

Adams of Crediton Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2019

Adams of Crediton Limited

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Adams of Crediton Limited

Company Information

Directors	Mr David Copeland Adams Mr Richard Gregory Adams
Company secretary	Mr David Copeland Adams
Registered office	119-121 High Street Crediton Devon EX17 3LG
Accountants	Wortham Jaques Limited Chartered Accountants & Business Advisers 130a High Street, Crediton, Devon EX17 3LQ

Adams of Crediton Limited
(Registration number: 05318533)
Balance Sheet as at 31 December 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>5</u>	12,220	5,607
Current assets			
Stocks	<u>6</u>	178,661	173,562
Debtors	<u>7</u>	18,942	21,677
Cash at bank and in hand		41,315	67,812
		238,918	263,051
Creditors: Amounts falling due within one year	<u>8</u>	(116,980)	(126,300)
Net current assets		121,938	136,751
Total assets less current liabilities		134,158	142,358
Provisions for liabilities		(2,322)	(1,120)
Net assets		<u>131,836</u>	<u>141,238</u>
Capital and reserves			
Called up share capital	<u>9</u>	100	100
Profit and loss account		131,736	141,138
Total equity		<u>131,836</u>	<u>141,238</u>

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.

Adams of Crediton Limited

(Registration number: 05318533)

Balance Sheet as at 31 December 2019

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.

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 Board on 23 December 2020 and signed on its behalf by:

.....

Mr David Copeland Adams
Company secretary and director

.....

Mr Richard Gregory Adams
Director

Adams of Crediton Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

1 General information

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

The address of its registered office is:

119-121 High Street
Crediton
Devon
EX17 3LG

These financial statements were authorised for issue by the Board on 23 December 2020.

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 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

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.

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.

Adams of Crediton Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

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 statement of financial position 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
Lease	10% straight line basis
Plant and Machinery	15% reducing balance basis
Motor Vehicles	25% reducing balance basis

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

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	Fully amortised on adoption of FRS 102

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.

Adams of Crediton Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

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.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 23 (2018 - 23).

Adams of Crediton Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 January 2019	24,270	24,270
At 31 December 2019	24,270	24,270
Amortisation		
At 1 January 2019	24,270	24,270
At 31 December 2019	24,270	24,270
Carrying amount		
At 31 December 2019	-	-

5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 January 2019	4,400	5,256	8,400	18,056
Additions	-	9,579	-	9,579
At 31 December 2019	4,400	14,835	8,400	27,635
Depreciation				
At 1 January 2019	3,960	3,235	5,254	12,449
Charge for the year	440	1,740	786	2,966
At 31 December 2019	4,400	4,975	6,040	15,415
Carrying amount				
At 31 December 2019	-	9,860	2,360	12,220
At 31 December 2018	440	2,021	3,146	5,607

Included within the net book value of land and buildings above is £Nil (2018 - £440) in respect of short leasehold land and buildings.

6 Stocks

2019

2018

Other inventories

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£	£
<u>178,661</u>	<u>173,562</u>

Adams of Crediton Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

7 Debtors

	2019 £	2018 £
Trade debtors	7,232	8,673
Prepayments	11,050	13,004
Other debtors	660	-
	<u>18,942</u>	<u>21,677</u>

8 Creditors

Creditors: amounts falling due within one year

	2019 £	2018 £
Due within one year		
Trade creditors	46,505	42,900
Taxation and social security	17,787	22,299
Accruals and deferred income	4,380	4,280
Other creditors	48,308	56,821
	<u>116,980</u>	<u>126,300</u>

9 Share capital

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary shares of £1 each	100	100	100	100

10 Dividends

The directors are proposing a final dividend of £Nil (2018 - £120) per share totalling £Nil (2018 - £12,000). This dividend has not been accrued in the Balance Sheet.

Final dividends paid

	2019 £	2018 £
Final dividend of £120.00 (2018 - £100.00) per each Ordinary shares	12,000	10,000

Adams of Crediton Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

11 Related party transactions

Directors' remuneration

The directors' remuneration for the year was as follows:

	2019 £	2018 £
Remuneration	34,104	22,049
Dividends paid to directors		
	2019 £	2018 £
Mr David Copeland Adams		
Dividends paid to director	6,000	5,000
Mr Richard Gregory Adams		
Dividends paid to director	6,000	5,000

12 Parent and ultimate parent undertaking

The ultimate controlling party is the company's directors.

Crediton,

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the Companies Act 2006.