
DE12 6JE

Accountants Buckler Spencer Limited
Old Police Station
Church Street
Swadlincote
Derbyshire
DE11 8LN

Babb Developments Limited
(Registration number: 03592032)
Balance Sheet as at 31 August 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>3</u>	45,993	18,763
Current assets			
Stocks	<u>4</u>	683,875	1,212,596
Debtors	<u>5</u>	12,126	14,427
Cash at bank and in hand		2,007,936	1,556,305
		2,703,937	2,783,328
Creditors: Amounts falling due within one year	<u>6</u>	(302,917)	(431,050)
Net current assets		2,401,020	2,352,278
Total assets less current liabilities		2,447,013	2,371,041
Provisions for liabilities		(9,000)	(3,000)
Net assets		2,438,013	2,368,041
Capital and reserves			
Called up share capital	<u>7</u>	300	300
Profit and loss account		2,437,713	2,367,741
Total equity		2,438,013	2,368,041

For the financial year ending 31 August 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 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.

Approved and authorised by the Board on 19 February 2020 and signed on its behalf by:

The notes on pages 4 to 8 form an integral part of these financial statements.

Babb Developments Limited
(Registration number: 03592032)
Balance Sheet as at 31 August 2019

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Mr GE Babb
Company secretary and director

The notes on pages 4 to 8 form an integral part of these financial statements.
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Notes to the Unaudited Financial Statements for the Year Ended 31 August 2019

1 General information

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

The address of its registered office is:

22 Gorsey Leys
Overseal
Swadlincote
Derbyshire
DE12 6JE

The principal place of business is:

22 Gorsey Leys
Overseal
Swadlincote
Derbyshire
DE12 6JE

These financial statements were authorised for issue by the Board on 19 February 2020.

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.

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 and deferred 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.

Babb Developments Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2019

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

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	Depreciation method and rate
Plant, equipment and vehicles	25% reducing balance

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.

Babb Developments Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 August 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.

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.

Babb Developments Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2019

3 Tangible assets

	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation			
At 1 September 2018	37,495	151,651	189,146
Additions	27,800	15,200	43,000
Disposals	(24,600)	-	(24,600)
At 31 August 2019	40,695	166,851	207,546
Depreciation			
At 1 September 2018	36,750	133,633	170,383
Charge for the year	7,027	8,306	15,333
Eliminated on disposal	(24,163)	-	(24,163)
At 31 August 2019	19,614	141,939	161,553
Carrying amount			
At 31 August 2019	21,081	24,912	45,993
At 31 August 2018	745	18,018	18,763

4 Stocks

	2019 £	2018 £
Work in progress	683,875	1,212,596

5 Debtors

	2019 £	2018 £
Prepayments	2,570	2,387
Other debtors	9,556	12,040
	12,126	14,427

Babb Developments Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2019

6 Creditors

Creditors: amounts falling due within one year

	Note	2019 £	2018 £
Due within one year			
Loans and borrowings	<u>8</u>	-	16,153
Trade creditors		59,110	67,118
Taxation and social security		16,120	31,316
Other creditors		<u>227,687</u>	<u>316,463</u>
		<u>302,917</u>	<u>431,050</u>

7 Share capital

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
A Ordinary of £1 each	3	3	3	3
B Ordinary of £1 each	3	3	3	3
C Ordinary of £1 each	3	3	3	3
D Ordinary of £1 each	3	3	3	3
Ordinary of £1 each	288	288	288	288
	<u>300</u>	<u>300</u>	<u>300</u>	<u>300</u>

8 Loans and borrowings

	2019 £	2018 £
Current loans and borrowings		
Bank borrowings	<u>-</u>	<u>16,153</u>

9 Dividends

2019 £	2018 £
<u></u>	<u></u>

Any dividends declared in the period are disclosed in the Statement of Income and Retained Earnings.

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.