

# Howard Smith & Co Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 29 February 2020



**Howard Smith & Co Limited**

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**Howard Smith & Co Limited**

**Company Information**

**Director** Mr J Stimpson

**Company secretary** Mrs L G Stimpson

**Registered office** First Floor  
Bellamy House  
Winton Road  
Petersfield  
Hampshire  
GU32 3HA

**Howard Smith & Co Limited**  
**(Registration number: 04659953)**  
**Balance Sheet as at 29 February 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Intangible assets	<a href="#">4</a>	2	2
Tangible assets	<a href="#">5</a>	6,498	7,723
		<u>6,500</u>	<u>7,725</u>
<b>Current assets</b>			
Stocks	<a href="#">6</a>	29,576	15,205
Debtors	<a href="#">7</a>	107,318	98,340
Cash at bank and in hand		148	5,993
		<u>137,042</u>	<u>119,538</u>
<b>Creditors: Amounts falling due within one year</b>	<a href="#">8</a>	<u>(59,253)</u>	<u>(29,395)</u>
<b>Net current assets</b>		<u>77,789</u>	<u>90,143</u>
<b>Total assets less current liabilities</b>		84,289	97,868
<b>Provisions for liabilities</b>		<u>(1,234)</u>	<u>(1,467)</u>
<b>Net assets</b>		<u>83,055</u>	<u>96,401</u>
<b>Capital and reserves</b>			
Called up share capital	<a href="#">9</a>	1,500	1,500
Profit and loss account		81,555	94,901
Shareholders' funds		<u>83,055</u>	<u>96,401</u>

The notes on pages [4](#) to [9](#) form an integral part of these financial statements.

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**Howard Smith & Co Limited**

**(Registration number: 04659953)**

**Balance Sheet as at 29 February 2020**

For the financial year ending 29 February 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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 director on 29 July 2020

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Mr J Stimpson  
Director

## Howard Smith & Co Limited

### Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020

#### 1 General information

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

The address of its registered office is:

First Floor  
Bellamy House  
Winton Road  
Petersfield  
Hampshire  
GU32 3HA

These financial statements were authorised for issue by the director on 29 July 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.

**Howard Smith & Co Limited**

**Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020**

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 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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Fixtures and fittings	25% on reducing balance

**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:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Goodwill	over 10 years

**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.



**Howard Smith & Co Limited**

**Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020**

**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 the director) during the year, was 4 (2019 - 4).

## Howard Smith &amp; Co Limited

## Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020

**4 Intangible assets**

	<b>Goodwill £</b>	<b>Total £</b>
<b>Cost or valuation</b>		
At 1 March 2019	325,000	325,000
At 29 February 2020	325,000	325,000
<b>Amortisation</b>		
At 1 March 2019	324,998	324,998
At 29 February 2020	324,998	324,998
<b>Carrying amount</b>		
At 29 February 2020	<u>2</u>	<u>2</u>
At 28 February 2019	<u>2</u>	<u>2</u>

**5 Tangible assets**

	<b>Furniture, fittings and equipment £</b>	<b>Total £</b>
<b>Cost or valuation</b>		
At 1 March 2019	29,835	29,835
Additions	3,378	3,378
Disposals	(4,006)	(4,006)
At 29 February 2020	29,207	29,207
<b>Depreciation</b>		
At 1 March 2019	22,112	22,112
Charge for the year	4,112	4,112
Eliminated on disposal	(3,515)	(3,515)
At 29 February 2020	22,709	22,709
<b>Carrying amount</b>		
At 29 February 2020	<u>6,498</u>	<u>6,498</u>
At 28 February 2019	<u>7,723</u>	<u>7,723</u>

**6 Stocks**

	<b>2020 £</b>	<b>2019 £</b>
Work in progress	<u>29,576</u>	<u>15,205</u>

**Howard Smith & Co Limited****Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020****7 Debtors**

	<b>Note</b>	<b>2020</b> <b>£</b>	<b>2019</b> <b>£</b>
Trade debtors		28,250	19,427
Amounts owed by group undertakings and undertakings in which the company has a participating interest		72,741	72,817
Prepayments		6,260	6,096
Other debtors		67	-
		<u>107,318</u>	<u>98,340</u>

**Howard Smith & Co Limited****Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020****8 Creditors****Creditors: amounts falling due within one year**

	Note	2020 £	2019 £
<b>Due within one year</b>			
Loans and borrowings	<a href="#">10</a>	7,753	-
Trade creditors		840	1,190
Taxation and social security		26,454	27,884
Accruals and deferred income		163	190
Other creditors		24,043	131
		<u>59,253</u>	<u>29,395</u>

**9 Share capital****Allotted, called up and fully paid shares**

	2020		2019	
	No.	£	No.	£
Ordinary of £1 each	1,500	1,500	1,500	1,500

**10 Loans and borrowings**

	2020 £	2019 £
<b>Current loans and borrowings</b>		
Bank overdrafts	<u>7,753</u>	-

**11 Dividends**

	2020 £	2019 £
Interim dividend of £Nil (2019 - £40) per ordinary share	<u>75,000</u>	<u>60,000</u>