

B.S Steels Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 30 November 2021

Blue Spire Limited
Chartered Accountants
Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

B.S Steels Limited

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B.S Steels Limited

Company Information

Directors	Mrs N Williams Mr R Slade Mrs J Nicholson Ms L Thew
Company secretary	Mrs J Nicholson
Registered office	Cawley Priory South Pallant Chichester West Sussex PO19 1SY
Accountants	Blue Spire Limited Chartered Accountants Cawley Priory South Pallant Chichester West Sussex PO19 1SY

**Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited Statutory Accounts of
B.S Steels Limited
for the Year Ended 30 November 2021**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of B.S Steels Limited for the year ended 30 November 2021 as set out on pages [3](#) to [9](#) 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 at <http://www.icaew.com/regulation>.

This report is made solely to the Board of Directors of B.S Steels Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of B.S Steels Limited and state those matters that we have agreed to state to the Board of Directors of B.S Steels Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than B.S Steels Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that B.S Steels Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of B.S Steels Limited. You consider that B.S Steels 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 accounts of B.S Steels 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 accounts.

.....

Blue Spire Limited
Chartered Accountants
Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

8 July 2022

B.S Steels Limited

**(Registration number: 03136951)
Balance Sheet as at 30 November 2021**

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	4	479,665	523,930
Current assets			
Stocks	5	204,701	146,301
Debtors	6	1,517,591	1,049,713
Cash at bank and in hand		94,162	273,730
		<u>1,816,454</u>	<u>1,469,744</u>
Creditors: Amounts falling due within one year	7	<u>(803,510)</u>	<u>(785,093)</u>
Net current assets		<u>1,012,944</u>	<u>684,651</u>
Total assets less current liabilities		1,492,609	1,208,581
Creditors: Amounts falling due after more than one year	7	(96,683)	(131,753)
Provisions for liabilities		<u>(33,796)</u>	<u>(37,596)</u>
Net assets		<u><u>1,362,130</u></u>	<u><u>1,039,232</u></u>
Capital and reserves			
Called up share capital	8	100	100
Retained earnings		<u>1,362,030</u>	<u>1,039,132</u>
Shareholders' funds		<u><u>1,362,130</u></u>	<u><u>1,039,232</u></u>

For the financial year ending 30 November 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 8 July 2022 and signed on its behalf by:

.....
Mr R Slade
Director

B.S Steels Limited

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

1 General information

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

The address of its registered office is:

Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

The principal place of business is:

Ackworth Road
Hilsea Industrial Estate
Portsmouth
Hampshire
PO3 5NS

These financial statements were authorised for issue by the Board on 8 July 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 smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

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.

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.

B.S Steels Limited

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

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
Plant and Machinery	20% Reducing Balance
Fixtures and Fittings	25% Reducing Balance
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.

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.

B.S Steels Limited

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

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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.

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 30 (2020 - 29).

B.S Steels Limited**Notes to the Unaudited Financial Statements for the Year Ended 30 November 2021****4 Tangible assets**

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 December 2020	321,321	344,643	191,136	857,100
Additions	-	58,045	-	58,045
Disposals	-	-	(43,933)	(43,933)
At 30 November 2021	<u>321,321</u>	<u>402,688</u>	<u>147,203</u>	<u>871,212</u>
Depreciation				
At 1 December 2020	65,317	212,159	55,694	333,170
Charge for the year	13,500	39,056	38,228	90,784
Eliminated on disposal	-	-	(32,407)	(32,407)
At 30 November 2021	<u>78,817</u>	<u>251,215</u>	<u>61,515</u>	<u>391,547</u>
Carrying amount				
At 30 November 2021	<u>242,504</u>	<u>151,473</u>	<u>85,688</u>	<u>479,665</u>
At 30 November 2020	<u>256,004</u>	<u>132,484</u>	<u>135,442</u>	<u>523,930</u>

Included within the net book value of land and buildings above is £242,504 (2020 - £256,004) in respect of long leasehold land and buildings.

5 Stocks

	2021 £	2020 £
Work in progress	66,889	66,221
Other inventories	<u>137,812</u>	<u>80,080</u>
	<u>204,701</u>	<u>146,301</u>

6 Debtors

Current	Note	2021 £	2020 £
Trade debtors		1,357,384	734,011
Amounts owed by related parties	11	-	93,170
Prepayments		2,749	202
Other debtors		<u>157,458</u>	<u>222,330</u>
		<u>1,517,591</u>	<u>1,049,713</u>

B.S Steels Limited

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

7 Creditors

Creditors: amounts falling due within one year

	Note	2021 £	2020 £
Due within one year			
Loans and borrowings	9	36,117	49,978
Trade creditors		589,366	639,506
Amounts owed to group undertakings and undertakings in which the company has a participating interest	11	99,515	-
Taxation and social security		53,622	70,148
Accruals and deferred income		16,300	22,944
Other creditors		8,590	2,517
		<u>803,510</u>	<u>785,093</u>

Creditors: amounts falling due after more than one year

	Note	2021 £	2020 £
Due after one year			
Loans and borrowings	9	<u>96,683</u>	<u>131,753</u>

8 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary shares of £1 each	100	100	100	100
		<u>100</u>	<u>100</u>	<u>100</u>

9 Loans and borrowings

	2021 £	2020 £
Non-current loans and borrowings		
Bank borrowings	96,683	128,913
Hire purchase contracts	-	2,840
	<u>96,683</u>	<u>131,753</u>

	2021 £	2020 £
Current loans and borrowings		
Bank borrowings	33,283	25,247
Hire purchase contracts	2,834	3,176
Other borrowings	-	21,555
	<u>36,117</u>	<u>49,978</u>

10 Dividends

	2021	2020
	£	£
Interim dividend of £2,000.00 (2020 - £Nil) per ordinary share	200,000	-

11 Related party transactions

Transactions with directors

	At 1 December 2020	Advances to director	Repayments by director	Other payments made to company by director	At 30 November 2021
	£	£	£	£	£
2021					
Mr R Slade					
Amounts owed from/(to)	11,044	100,485	(52,920)	-	58,609
Mrs N Williams					
Amounts owed from/(to)	2,540	850	-	-	3,390
Mrs J Nicholson					
Amounts owed from/(to)	(1,837)	5,040	-	(10,000)	(6,797)
Ms L Thew					
Amounts owed from/(to)	-	12,764	(30)	(10,000)	2,734

	At 1 December 2019	Advances to director	Repayments by director	At 30 November 2020
	£	£	£	£
2020				
Mr R Slade				
Amounts owed from/(to)	(461)	16,475	(4,970)	11,044
Mrs N Williams				
Amounts owed from/(to)	2,180	360	-	2,540
Mrs J Nicholson				
Amounts owed from/(to)	(1,837)	-	-	(1,837)

Summary of transactions with parent

Construction Steel Services Limited

Income and receivables from related parties

	Parent £
2021	
Amounts receivable from related party	<u>130,989</u>
2020	
Amounts receivable from related party	<u>93,170</u>