

REGISTERED NUMBER: 02024404 (England and Wales)

Financial Statements for the Year Ended 30 November 2021

for

Certwood Limited

Certwood Limited (Registered number: 02024404)

Contents of the Financial Statements
for the Year Ended 30 November 2021

	Page
Company Information	1
Balance Sheet	2 to 3
Notes to the Financial Statements	4 to 9

Certwood Limited

Company Information
for the Year Ended 30 November 2021

DIRECTORS:	Mr R Courtnell Mr S H Rook
SECRETARY:	Mrs I E Courtnell
REGISTERED OFFICE:	4 Cromwell Court New Street Aylesbury Buckinghamshire HP20 2PB
REGISTERED NUMBER:	02024404 (England and Wales)

Certwood Limited (Registered number: 02024404)

Balance Sheet
30 November 2021

	Notes	2021 £	2020 £
FIXED ASSETS			
Intangible assets	4	345,225	371,980
Tangible assets	5	<u>1,131,441</u>	<u>1,273,472</u>
		<u>1,476,666</u>	<u>1,645,452</u>
CURRENT ASSETS			
Stocks		1,357,927	1,057,627
Debtors	6	717,218	907,039
Cash at bank and in hand		<u>241,268</u>	<u>132,980</u>
		<u>2,316,413</u>	<u>2,097,646</u>
CREDITORS			
Amounts falling due within one year	7	<u>(1,281,593)</u>	<u>(1,289,500)</u>
NET CURRENT ASSETS		<u>1,034,820</u>	<u>808,146</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,511,486	2,453,598
CREDITORS			
Amounts falling due after more than one year	8	(636,867)	(650,050)
PROVISIONS FOR LIABILITIES		<u>(236,768)</u>	<u>(259,643)</u>
NET ASSETS		<u>1,637,851</u>	<u>1,543,905</u>
CAPITAL AND RESERVES			
Called up share capital	11	110,000	110,000
Retained earnings		<u>1,527,851</u>	<u>1,433,905</u>
SHAREHOLDERS' FUNDS		<u>1,637,851</u>	<u>1,543,905</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 November 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 November 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- 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.

Certwood Limited (Registered number: 02024404)

Balance Sheet - continued
30 November 2021

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

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

The financial statements were approved by the Board of Directors and authorised for issue on 26 April 2022 and were signed on its behalf by:

Mr R Courtnell - Director

Certwood Limited (Registered number: 02024404)

Notes to the Financial Statements
for the Year Ended 30 November 2021

1. STATUTORY INFORMATION

Certwood 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 company's principle place of business is:

Laporte Way
Luton
Beds
LU4 8EF

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.

Turnover

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

A sale is recognised when revenue and associated costs can be measured reliably and future economic benefits are probable. Revenue is measured at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, net of discounts and VAT.

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.

Development costs are being amortised evenly over their estimated useful life of ten years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Short leasehold	- 10% on cost
Improvements to property	- 10% on cost
Plant and machinery	- 10% on reducing balance
Fixtures and fittings	- 15% on reducing balance

Stocks

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

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

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 balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet 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.

Certwood Limited (Registered number: 02024404)

Notes to the Financial Statements - continued
for the Year Ended 30 November 2021

2. **ACCOUNTING POLICIES - continued**

Research and development

Research and development expenditure is written off in the year in which it is incurred, except that development expenditure incurred on an individual project is carried forward when its future reconcilability can reasonably be regarded as assured. The expenditure carried forward is treated as an intangible fixed asset and amortised over its estimated economic life so as to match the expenditure with the anticipated sales from the related project.

Foreign currencies

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

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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.

Fixed assets

All fixed assets are initially recorded at cost.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 55 (2020 - 58) .

4. **INTANGIBLE FIXED ASSETS**

	Other intangible assets £
COST	
At 1 December 2020	593,096
Additions	<u>34,289</u>
At 30 November 2021	<u>627,385</u>
AMORTISATION	
At 1 December 2020	221,116
Charge for year	<u>61,044</u>
At 30 November 2021	<u>282,160</u>
NET BOOK VALUE	
At 30 November 2021	<u>345,225</u>
At 30 November 2020	<u>371,980</u>

Certwood Limited (Registered number: 02024404)

Notes to the Financial Statements - continued
for the Year Ended 30 November 2021

4. **INTANGIBLE FIXED ASSETS - continued**

£34,289 of development costs additions in the year relate to:

CONSTRUCTION ROOFING PRODUCT DEVELOPMENT

To design, model and bring into production a new roof tiling clip product.

LIGHT DUTY FLOORING PANEL

This is a temporary venue flooring project. We have already designed and brought to market a heavy duty version. The requirements for this light duty option required considering new operational dynamics for performance and we started again on the concept and redesigned.

GROUNDWORKS KERB DRAIN PRODUCT

Redesign a kerb drain product to eliminate failures in the field.

CONSTRUCTION ROOFING PRODUCT

Re-design, model & bring to production a new roof tiling product.

CONSTRUCTION ROOFING PRODUCT

Investigate and propose Plastic raw material changes to existing roofing products to achieve weight savings, process improvements and cost down.

HEALTHCARE PRODUCTS STORAGE COMPARTMENTALISATION

To design a method to compartmentalise the inside of two healthcare storage trays for small product storage within a hospital ward/surgical setting.

EDUCATION SEATING PRODUCT

Re-design and modifications to a school chair product to meet safety requirements for the USA school market.

EDUCATION PRODUCT

Investigate opportunity to develop a range of Antimicrobial trays for Education and Healthcare in response to the needs to combat Covid-19.

In 2020 £27,174 of development costs additions in the year relate to:

LIGHT DUTY FLOORING PANEL

This is a temporary venue flooring project. We have already designed and brought to market a heavy duty version. The requirements for this light duty option required considering new operational dynamics for performance and we started again on the concept and redesigned.

CLIP PAN AND VERGE TOOLS

These are all construction / roofing products. We took on the development & prototyping work for them bringing tooling and product to market.

CORNER DRAIN

Another construction / ground works product requiring development & prototyping work bringing tooling and product to market.

STORSYSTEM - A3 DIVIDERS

We have a healthcare customer who required some form of dividing up the inside space on our EW A3 single depth and double depth trays to store small items. The dividers were a solution the we developed, designed prototyped and are bringing to market by late summer.

STORSYSTEM - SINGLE DEPTH SW TRAY - LIGHTWEIGHT

We need to look at reducing weight in some of our trays and we went on to the design a lighter weight version of the existing tray. This design required rethinking the flow characteristics to fill the mould and achieve moldable thin wall sections CAD design and MOLDFLOW investigation with prototyping achieved a thinner wall section product.

USA EDUCATION CUSTOMER

Design and bring to market a new style education storage tray incorporating existing Storsystem IP and patent designs along with the customers own styling features.

Certwood Limited (Registered number: 02024404)

Notes to the Financial Statements - continued
for the Year Ended 30 November 2021

5. **TANGIBLE FIXED ASSETS**

	Short leasehold £	Improvements to property £	Plant and machinery £	Fixtures and fittings £	Totals £
COST					
At 1 December 2020	25,454	89,034	3,178,749	73,210	3,366,447
Additions	-	-	12,950	3,044	15,994
Disposals	-	-	(60,237)	-	(60,237)
At 30 November 2021	<u>25,454</u>	<u>89,034</u>	<u>3,131,462</u>	<u>76,254</u>	<u>3,322,204</u>
DEPRECIATION					
At 1 December 2020	3,606	84,137	1,935,785	69,447	2,092,975
Charge for year	2,545	1,766	125,117	1,021	130,449
Eliminated on disposal	-	-	(32,661)	-	(32,661)
At 30 November 2021	<u>6,151</u>	<u>85,903</u>	<u>2,028,241</u>	<u>70,468</u>	<u>2,190,763</u>
NET BOOK VALUE					
At 30 November 2021	<u>19,303</u>	<u>3,131</u>	<u>1,103,221</u>	<u>5,786</u>	<u>1,131,441</u>
At 30 November 2020	<u>21,848</u>	<u>4,897</u>	<u>1,242,964</u>	<u>3,763</u>	<u>1,273,472</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £
COST	
At 1 December 2020	1,565,242
Transfer to ownership	(214,266)
At 30 November 2021	<u>1,350,976</u>
DEPRECIATION	
At 1 December 2020	877,703
Charge for year	48,540
Transfer to ownership	(77,655)
At 30 November 2021	<u>848,588</u>
NET BOOK VALUE	
At 30 November 2021	<u>502,388</u>
At 30 November 2020	<u>687,539</u>

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021 £	2020 £
Trade debtors	657,430	836,774
Other debtors	59,788	70,265
	<u>717,218</u>	<u>907,039</u>

Certwood Limited (Registered number: 02024404)

Notes to the Financial Statements - continued
for the Year Ended 30 November 2021

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Bank loans and overdrafts	89,812	27,778
Hire purchase contracts (see note 9)	89,778	219,243
Trade creditors	412,508	374,329
Taxation and social security	84,135	116,941
Other creditors	<u>605,360</u>	<u>551,209</u>
	<u>1,281,593</u>	<u>1,289,500</u>

The company commenced an agreement on 23rd February 2010 to sell its existing and future trade debts to UK customers, to an invoice discounting company. The company continued to bear significant benefits and risks relating to them and ultimately the invoice discounting company could exercise recourse for debts not paid on time and any outstanding at the end of the agreement. The charges incurred in connection with the invoice discounting were as follows: £29,427 (2020 : £29,886). Included within other creditors is an amount of £379,829 (2020 - £337,407) due to the company in relation to the invoice discounting company.

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

	2021	2020
	£	£
Bank loans	359,496	225,000
Hire purchase contracts (see note 9)	139,750	189,528
Other creditors	<u>137,621</u>	<u>235,522</u>
	<u>636,867</u>	<u>650,050</u>

9. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2021	2020
	£	£
Net obligations repayable:		
Within one year	89,778	219,243
Between one and five years	<u>139,750</u>	<u>189,528</u>
	<u>229,528</u>	<u>408,771</u>
	Non-cancellable	operating leases
	2021	2020
	£	£
Within one year	2,480	5,890
Between one and five years	77,440	121,794
In more than five years	<u>2,665,677</u>	<u>2,994,581</u>
	<u>2,745,597</u>	<u>3,122,265</u>

Certwood Limited (Registered number: 02024404)

Notes to the Financial Statements - continued
for the Year Ended 30 November 2021

10. SECURED DEBTS

The following secured debts are included within creditors:

	2021	2020
	£	£
Bank loans	449,308	252,778
Other loans	213,567	310,660
Hire purchase contracts	229,528	408,771
Invoice discounting company	379,829	337,047
	<u>1,272,232</u>	<u>1,309,256</u>

The bank loans and hire purchase contracts are secured on the assets concerned.

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2021	2020
			£	£
110,000	Ordinary	£1	<u>110,000</u>	<u>110,000</u>

12. GOVERNMENT GRANTS

During the year ended 30th November 2001 the company received a Government Enterprise Grant to help implement a project to purchase two moulding machines and two robots. Government Grants are included in the profit and loss for the year of £898 (2020 : £998). Deferred Government Grants of £8,085 (2020 : £8,983) will be included in future years profit and loss accounts.

During the year ended 30th November 2020 the company received Government Grants of £124,142 (2020: £331,578) in relation to furloughed employees.

