

AUK Supplies Limited
Annual Report and Unaudited Financial Statements
Year Ended 31 December 2019

Registration number: 05111595

AUK Supplies Limited

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AUK Supplies Limited

Balance Sheet

31 December 2019

	Note	2019 £	2018 £
Fixed assets			
Intangible assets	<u>4</u>	147,218	204,268
Tangible assets	<u>5</u>	210,222	1,232,324
		<u>357,440</u>	<u>1,436,592</u>
Current assets			
Stocks		521,880	507,911
Debtors	<u>6</u>	810,870	586,131
Cash at bank and in hand		698,314	454,598
		<u>2,031,064</u>	<u>1,548,640</u>
Creditors: Amounts falling due within one year	<u>7</u>	<u>(623,877)</u>	<u>(507,423)</u>
Net current assets		<u>1,407,187</u>	<u>1,041,217</u>
Total assets less current liabilities		<u>1,764,627</u>	<u>2,477,809</u>
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(541,639)</u>	<u>(490,190)</u>
Provisions for liabilities		<u>(28,744)</u>	<u>(46,100)</u>
Net assets		<u>1,194,244</u>	<u>1,941,519</u>
Capital and reserves			
Called up share capital		102	102
Share premium reserve		-	931,594
Capital redemption reserve		-	398,000
Revaluation reserve		-	395,476
Profit and loss account		1,194,142	216,347
Total equity		<u>1,194,244</u>	<u>1,941,519</u>

The notes on pages 3 to 9 form an integral part of these financial statements.

AUK Supplies Limited

Balance Sheet

31 December 2019

For the financial year ending 31 December 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 and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 25 May 2020 and signed on its behalf by:

.....
Mr M S Besley
Director

Company Registration Number: 05111595

The notes on pages 3 to 9 form an integral part of these financial statements.
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AUK Supplies Limited

Notes to the Financial Statements

Year Ended 31 December 2019

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:

Marsh House
Brunel Road
Newton Abbot
Devon
TQ12 4PB

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 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', including Section 1A, and the Companies Act 2006. There are no material departures from FRS 102.

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.

The functional and presentational currency is pounds sterling.

Turnover

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 value added tax.

Goodwill

Positive goodwill is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life. It is reviewed for impairment at the end of the first full financial year following the acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

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	20/5 years straight line

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Notes to the Financial Statements

Year Ended 31 December 2019

Tangible assets

All fixed assets are initially recorded at cost. The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Freehold property	2% straight line
Plant and machinery	15% reducing balance
Fixtures and fittings	15% reducing balance/25% straight line
Motor vehicles	25% reducing balance

Stocks

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

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 corporation 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 on all timing differences at the balance sheet date unless indicated below. Timing differences are differences between taxable profits and the results as stated in the profit and loss account and other comprehensive income.

Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

Foreign currency

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 the transaction. Exchange differences are taken into account in arriving at the operating profit.

Hire purchase and leasing

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and interest is charged to the profit and loss account on a straight line basis.

AUK Supplies Limited

Notes to the Financial Statements

Year Ended 31 December 2019

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 period.

Contributions to defined contribution plans are recognised as an employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial instruments

Classification

The company holds the following financial instruments:

- Short term trade and other debtors and creditors; and
- Cash and bank balances.

All financial instruments are classified as basic.

Recognition and measurement

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Basic financial assets comprise short term trade and other debtors and cash and bank balances. Basic financial liabilities comprise short term trade and other creditors.

Such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 30 (2018 - 31).

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Notes to the Financial Statements

Year Ended 31 December 2019

4 Intangible assets

	Goodwill £
Cost or valuation	
At 1 January 2019	1,186,001
At 31 December 2019	1,186,001
Amortisation	
At 1 January 2019	981,733
Amortisation charge	57,050
At 31 December 2019	1,038,783
Carrying amount	
At 31 December 2019	147,218
At 31 December 2018	204,268

5 Tangible assets

	Freehold land and buildings £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
Cost or valuation					
At 1 January 2019	1,154,138	61,383	190,614	152,127	1,558,262
Additions	-	-	1,120	152,769	153,889
Disposals	(1,154,138)	(4,800)	-	(97,942)	(1,256,880)
At 31 December 2019	-	56,583	191,734	206,954	455,271
Depreciation					
At 1 January 2019	71,833	41,374	123,784	88,947	325,938
Charge for the year	-	2,974	10,169	37,138	50,281
Eliminated on disposal	(71,833)	(4,465)	-	(54,872)	(131,170)
At 31 December 2019	-	39,883	133,953	71,213	245,049
Carrying amount					
At 31 December 2019	-	16,700	57,781	135,741	210,222
At 31 December 2018	1,082,305	20,009	66,830	63,180	1,232,324

AUK Supplies Limited

Notes to the Financial Statements

Year Ended 31 December 2019

6 Debtors

	Note	2019 £	2018 £
Trade debtors		598,874	551,004
Amounts owed by group undertakings	<u>11</u>	129,352	-
Prepayments		82,644	35,127
		<u>810,870</u>	<u>586,131</u>

7 Creditors

Creditors: amounts falling due within one year

	Note	2019 £	2018 £
Due within one year			
Loans and borrowings	<u>8</u>	38,016	13,965
Trade creditors		314,654	263,253
Corporation tax		116,409	62,000
Social security and other taxes		106,229	103,627
Outstanding defined contribution pension costs		1,279	1,234
Other creditors		31,768	43,964
Accrued expenses		15,522	19,380
		<u>623,877</u>	<u>507,423</u>

Creditors: amounts falling due after more than one year

	Note	2019 £	2018 £
Due after one year			
Loans and borrowings	<u>8</u>	<u>541,639</u>	<u>490,190</u>

AUK Supplies Limited

Notes to the Financial Statements

Year Ended 31 December 2019

8 Loans and borrowings

	2019 £	2018 £
Loans and borrowings due after one year		
Hire purchase agreements	76,987	25,538
Redeemable preference shares	464,652	464,652
	<u>541,639</u>	<u>490,190</u>

	2019 £	2018 £
Current loans and borrowings		
Hire purchase agreements	<u>38,016</u>	<u>13,965</u>

Hire purchase agreements

Hire purchase agreements are secured on the individual assets taken out on hire purchase.

Redeemable preference shares

The preference shares have a dividend payment of 2% and are redeemable at the discretion of the company.

9 Share capital

Allotted, called up and fully paid shares

	2019 No.	2019 £	2018 No.	2018 £
'A' Ordinary shares of £1 each	1	1	1	1
'B' Ordinary shares of £1 each	1	1	1	1
'C' Preference shares of £1 each	61,500	61,500	61,500	61,500
'D' Preference shares of £1 each	4	4	4	4
'E' Preference shares of £1 each	403,148	403,148	403,148	403,148
Ordinary shares of £1 each	100	100	100	100
	<u>464,754</u>	<u>464,754</u>	<u>464,754</u>	<u>464,754</u>

10 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £602,398 (2018 - £87,608).

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Notes to the Financial Statements

Year Ended 31 December 2019

11 Related party transactions

Transactions with directors

2019	Advances to directors £	Repayments by director £	At 31 December 2019 £
Mr M S Besley			
Loan repayable on demand with interest charged at the official rate	210,906	(210,906)	-

2018	At 1 January 2018 £	Advances to directors £	Repayments by director £	At 31 December 2018 £
Mr M S Besley				
Loan repayable on demand with interest charged at the official rate	14,052	491,258	(505,310)	-

12 Parent and ultimate parent undertaking

The company's immediate parent is Brookside Group Limited, incorporated in England and Wales.

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.