

Tufcoat Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2021

Wessex Commercial Solutions Limited
Yeovil Innovation Centre
Barracks Close
Yeovil
BA22 8RN

Tufcoat Limited

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Tufcoat Limited

Company Information

Director	Ewan Lake
Registered office	3 Garden Close Langage Business Park Plympton Plymouth Devon PL1 2QZ
Accountants	Wessex Commercial Solutions Limited Yeovil Innovation Centre Barracks Close Yeovil BA22 8RN

Tufcoat Limited

(Registration number: 05166591)
Balance Sheet as at 31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Intangible assets	<u>4</u>	-	480
Tangible assets	<u>5</u>	43,830	14,280
Investments	<u>6</u>	1	1
		<u>43,831</u>	<u>14,761</u>
Current assets			
Stocks	<u>7</u>	318,597	461,860
Debtors	<u>8</u>	357,560	338,446
Cash at bank and in hand		<u>353,027</u>	<u>267,178</u>
		1,029,184	1,067,484
Creditors: Amounts falling due within one year	<u>9</u>	<u>(225,628)</u>	<u>(308,316)</u>
Net current assets		<u>803,556</u>	<u>759,168</u>
Total assets less current liabilities		847,387	773,929
Provisions for liabilities		<u>(8,328)</u>	<u>(2,713)</u>
Net assets		<u><u>839,059</u></u>	<u><u>771,216</u></u>
Capital and reserves			
Called up share capital	<u>10</u>	501	501
Capital redemption reserve		500	500
Retained earnings		<u>838,058</u>	<u>770,215</u>
Shareholders' funds		<u><u>839,059</u></u>	<u><u>771,216</u></u>

For the financial year ending 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges 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.

Tufcoat Limited

(Registration number: 05166591)

Balance Sheet as at 31 December 2021

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 director on 23 September 2022

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Ewan Lake

Director

Tufcoat Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

1 General information

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

The address of its registered office is:

3 Garden Close
Langage Business Park
Plympton
Plymouth
Devon
PL1 2QZ
United Kingdom

These financial statements were authorised for issue by the director on 23 September 2022.

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 smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

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.

Government grants

Government grants are recognised when there is a reasonable assurance that the company will comply with the conditions attaching to the grant and that the grant will be received.

Government grants are receivable and recognised in the same period as the related expenditure.

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Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

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.

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 balance sheet 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
Land & buildings leasehold	10% straight line
Plant & machinery	20% straight line
Fixtures, fittings & equipment	20% straight line
Motor vehicles	25% straight line
Ships & boats	20% straight line

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Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Intangible assets

Separately acquired trademarks and licences are shown at historical cost.

Trademarks, licences (including software) and customer-related intangible assets acquired in a business combination are recognised at fair value at the acquisition date.

Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

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
Patents	20% straight line

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

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.

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Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

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.

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 the director) during the year, was 10 (2020 - 9).

Tufcoat Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

4 Intangible assets

	Trademarks, patents and licenses £	Total £
Cost or valuation		
At 1 January 2021	2,400	2,400
At 31 December 2021	2,400	2,400
Amortisation		
At 1 January 2021	1,920	1,920
Amortisation charge	480	480
At 31 December 2021	2,400	2,400
Carrying amount		
At 31 December 2021	-	-
At 31 December 2020	480	480

5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation					
At 1 January 2021	17,707	19,348	34,020	4,879	75,954
Additions	-	1,600	-	36,950	38,550
At 31 December 2021	17,707	20,948	34,020	41,829	114,504
Depreciation					
At 1 January 2021	9,932	16,413	30,450	4,849	61,644
Charge for the year	1,770	3,382	3,570	308	9,030
At 31 December 2021	11,702	19,795	34,020	5,157	70,674
Carrying amount					
At 31 December 2021	6,005	1,153	-	36,672	43,830
At 31 December 2020	7,775	2,935	3,570	-	14,280

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Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Included within the net book value of land and buildings above is £6,005 (2020 - £7,775) in respect of long leasehold land and buildings and £Nil (2020 - £Nil) in respect of short leasehold land and buildings.

6 Investments

	2021	2020
	£	£
Investments in subsidiaries	1	1
Subsidiaries		£
Cost or valuation		
At 1 January 2021		1
Provision		
Carrying amount		
At 31 December 2021		1
At 31 December 2020		1

7 Stocks

	2021	2020
	£	£
Other inventories	318,597	461,860

8 Debtors

	2021	2020
	£	£
Current		
Trade debtors	331,200	304,919
Prepayments	26,271	28,438
Other debtors	89	5,089
	357,560	338,446

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Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

9 Creditors

Creditors: amounts falling due within one year

	2021 £	2020 £
Due within one year		
Trade creditors	126,954	208,167
Taxation and social security	77,968	84,860
Accruals and deferred income	15,947	11,076
Other creditors	4,759	4,213
	<u>225,628</u>	<u>308,316</u>

10 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary A shares of £1 each	500	500	500	500
Ordinary B shares of £1 each	1	1	1	1
	<u>501</u>	<u>501</u>	<u>501</u>	<u>501</u>

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.