

**BROOKSBANK VALVES LIMITED**  
**STRATEGIC REPORT, REPORT OF THE DIRECTORS AND**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2020**

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FOR THE YEAR ENDED 31 MARCH 2020**

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**BROOKSBANK VALVES LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 MARCH 2020**

**DIRECTORS:**

R J Brooksbank  
J E Brooksbank

**SECRETARY:**

Mrs M D Whitehead

**REGISTERED OFFICE:**

Unit 4 The Crossing Business Park  
Riparian Way  
Cross Hills  
Keighley  
West Yorkshire  
BD20 7BW

**REGISTERED NUMBER:**

01004518 (England and Wales)

**AUDITORS:**

DSC Accountants Ltd  
Chartered Accountants  
Statutory Auditors  
Tattersall House  
East Parade  
Harrogate  
North Yorkshire  
HG1 5LT

**STRATEGIC REPORT  
FOR THE YEAR ENDED 31 MARCH 2020**

The directors present their strategic report for the year ended 31 March 2020.

**REVIEW OF BUSINESS**

As shown in the Statement of Income and Retained Earnings, turnover for the year ended 31 March 2020 was £5,924,877 a decrease of £45,024 (0.75%) compared with last year (2019: £5,969,901). Gross profit was £2,226,631 (2019: £2,827,494) being 37.6% of turnover (2019: 47.4%). After administrative expenses and other operating income, there was an operating loss of £903,713 a decrease of £1,057,862 compared with an operating profit last year (2019: £154,149).

During the year the company experienced customer contract delay outside our control, resulting in a lower than expected out-turn, these will be recovered in 2020/21. New appointments to the Operational Management Team have had a positive impact on the business with improved processes, procedures and engagement. We finished the year with a positive order book.

**Covid-19 Impact**

Due to the products which the company manufactures, it was classed as essential UK manufacturing and therefore the company has continued to operate throughout the pandemic following the implementation of COVID-19 policies and practices. The management team has demonstrated dynamic leadership and adaptability during this challenging time and its ability to operate the business with minimal disruption is testament to the dedication and commitment of all of the staff. The Company has experienced some supply chain issues, particularly in the sub-tier which have adversely affected on time in full delivery to a small number of customers. The company continues to grow its orderbook and is expecting to record a significant increase in turnover and profitability in 2020/21.

**PRINCIPAL RISKS AND UNCERTAINTIES**

**Liquidity risk**

The company seeks to manage financial risk by ensuring sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably.

**Credit risk**

The principal credit risk arises from the company's trade debtors. In order to manage credit risk the directors set limits for customers based on a combination of payment history and third party credit references. Credit limits are reviewed by the credit controller on a regular basis in conjunction with debt ageing and collection history.

**Brexit effects on the value of sterling**

Sterling is very low currently which means that imported products are significantly more expensive and therefore margins are reduced. This also impacts metal prices which are all set in US dollars.

**Metal prices**

Copper prices remain manageable however this may change with the move towards electric vehicles. Nickel prices are currently spiking which has a direct impact on nickel alloy prices, nickel aluminium being one of our biggest metal purchases.

**Skills shortages**

A continued and significant risk to UK manufacturing is the shortage of engineering skilled labour. To offset this risk, we have invested in our apprenticeship programme and we are considering offshoring some resources.

**ON BEHALF OF THE BOARD:**

Mrs M D Whitehead - Secretary

24 November 2020

**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 31 MARCH 2020**

The directors present their report with the financial statements of the company for the year ended 31 March 2020.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of valve engineers.

**DIVIDENDS**

No dividends will be distributed for the year ended 31 March 2020.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 April 2019 to the date of this report.

R J Brooksbank  
J E Brooksbank

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

The auditors, DSC Accountants Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**

Mrs M D Whithead - Secretary

24 November 2020

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF BROOKSBANK VALVES LIMITED**

### **Opinion**

We have audited the financial statements of Brooksbank Valves Limited (the 'company') for the year ended 31 March 2020 which comprise the Statement of Income and Retained Earnings, Balance Sheet, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2020 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### **Other information**

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF BROOKSBANK VALVES LIMITED**

### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

### **Responsibilities of directors**

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

### **Auditors' responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

### **Use of our report**

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

John Campbell (Senior Statutory Auditor)  
for and on behalf of DSC Accountants Ltd  
Chartered Accountants  
Statutory Auditors  
Tattersall House  
East Parade  
Harrogate  
North Yorkshire  
HG1 5LT

24 November 2020

**STATEMENT OF INCOME AND RETAINED EARNINGS  
FOR THE YEAR ENDED 31 MARCH 2020**

	Notes	2020 £	2019 £
<b>TURNOVER</b>	3	5,924,877	5,969,901
Cost of sales		<u>3,698,246</u>	<u>3,142,407</u>
<b>GROSS PROFIT</b>		2,226,631	2,827,494
Administrative expenses		<u>3,130,344</u>	<u>2,714,699</u>
		(903,713)	112,795
Other operating income		<u>-</u>	<u>41,354</u>
<b>OPERATING (LOSS)/PROFIT</b>	5	(903,713)	154,149
Interest receivable and similar income		<u>21</u>	<u>-</u>
		(903,692)	154,149
Interest payable and similar expenses	6	<u>33,380</u>	<u>13,039</u>
<b>(LOSS)/PROFIT BEFORE TAXATION</b>		(937,072)	141,110
Tax on (loss)/profit	7	<u>(182,912)</u>	<u>9,540</u>
<b>(LOSS)/PROFIT FOR THE FINANCIAL YEAR</b>		(754,160)	131,570
Retained earnings at beginning of year		2,829,371	2,727,801
Dividends	8	-	(30,000)
<b>RETAINED EARNINGS AT END OF YEAR</b>		<u>2,075,211</u>	<u>2,829,371</u>

The notes form part of these financial statements



**BROOKSBANK VALVES LIMITED (REGISTERED NUMBER: 01004518)****BALANCE SHEET  
31 MARCH 2020**

	Notes	2020 £	£	2019 £	£
<b>FIXED ASSETS</b>					
Tangible assets	9		1,851,095		1,545,563
Investments	10		<u>1</u>		<u>1</u>
			1,851,096		1,545,564
<b>CURRENT ASSETS</b>					
Stocks	11	2,279,603		2,477,979	
Debtors	12	1,651,440		1,916,720	
Cash in hand		<u>449</u>		<u>822</u>	
		3,931,492		4,395,521	
<b>CREDITORS</b>					
Amounts falling due within one year	13	<u>3,135,456</u>		<u>2,700,404</u>	
<b>NET CURRENT ASSETS</b>			<u>796,036</u>		<u>1,695,117</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			2,647,132		3,240,681
<b>CREDITORS</b>					
Amounts falling due after more than one year	14		(311,005)		(17,852)
<b>PROVISIONS FOR LIABILITIES</b>	18		<u>(64,412)</u>		<u>(196,954)</u>
<b>NET ASSETS</b>			<u>2,271,715</u>		<u>3,025,875</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	19		2,754		2,754
Share premium	20		193,500		193,500
Capital redemption reserve	20		250		250
Retained earnings	20		<u>2,075,211</u>		<u>2,829,371</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>2,271,715</u>		<u>3,025,875</u>

The financial statements were approved by the Board of Directors and authorised for issue on 24 November 2020 and were signed on its behalf by:

J E Brooksbank - Director

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 MARCH 2020**

	Notes	2020 £	2019 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	464,230	(66,554)
Interest paid		(17,183)	(4,195)
Interest element of hire purchase payments paid		(16,197)	(8,844)
Tax paid		-	(3,427)
Taxation refund		43,916	-
Net cash from operating activities		<u>474,766</u>	<u>(83,020)</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(93,358)	(574,421)
Interest received		21	-
Net cash from investing activities		<u>(93,337)</u>	<u>(574,421)</u>
<b>Cash flows from financing activities</b>			
Capital repayments in year		(125,807)	(37,310)
Equity dividends paid		-	(30,000)
Net cash from financing activities		<u>(125,807)</u>	<u>(67,310)</u>
<b>Increase/(decrease) in cash and cash equivalents</b>		<u>255,622</u>	<u>(724,751)</u>
<b>Cash and cash equivalents at beginning of year</b>	2	(573,605)	151,146
<b>Cash and cash equivalents at end of year</b>	2	<u>(317,983)</u>	<u>(573,605)</u>

The notes form part of these financial statements

**NOTES TO THE CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 MARCH 2020**

**1. RECONCILIATION OF (LOSS)/PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	2020	2019
	£	£
(Loss)/profit before taxation	(937,072)	141,110
Depreciation charges	326,735	227,629
Finance costs	33,380	13,039
Finance income	(21)	-
	<u>(576,978)</u>	<u>381,778</u>
Decrease/(increase) in stocks	198,376	(1,032,678)
Decrease/(increase) in trade and other debtors	271,734	(133,232)
Increase in trade and other creditors	<u>571,098</u>	<u>717,578</u>
<b>Cash generated from operations</b>	<b><u>464,230</u></b>	<b><u>(66,554)</u></b>

**2. CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

**Year ended 31 March 2020**

	31.3.20	1.4.19
	£	£
Cash and cash equivalents	449	822
Bank overdrafts	<u>(318,432)</u>	<u>(574,427)</u>
	<b><u>(317,983)</u></b>	<b><u>(573,605)</u></b>

**Year ended 31 March 2019**

	31.3.19	1.4.18
	£	£
Cash and cash equivalents	822	151,146
Bank overdrafts	<u>(574,427)</u>	<u>-</u>
	<b><u>(573,605)</u></b>	<b><u>151,146</u></b>

**NOTES TO THE CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 MARCH 2020**

**3. ANALYSIS OF CHANGES IN NET DEBT**

	At 1.4.19 £	Cash flow £	Other non-cash changes £	At 31.3.20 £
<b>Net cash</b>				
Cash at bank and in hand	822	(373)		449
Bank overdrafts	<u>(574,427)</u>	<u>255,995</u>		<u>(318,432)</u>
	<u>(573,605)</u>	<u>255,622</u>		<u>(317,983)</u>
<b>Debt</b>				
Finance leases	<u>(55,168)</u>	<u>125,807</u>	<u>(538,909)</u>	<u>(468,270)</u>
	<u>(55,168)</u>	<u>125,807</u>	<u>(538,909)</u>	<u>(468,270)</u>
<b>Total</b>	<u><u>(628,773)</u></u>	<u><u>381,429</u></u>	<u><u>(538,909)</u></u>	<u><u>(786,253)</u></u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020**

**1. STATUTORY INFORMATION**

Brooksbank Valves 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.

**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" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Preparation of consolidated financial statements**

The financial statements contain information about Brooksbank Valves Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 400 of the Companies Act 2006 from the requirements to prepare consolidated financial statements as it and its subsidiary undertaking are included by full consolidation in the consolidated financial statements of its parent, Aluminium Bronze Valves Limited, Unit 4, The Crossing Business Park, Riparian Way, Cross Hills, Keighley, West Yorkshire BD20 7BW.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

**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	- at varying rates on cost
Motor vehicles	- 25% on reducing balance

**Investments in subsidiaries**

Investments in subsidiary undertakings are recognised at cost.

**Stocks**

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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 Statement of Comprehensive Income, 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 MARCH 2020**

**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.

**Research and development**

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

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**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. TURNOVER**

The turnover and loss (2019 - profit) before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below:

	2020	2019
	£	£
United Kingdom	2,793,691	3,828,748
Europe	187,120	44,033
Asia	1,112,400	1,081,546
North & South America	1,560,035	988,488
Australia	37,534	27,086
Middle East	209,452	-
Africa	24,645	-
	<u>5,924,877</u>	<u>5,969,901</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2020**

**4. EMPLOYEES AND DIRECTORS**

	2020	2019
	£	£
Wages and salaries	1,941,107	1,767,940
Social security costs	171,726	154,923
Other pension costs	60,887	55,395
	<u>2,173,720</u>	<u>1,978,258</u>

The average number of employees during the year was as follows:

	2020	2019
Production	20	18
Administration	45	44
	<u>65</u>	<u>62</u>

	2020	2019
	£	£
Directors' remuneration	<u>105,002</u>	<u>103,451</u>

**5. OPERATING (LOSS)/PROFIT**

The operating loss (2019 - operating profit) is stated after charging:

	2020	2019
	£	£
Other operating leases	198,495	197,000
Depreciation - owned assets	217,254	207,174
Depreciation - assets on hire purchase contracts	109,481	20,455
Auditors' remuneration	<u>11,350</u>	<u>6,900</u>

**6. INTEREST PAYABLE AND SIMILAR EXPENSES**

	2020	2019
	£	£
Bank interest	17,183	4,195
Hire purchase	<u>16,197</u>	<u>8,844</u>
	<u>33,380</u>	<u>13,039</u>

**7. TAXATION**

**Analysis of the tax (credit)/charge**

The tax (credit)/charge on the loss for the year was as follows:

	2020	2019
	£	£
Current tax:		
UK corporation tax	(50,370)	(43,916)
Deferred tax	<u>(132,542)</u>	<u>53,456</u>
Tax on (loss)/profit	<u>(182,912)</u>	<u>9,540</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 MARCH 2020**

**7. TAXATION - continued**

**Reconciliation of total tax (credit)/charge included in profit and loss**

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2020 £	2019 £
(Loss)/profit before tax	<u>(937,072)</u>	<u>141,110</u>
(Loss)/profit multiplied by the standard rate of corporation tax in the UK of 19% (2019 - 19%)	(178,044)	26,811
Effects of:		
Expenses not deductible for tax purposes	-	101
Group relief not recharged	14,815	15,002
Research & development enhanced deduction	<u>(19,683)</u>	<u>(32,374)</u>
Total tax (credit)/charge	<u>(182,912)</u>	<u>9,540</u>

**8. DIVIDENDS**

	2020 £	2019 £
'A' Ordinary shares of 10p each		
Interim	<u>-</u>	<u>30,000</u>

**9. TANGIBLE FIXED ASSETS**

	Plant and machinery £	Motor vehicles £	Totals £
<b>COST</b>			
At 1 April 2019	4,917,983	9,995	4,927,978
Additions	632,267	-	632,267
Disposals	<u>(861,000)</u>	<u>-</u>	<u>(861,000)</u>
At 31 March 2020	<u>4,689,250</u>	<u>9,995</u>	<u>4,699,245</u>
<b>DEPRECIATION</b>			
At 1 April 2019	3,376,871	5,544	3,382,415
Charge for year	325,622	1,113	326,735
Eliminated on disposal	<u>(861,000)</u>	<u>-</u>	<u>(861,000)</u>
At 31 March 2020	<u>2,841,493</u>	<u>6,657</u>	<u>2,848,150</u>
<b>NET BOOK VALUE</b>			
At 31 March 2020	<u>1,847,757</u>	<u>3,338</u>	<u>1,851,095</u>
At 31 March 2019	<u>1,541,112</u>	<u>4,451</u>	<u>1,545,563</u>

The net book value of tangible fixed assets includes £ 623,932 (2019 - £ 115,912 ) in respect of assets held under hire purchase contracts.



NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2020

## 10. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
<b>COST</b>	
At 1 April 2019 and 31 March 2020	<u>1</u>
<b>NET BOOK VALUE</b>	
At 31 March 2020	<u>1</u>
At 31 March 2019	<u>1</u>

The company's investments at the Balance Sheet date in the share capital of companies include the following:

**Blackhall Brooksbank Limited**

Registered office: Cedar House, Bradford Road, Brighouse, West Yorkshire HD6 4DJ

Nature of business: Dormant company

	% holding
Class of shares:	
Ordinary	50.00

## 11. STOCKS

	2020 £	2019 £
Raw materials	1,160,739	764,776
Work-in-progress	443,172	989,232
Finished goods	<u>675,692</u>	<u>723,971</u>
	<u>2,279,603</u>	<u>2,477,979</u>

## 12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	1,451,134	1,695,555
Other debtors	36,074	43,637
Tax	50,370	43,916
Prepayments and accrued income	<u>113,862</u>	<u>133,612</u>
	<u>1,651,440</u>	<u>1,916,720</u>

## 13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Bank loans and overdrafts (see note 15)	318,432	574,427
Hire purchase contracts (see note 16)	157,265	37,316
Trade creditors	999,599	961,928
Amounts owed to group undertakings	34,876	101,022
Social security and other taxes	42,741	39,110
VAT	65,541	6,309
Other creditors	259,636	484,124
Accruals and deferred income	<u>1,257,366</u>	<u>496,168</u>
	<u>3,135,456</u>	<u>2,700,404</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2020**

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

	2020	2019
	£	£
Hire purchase contracts (see note 16)	<u>311,005</u>	<u>17,852</u>

**15. LOANS**

An analysis of the maturity of loans is given below:

	2020	2019
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>318,432</u>	<u>574,427</u>

**16. LEASING AGREEMENTS**

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2020	2019
	£	£
Net obligations repayable:		
Within one year	157,265	37,316
Between one and five years	<u>311,005</u>	<u>17,852</u>
	<u>468,270</u>	<u>55,168</u>

	Non-cancellable operating leases	
	2020	2019
	£	£
Within one year	82,868	85,127
Between one and five years	274,195	288,044
In more than five years	<u>145,833</u>	<u>208,333</u>
	<u>502,896</u>	<u>581,504</u>

**17. SECURED DEBTS**

The following secured debts are included within creditors:

	2020	2019
	£	£
Bank overdrafts	318,432	574,427
Hire purchase contracts	<u>468,270</u>	<u>55,168</u>
	<u>786,702</u>	<u>629,595</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 MARCH 2020**

**18. PROVISIONS FOR LIABILITIES**

	2020 £	2019 £
Deferred tax		
Accelerated capital allowances	272,412	196,954
Tax losses carried forward	(208,000)	-
	<u>64,412</u>	<u>196,954</u>
		Deferred tax
		£
Balance at 1 April 2019		196,954
Credit to Statement of Comprehensive Income during year		(132,542)
Balance at 31 March 2020		<u>64,412</u>

**19. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:		Nominal value:	2020 £	2019 £
Number:	Class:			
27,500	'A' Ordinary	10p	2,750	2,750
4	'B' Ordinary	£1	<u>4</u>	<u>4</u>
			<u>2,754</u>	<u>2,754</u>

**20. RESERVES**

	Retained earnings £	Share premium £	Capital redemption reserve £	Totals £
At 1 April 2019	2,829,371	193,500	250	3,023,121
Deficit for the year	<u>(754,160)</u>			<u>(754,160)</u>
At 31 March 2020	<u>2,075,211</u>	<u>193,500</u>	<u>250</u>	<u>2,268,961</u>

**21. CONTINGENT LIABILITIES**

Brooksbank Valves Limited has secured the bank loan of its parent undertaking Aluminium Bronze Valves Limited. At 31 March 2020 the balance on the loan was £347,700.

**22. CAPITAL COMMITMENTS**

	2020 £	2019 £
Contracted but not provided for in the financial statements	<u>-</u>	<u>436,330</u>

**23. RELATED PARTY DISCLOSURES**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2020**

**23. RELATED PARTY DISCLOSURES - continued**

**Other related parties**

	2020	2019
	£	£
Amount due to related party	<u>250,000</u>	<u>482,500</u>

Included within other creditors is an amount payable on an interest free loan from Brooksbank Industries Limited, a company under common control with Brooksbank Valves Limited.

**24. ULTIMATE CONTROLLING PARTY**

The company is a wholly owned subsidiary of Aluminium Bronze Valves Limited whose registered office is Unit 4, The Crossings Business Park, Riparian Way, Crosshills, Keighley, West Yorkshire, BD20 7BW.

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.