

REGISTERED NUMBER: 03657970 (England and Wales)

Brothers Enterprises Limited

Abridged Unaudited Financial Statements

for the Year Ended 31 March 2020

Alton & Co
Chartered Accountants
239-241 Kennington Lane
London
SE11 5QU

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for the year ended 31 March 2020**

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Brothers Enterprises Limited
Company Information
for the year ended 31 March 2020

DIRECTOR:	Mr C Kuccuk
REGISTERED OFFICE:	239-241 Kennington Lane London SE11 5QU
REGISTERED NUMBER:	03657970 (England and Wales)
ACCOUNTANTS:	Alton & Co Chartered Accountants 239-241 Kennington Lane London SE11 5QU

**Chartered Accountants' Report to the Director
on the Unaudited Financial Statements of
Brothers Enterprises Limited**

The following reproduces the text of the report prepared for the director in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Statement of Financial Position. Readers are cautioned that the Abridged Statement of Comprehensive Income and certain other primary statements and the Report of the Director are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Brothers Enterprises Limited for the year ended 31 March 2020 which comprise the Abridged Income Statement, Statement of Financial Position and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the director of Brothers Enterprises Limited in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Brothers Enterprises Limited and state those matters that we have agreed to state to the director of Brothers Enterprises Limited in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Brothers Enterprises Limited and its director for our work or for this report.

It is your duty to ensure that Brothers Enterprises Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Brothers Enterprises Limited. You consider that Brothers Enterprises Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Brothers Enterprises Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Alton & Co
Chartered Accountants
239-241 Kennington Lane
London
SE11 5QU

31 March 2021

Brothers Enterprises Limited (Registered number: 03657970)

**Statement of Financial Position
31 March 2020**

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Intangible assets	4		16,069		31,355
Property, plant and equipment	5		919,392		778,372
Investment property	6		<u>1,225,000</u>		<u>1,225,000</u>
			<u>2,160,461</u>		<u>2,034,727</u>
CURRENT ASSETS					
Inventories	7	27,254		86,129	
Debtors	8	865,421		858,085	
Cash at bank and in hand		<u>499,685</u>		<u>652,238</u>	
		<u>1,392,360</u>		<u>1,596,452</u>	
CREDITORS					
Amounts falling due within one year	9	<u>331,338</u>		<u>429,825</u>	
NET CURRENT ASSETS			<u>1,061,022</u>		<u>1,166,627</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			3,221,483		3,201,354
CREDITORS					
Amounts falling due after more than one year	10		(180,841)		(223,935)
PROVISIONS FOR LIABILITIES	12		<u>(202,941)</u>		<u>(39,579)</u>
NET ASSETS			<u><u>2,837,701</u></u>		<u><u>2,937,840</u></u>

The notes form part of these financial statements

Brothers Enterprises Limited (Registered number: 03657970)

Statement of Financial Position - continued
31 March 2020

	Notes	2020 £	£	2019 £	£
CAPITAL AND RESERVES					
Called up share capital	13		100		100
Retained earnings	14		<u>2,837,601</u>		<u>2,937,740</u>
SHAREHOLDERS' FUNDS			<u>2,837,701</u>		<u>2,937,840</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2020 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

All the members have consented to the preparation of an abridged Income Statement for the year ended 31 March 2020 in accordance with Section 444(2A) of the Companies Act 2006.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the director and authorised for issue on 31 March 2021 and were signed by:

Mr C Kuccuk - Director

The notes form part of these financial statements

**Notes to the Financial Statements
for the year ended 31 March 2020**

1. STATUTORY INFORMATION

Brothers Enterprises 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.

The presentation currency of the financial statements is the Pound Sterling (£).

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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Turnover

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

Turnover is generated from ordinary activities of the business and is recognised when the customer takes delivery of the order.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2006, is being amortised evenly over its estimated useful life of eleven years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- straight line over the life of the lease
Long leasehold	- straight line over the life of the lease
Improvements to property	- 10% on reducing balance
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

Stocks

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

Cost is determined on first in first out basis. Net realisable value is the amount to be realised from sale of stock less any cost to sell.

**Notes to the Financial Statements - continued
for the year ended 31 March 2020**

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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 statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

Hire purchase and leasing commitments

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. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 52 (2019 - 56) .

Notes to the Financial Statements - continued
for the year ended 31 March 2020

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 April 2019	
and 31 March 2020	<u>815,000</u>
AMORTISATION	
At 1 April 2019	783,645
Amortisation for year	<u>15,286</u>
At 31 March 2020	<u>798,931</u>
NET BOOK VALUE	
At 31 March 2020	<u>16,069</u>
At 31 March 2019	<u>31,355</u>

5. PROPERTY, PLANT AND EQUIPMENT

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 April 2019	494,366	807,535	1,301,901
Additions	-	270,186	270,186
Disposals	-	(11,500)	(11,500)
At 31 March 2020	<u>494,366</u>	<u>1,066,221</u>	<u>1,560,587</u>
DEPRECIATION			
At 1 April 2019	82,264	441,265	523,529
Charge for year	8,996	111,545	120,541
Eliminated on disposal	-	(2,875)	(2,875)
At 31 March 2020	<u>91,260</u>	<u>549,935</u>	<u>641,195</u>
NET BOOK VALUE			
At 31 March 2020	<u>403,106</u>	<u>516,286</u>	<u>919,392</u>
At 31 March 2019	<u>412,102</u>	<u>366,270</u>	<u>778,372</u>

**Notes to the Financial Statements - continued
for the year ended 31 March 2020**

6. INVESTMENT PROPERTY

	Total £
FAIR VALUE	
At 1 April 2019 and 31 March 2020	<u>1,225,000</u>
NET BOOK VALUE	
At 31 March 2020	<u>1,225,000</u>
At 31 March 2019	<u>1,225,000</u>

Fair value at 31 March 2020 is represented by:

	£
Valuation in 2016	909,076
Cost	<u>315,924</u>
	<u>1,225,000</u>

Company director, as required by FRS 102, undertook to remeasure all investment properties to fair values at reporting date. They have assessed the fair values based on the properties of the similar in nature and in the surrounding areas where these properties are located. Based on the information gathered from justifiable sources, it was concluded that there were no significant movement in the market price and values to be equal to net book value at balance sheet date.

7. INVENTORIES

	2020 £	2019 £
Stocks	<u>27,254</u>	<u>86,129</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	-	29,880
Other debtors	<u>865,421</u>	<u>828,205</u>
	<u>865,421</u>	<u>858,085</u>

**Notes to the Financial Statements - continued
for the year ended 31 March 2020**

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Bank loans and overdrafts	62,001	65,239
Trade creditors	71,063	75,933
Taxation and social security	164,665	254,777
Other creditors	<u>33,609</u>	<u>33,876</u>
	<u><u>331,338</u></u>	<u><u>429,825</u></u>

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020	2019
	£	£
Bank loans	<u>180,841</u>	<u>223,935</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>28,690</u>	<u>45,954</u>

11. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019
	£	£
Bank loans	<u>236,698</u>	<u>280,492</u>

12. PROVISIONS FOR LIABILITIES

	2020	2019
	£	£
Deferred tax	<u>202,941</u>	<u>39,579</u>
		Deferred tax
		£
Balance at 1 April 2019		39,579
Charge to Income Statement during year		<u>163,362</u>
Balance at 31 March 2020		<u><u>202,941</u></u>

**Notes to the Financial Statements - continued
for the year ended 31 March 2020**

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020 £	2019 £
100	Ordinary	£1	<u>100</u>	<u>100</u>

14. RESERVES

	Retained earnings £
At 1 April 2019	2,937,740
Profit for the year	99,861
Dividends	<u>(200,000)</u>
At 31 March 2020	<u>2,837,601</u>

Undistributable reserves of £ 763,961 (2019: £763,961) in respect of Investment property fair value adjustments are included in the reserves.

15. RELATED PARTY DISCLOSURES

Transactions with member of key management personnel:

1. At balance sheet date, company owes £332 (2019: £675).

Transactions with intercompanies:

1. At balance sheet date an amount of £351,272 (2019: £345,107) due from related party. Owned and controlled by the director. Interest free loan repayable on demand and is presented within debtors: amounts falling due within one year.

2. At balance sheet date an amount of £342,500 (2019: £342,500) due from related party. Owned and controlled by participator. Interest free loan repayable on demand and is presented within debtors: amounts falling due within one year.

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.