

Alfred J Hurst Limited

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

McKeague Morgan & Company
Chartered Accountants
27 College Gardens
Belfast
BT9 6BS

Alfred J Hurst Limited

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Alfred J Hurst Limited

Company Information

Directors	Mrs Lisa D Kitchen Mr Mark G B Goldsbrough Mr Mervyn E Stevenson Mr Gary Rolston
Registered office	Unit 10 Graham Ind. Estate Dargan Crescent Belfast BT3 9LP
Accountants	McKeague Morgan & Company Chartered Accountants 27 College Gardens Belfast BT9 6BS

Alfred J Hurst Limited

(Registration number: NI001047)

Balance Sheet as at 31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	<u>4</u>	110,267	151,975
Current assets			
Stocks	<u>5</u>	687,644	687,897
Debtors	<u>6</u>	2,137,222	1,851,189
Cash at bank and in hand		<u>508,276</u>	<u>558,513</u>
		3,333,142	3,097,599
Creditors: Amounts falling due within one year	<u>7</u>	<u>(2,563,121)</u>	<u>(2,329,377)</u>
Net current assets		<u>770,021</u>	<u>768,222</u>
Total assets less current liabilities		880,288	920,197
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(128,108)</u>	<u>(299,829)</u>
Net assets		<u>752,180</u>	<u>620,368</u>
Capital and reserves			
Called up share capital		47,500	47,500
Capital redemption reserve		2,500	2,500
Profit and loss account		<u>702,180</u>	<u>570,368</u>
Total equity		<u>752,180</u>	<u>620,368</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.

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 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 10 May 2022 and signed on its behalf by:

Alfred J Hurst Limited

(Registration number: NI001047)

Balance Sheet as at 31 December 2021

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Mrs Lisa D Kitchen

Director

Alfred J Hurst 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 the United Kingdom.

The address of its registered office is:
Unit 10 Graham Ind. Estate
Dargan Crescent
Belfast
BT3 9LP

These financial statements were authorised for issue by the Board on 10 May 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 - '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.

Going concern

The financial statements have been prepared on a going concern basis.

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 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.

Alfred J Hurst Limited

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

2 Accounting policies (continued)

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.

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
Long leasehold land and buildings	10% straight line
Fixtures and fittings	20% straight line
Plant and machinery	20-25% straight line
Motor vehicles	20% straight line

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.

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.

Alfred J Hurst Limited

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

2 Accounting policies (continued)

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.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

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

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

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.

Alfred J Hurst Limited

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

2 Accounting policies (continued)

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 directors) during the year, was 15 (2020 - 16).

Alfred J Hurst Limited

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

4 Tangible assets

	Long leasehold land and buildings £	Fixtures and fittings £	Plant and machinery £	Motor vehicles £	Total £
Cost or valuation					
At 1 January 2021	181,830	13,300	113,798	284,262	593,190
Additions	-	2,086	-	17,995	20,081
At 31 December 2021	181,830	15,386	113,798	302,257	613,271
Depreciation					
At 1 January 2021	181,830	9,151	98,815	151,419	441,215
Charge for the year	-	2,703	6,830	52,256	61,789
At 31 December 2021	181,830	11,854	105,645	203,675	503,004
Carrying amount					
At 31 December 2021	-	3,532	8,153	98,582	110,267
At 31 December 2020	-	4,149	14,983	132,843	151,975

5 Stocks

	2021 £	2020 £
Finished goods and goods for resale	687,644	687,897

6 Debtors

	2021 £	2020 £
Trade debtors	1,911,203	1,630,795
Prepayments and accrued income	9,593	9,657
Other debtors	216,426	210,737
	2,137,222	1,851,189

Alfred J Hurst Limited

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

7 Creditors

	Note	2021 £	2020 £
Due within one year			
Loans and borrowings	<u>9</u>	1,243,533	1,189,268
Trade creditors		1,165,570	1,027,955
Corporation tax liability		50,862	21,459
Taxation and social security		70,673	65,119
Accruals and deferred income		32,483	25,576
		<u>2,563,121</u>	<u>2,329,377</u>
Due after one year			
Loans and borrowings	<u>9</u>	<u>128,108</u>	<u>299,829</u>

8 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary shares of £1 each	47,500	47,500	47,500	47,500

Alfred J Hurst Limited

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

9 Loans and borrowings

	2021 £	2020 £
Current loans and borrowings		
Bank borrowings	20,004	29,166
Bank overdrafts	1,188,569	1,125,319
Hire purchase contracts	34,960	34,783
	<u>1,243,533</u>	<u>1,189,268</u>
	2021 £	2020 £
Non-current loans and borrowings		
Bank borrowings	68,327	220,833
Hire purchase contracts	59,781	78,996
	<u>128,108</u>	<u>299,829</u>

Bank borrowings

The CBILS loan is denominated in sterling with a nominal interest rate of 4.1%, and the final instalment is due on 11 May 2026. The carrying amount at year end is £88,331 (2020 - £250,000).

80% of the outstanding balance of the loan is guaranteed by The Department of Business, Energy and Industrial Strategy under the Coronavirus Business Interruption Loan (CBIL) Scheme.

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

10 Related party transactions

Loans to related parties

	Key management £	Total £
2021		
At start of period	96,835	96,835
Advanced	5,039	5,039
	<hr/>	<hr/>
At end of period	<u>101,874</u>	<u>101,874</u>
	Key management £	Total £
2020		
At start of period	94,838	94,838
Advanced	1,997	1,997
	<hr/>	<hr/>
At end of period	<u>96,835</u>	<u>96,835</u>

Terms of loans to related parties

Loans with key management are interest free and repayable on demand.

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.