

Company Registration No. 00121163 (England and Wales)

**DEESIDE LAUNDRY COMPANY (WEST KIRBY)
LIMITED (THE)**

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2021

PAGES FOR FILING WITH REGISTRAR

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DEESIDE LAUNDRY COMPANY (WEST KIRBY) LIMITED (THE)

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DEESIDE LAUNDRY COMPANY (WEST KIRBY) LIMITED (THE)

BALANCE SHEET

AS AT 31 OCTOBER 2021

| | Notes | 2021 £ | £ | 2020 £ | £ |
|--|-------|------------------|-----------------------|------------------|-----------------------|
| Fixed assets | | | | | |
| Tangible assets | 3 | | 164,854 | | 203,213 |
| Current assets | | | | | |
| Stocks | | 181,480 | | 194,087 | |
| Debtors | 4 | 335,640 | | 244,681 | |
| Cash at bank and in hand | | 767,322 | | 588,687 | |
| | | <u>1,284,442</u> | | <u>1,027,455</u> | |
| Creditors: amounts falling due within one year | 5 | <u>(575,526)</u> | | <u>(452,883)</u> | |
| Net current assets | | | <u>708,916</u> | | <u>574,572</u> |
| Total assets less current liabilities | | | <u>873,770</u> | | <u>777,785</u> |
| Creditors: amounts falling due after more than one year | 6 | | (95,214) | | (125,009) |
| Provisions for liabilities | | | <u>(74,138)</u> | | <u>(61,665)</u> |
| Net assets | | | <u><u>704,418</u></u> | | <u><u>591,111</u></u> |
| Capital and reserves | | | | | |
| Called up share capital | | | 5,611 | | 5,611 |
| Revaluation reserve | 8 | | 10,550 | | 10,550 |
| Other reserves | | | 817 | | 817 |
| Profit and loss reserves | | | <u>687,440</u> | | <u>574,133</u> |
| Total equity | | | <u><u>704,418</u></u> | | <u><u>591,111</u></u> |

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

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

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

DEESIDE LAUNDRY COMPANY (WEST KIRBY) LIMITED (THE)

BALANCE SHEET (CONTINUED)

AS AT 31 OCTOBER 2021

The financial statements were approved by the board of directors and authorised for issue on 28 July 2022 and are signed on its behalf by:

N A Cross
Director

Company Registration No. 00121163

DEESIDE LAUNDRY COMPANY (WEST KIRBY) LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2021

1 Accounting policies

Company information

Deeside Laundry Company (West Kirby) Limited (The) is a private company limited by shares incorporated in England and Wales. The registered office is 13 Groveside, West Kirby, Wirral, CH48 0QS.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The presentation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from contracts for the provision of professional services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to contractual hourly staff rates and materials, as a proportion of total costs. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that it is probable will be recovered.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

| | |
|---------------------|----------------------|
| Plant and equipment | 25% reducing balance |
| Motor vehicles | 25% reducing balance |

1.4 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

DEESIDE LAUNDRY COMPANY (WEST KIRBY) LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2021

1 Accounting policies

(Continued)

1.5 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

1.6 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.8 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.9 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

DEESIDE LAUNDRY COMPANY (WEST KIRBY) LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2021

1 Accounting policies

(Continued)

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

1.11 Retirement benefits

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

1.12 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

1.13 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

DEESIDE LAUNDRY COMPANY (WEST KIRBY) LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2021

1 Accounting policies (Continued)

1.14 Linen and overalls for hire

Linen and overalls for hire are included in stock and are charged to the profit and loss account over their estimated useful lives. These range from two to four years.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

| | 2021 Number | 2020 Number |
|-------|----------------|----------------|
| Total | 46 | 47 |

3 Tangible fixed assets

Plant and
machinery etc

£

Cost

At 1 November 2020

1,565,006

Additions

16,494

At 31 October 2021

1,581,500

Depreciation and impairment

At 1 November 2020

1,361,793

Depreciation charged in the year

54,853

At 31 October 2021

1,416,646

Carrying amount

At 31 October 2021

164,854

At 31 October 2020

203,213

4 Debtors

Amounts falling due within one year:

| | 2021 £ | 2020 £ |
|---------------|-----------|-----------|
| Trade debtors | 319,458 | 229,233 |
| Other debtors | 16,182 | 15,448 |
| | 335,640 | 244,681 |

DEESIDE LAUNDRY COMPANY (WEST KIRBY) LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2021

5 Creditors: amounts falling due within one year

| | 2021 £ | 2020 £ |
|------------------------------------|----------------|----------------|
| Bank loans and overdrafts | 50,000 | - |
| Obligations under finance leases | 12,379 | 43,475 |
| Other borrowings | 20,004 | 10,000 |
| Trade creditors | 66,821 | 44,106 |
| Corporation tax | 103,477 | 75,029 |
| Other taxation and social security | 209,628 | 194,315 |
| Other creditors | 4,524 | 8,442 |
| Accruals and deferred income | 108,693 | 77,516 |
| | <u>575,526</u> | <u>452,883</u> |

The obligations under finance leases and hire purchase contracts are secured on the assets to which they relate.

6 Creditors: amounts falling due after more than one year

| | 2021 £ | 2020 £ |
|----------------------------------|---------------|----------------|
| Obligations under finance leases | 3,553 | 15,009 |
| Other borrowings | 91,661 | 110,000 |
| | <u>95,214</u> | <u>125,009</u> |

The obligations under finance leases and hire purchase contracts are secured on the assets to which they relate.

7 Pension commitments

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £17,140 (2020 - £17,996). Contributions amounting to £6,674 (2020 - £10,664) were payable to the fund at the balance sheet date.

8 Revaluation reserve

| | 2021 £ | 2020 £ |
|--------------------------------------|---------------|---------------|
| At the beginning and end of the year | <u>10,550</u> | <u>10,550</u> |

DEESIDE LAUNDRY COMPANY (WEST KIRBY) LIMITED (THE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2021

9 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

| 2021 | 2020 |
|---------------|---------------|
| £ | £ |
| 29,900 | 82,800 |
| <u>29,900</u> | <u>82,800</u> |

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