

REGISTERED NUMBER: 03401000 (England and Wales)

**STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
FOR
BIRMINGHAM STOPPER LIMITED**

Feltons, Statutory Auditor
8 Sovereign Court
8 Graham Street
Birmingham B1 3JR



BIRMINGHAM STOPPER LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2021**

DIRECTORS:

R J Varley
J A Dale
S Hayes
M Williams

REGISTERED OFFICE:

235 Icknield Street
Hockley
Birmingham
B18 6QU

REGISTERED NUMBER:

03401000 (England and Wales)

AUDITORS:

Feltons, Statutory Auditor
8 Sovereign Court
8 Graham Street
Birmingham B1 3JR

**STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

The directors present their strategic report for the year ended 31 December 2021.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

The company has continued to trade as manufacturers of metal processing and fabrications. The company operates from premises in Birmingham, West Midlands, and sells its products both in the UK and overseas.

Turnover has increased from 2020, as have production and operating costs which combined have resulted in an operating profit of £259,657 compared to an operating loss of £128,465 in the previous year. Cash generated from operations is negative £98,038 and overall cash has decreased by £391,613 during the year. Shareholders' funds have increased to £7,160,075 at 31 December 2021 and the directors consider that the company's position is satisfactory.

The Company will continue to use its available funds to finance other acquisitions, to grow the business.

Considering the severe impact that the global pandemic had on the business the results are considered satisfactory. The loss for the year was entirely attributable to that factor and the directors look forward to a year of progress and satisfactory trading.

PRINCIPAL RISKS AND UNCERTAINTIES

The directors have considered the major risks and uncertainties facing the company, which include changes in legislation and regulations, loss of major customers and cash flow management, and have in place procedures to deal with these matters.

ON BEHALF OF THE BOARD:



R J Varley - Director

16 June 2022

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2021**

The directors present their report with the financial statements of the company for the year ended 31 December 2021.

DIVIDENDS

No dividends will be distributed for the year ended 31 December 2021.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2021 to the date of this report.

R J Varley
J A Dale
S Hayes

Other changes in directors holding office are as follows:

M Williams was appointed as a director after 31 December 2021 but prior to the date of this report.

R Paton ceased to be a director after 31 December 2021 but prior to the date of this report.

During the year a qualifying third party indemnity provision was in force for the benefit of one or more directors.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.


BIRMINGHAM STOPPER LIMITED (REGISTERED NUMBER: 03401000)

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2021**

AUDITORS

The auditors, Feltons, Statutory Auditor, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



R J Varley - Director

16 June 2022

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF BIRMINGHAM STOPPER LIMITED

Opinion

We have audited the financial statements of Birmingham Stopper Limited (the 'company') for the year ended 31 December 2021 which comprise the Statement of Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF BIRMINGHAM STOPPER LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud

We reviewed the company's control and risk management procedures and planned our work based on our assessment of those controls and procedures. This review included an assessment of the risk of material misstatement due to the errors, fraud and management override of controls for all material areas in the financial statements. We made enquiries of management and the company's lawyers regarding any actual or potential litigation and/or claims. Financial statement disclosures were reviewed and checked for compliance with applicable laws. Detailed testing was conducted on balances and transactions including unusual items and those of individual significance to the financial statements. Data analytics were used in order to identify unusual or significant trends. Communications with management and those charged with governance regarding relevant matters was undertaken throughout the audit and on completion.

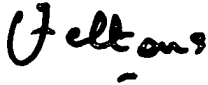
Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
BIRMINGHAM STOPPER LIMITED**

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



David Farnsworth (Senior Statutory Auditor)
for and on behalf of Feltons, Statutory Auditor
8 Sovereign Court
8 Graham Street
Birmingham B1 3JR

16 June 2022

BIRMINGHAM STOPPER LIMITED (REGISTERED NUMBER: 03401000)**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2021**

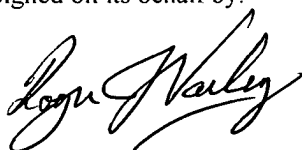
		31/12/21		31/12/20	
	Notes	£	£	£	£
TURNOVER	3		8,700,110		5,629,007
Cost of sales			<u>7,147,503</u>		<u>4,586,333</u>
GROSS PROFIT			1,552,607		1,042,674
Distribution costs		76,073		56,657	
Administrative expenses		<u>1,216,877</u>		<u>1,114,482</u>	
			<u>1,292,950</u>		<u>1,171,139</u>
OPERATING PROFIT/(LOSS)	5		259,657		(128,465)
Interest receivable and similar income			<u>1,467</u>		<u>1,576</u>
PROFIT/(LOSS) BEFORE TAXATION			261,124		(126,889)
Tax on profit/(loss)	6		<u>47,344</u>		<u>(12,307)</u>
PROFIT/(LOSS) FOR THE FINANCIAL YEAR			213,780		(114,582)
OTHER COMPREHENSIVE INCOME			<u>-</u>		<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR			<u>213,780</u>		<u>(114,582)</u>

The notes form part of these financial statements

BIRMINGHAM STOPPER LIMITED (REGISTERED NUMBER: 03401000)**BALANCE SHEET
31 DECEMBER 2021**

		2021		2020	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	7		2,304,587		2,452,183
CURRENT ASSETS					
Stocks	8	1,196,304		808,241	
Debtors	9	4,965,610		4,225,361	
Cash at bank and in hand		462,350		853,963	
		<u>6,624,264</u>		<u>5,887,565</u>	
CREDITORS					
Amounts falling due within one year	10	1,615,176		1,179,475	
NET CURRENT ASSETS			<u>5,009,088</u>		<u>4,708,090</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>7,313,675</u>		<u>7,160,273</u>
CREDITORS					
Amounts falling due after more than one year	11		-		(43,778)
PROVISIONS FOR LIABILITIES	14		<u>(153,600)</u>		<u>(170,200)</u>
NET ASSETS			<u><u>7,160,075</u></u>		<u><u>6,946,295</u></u>
CAPITAL AND RESERVES					
Called up share capital	15		335,000		335,000
Share premium	16		784,432		784,432
Capital redemption reserve	16		416,667		416,667
Retained earnings	16		5,623,976		5,410,196
SHAREHOLDERS' FUNDS			<u><u>7,160,075</u></u>		<u><u>6,946,295</u></u>

The financial statements were approved by the Board of Directors and authorised for issue on 16 June 2022 and were signed on its behalf by:



R J Varley - Director

The notes form part of these financial statements

BIRMINGHAM STOPPER LIMITED (REGISTERED NUMBER: 03401000)**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Called up share capital £	Retained earnings £	Share premium £	Capital redemption reserve £	Total equity £
Balance at 1 January 2020	335,000	5,524,778	784,432	416,667	7,060,877
Changes in equity					
Total comprehensive income	-	(114,582)	-	-	(114,582)
Balance at 31 December 2020	<u>335,000</u>	<u>5,410,196</u>	<u>784,432</u>	<u>416,667</u>	<u>6,946,295</u>
Changes in equity					
Total comprehensive income	-	213,780	-	-	213,780
Balance at 31 December 2021	<u><u>335,000</u></u>	<u><u>5,623,976</u></u>	<u><u>784,432</u></u>	<u><u>416,667</u></u>	<u><u>7,160,075</u></u>

The notes form part of these financial statements

BIRMINGHAM STOPPER LIMITED (REGISTERED NUMBER: 03401000)**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021**

		31/12/21	31/12/20
	Notes	£	£
Cash flows from operating activities			
Cash generated from operations	1	(98,038)	371,803
Tax paid		(8,693)	(84,634)
Net cash from operating activities		<u>(106,731)</u>	<u>287,169</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(171,847)	(97,529)
Sale of tangible fixed assets		22,400	12,500
Interest received		1,467	1,576
Net cash from investing activities		<u>(147,980)</u>	<u>(83,453)</u>
Cash flows from financing activities			
Capital repayments in year		(136,902)	(141,030)
Net cash from financing activities		<u>(136,902)</u>	<u>(141,030)</u>
(Decrease)/increase in cash and cash equivalents		<u>(391,613)</u>	<u>62,686</u>
Cash and cash equivalents at beginning of year	2	853,963	791,277
Cash and cash equivalents at end of year	2	<u><u>462,350</u></u>	<u><u>853,963</u></u>

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021

1. RECONCILIATION OF PROFIT/(LOSS) BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	31/12/21	31/12/20
	£	£
Profit/(loss) before taxation	261,124	(126,889)
Depreciation charges	298,237	308,181
Profit on disposal of fixed assets	(1,194)	(1,969)
Finance income	(1,467)	(1,576)
	<u>556,700</u>	<u>177,747</u>
(Increase)/decrease in stocks	(388,063)	54,239
(Increase)/decrease in trade and other debtors	(740,249)	18,625
Increase in trade and other creditors	473,574	121,192
	<u>(98,038)</u>	<u>371,803</u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 December 2021

	31/12/21	1/1/21
	£	£
Cash and cash equivalents	<u>462,350</u>	<u>853,963</u>

Year ended 31 December 2020

	31/12/20	1/1/20
	£	£
Cash and cash equivalents	<u>853,963</u>	<u>791,277</u>

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/1/21	Cash flow	At 31/12/21
	£	£	£
Net cash			
Cash at bank and in hand	853,963	(391,613)	462,350
	<u>853,963</u>	<u>(391,613)</u>	<u>462,350</u>
Debt			
Finance leases	(180,680)	136,902	(43,778)
	<u>(180,680)</u>	<u>136,902</u>	<u>(43,778)</u>
Total	<u>673,283</u>	<u>(254,711)</u>	<u>418,572</u>

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. STATUTORY INFORMATION

Birmingham Stopper 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.

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" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents amounts invoiced, net of value added tax, in respect of the sale of goods and services to customers.

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.

Freehold property	- 2% on cost
Plant and machinery	- 10% on cost
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance

Freehold land is not depreciated.

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

Taxation

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

Current or deferred taxation assets and liabilities are not discounted.

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.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. ACCOUNTING POLICIES - continued

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.

3. TURNOVER

The turnover and profit (2020 - loss) before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below:

	31/12/21	31/12/20
	£	£
UK	8,158,364	5,305,986
Europe	436,886	278,414
Rest of the world	104,860	44,607
	<u>8,700,110</u>	<u>5,629,007</u>

4. EMPLOYEES AND DIRECTORS

	31/12/21	31/12/20
	£	£
Wages and salaries	1,890,119	1,690,089
Social security costs	188,197	162,004
Other pension costs	88,438	42,606
	<u>2,166,754</u>	<u>1,894,699</u>

The average number of employees during the year was as follows:

	31/12/21	31/12/20
Production	51	54
Administration	14	18
	<u>65</u>	<u>72</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**

4. EMPLOYEES AND DIRECTORS - continued

	31/12/21	31/12/20
	£	£
Directors' remuneration	337,828	316,762
Directors' pension contributions to money purchase schemes	<u>55,342</u>	<u>12,000</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>1</u>	<u>1</u>
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Information regarding the highest paid director is as follows:

	31/12/21	31/12/20
	£	£
Emoluments etc	<u>145,090</u>	<u>117,052</u>

5. OPERATING PROFIT/(LOSS)

The operating profit (2020 - operating loss) is stated after charging/(crediting):

	31/12/21	31/12/20
	£	£
Hire of plant and machinery	23,654	24,902
Depreciation - owned assets	238,040	246,151
Depreciation - assets on hire purchase contracts	60,197	62,030
Profit on disposal of fixed assets	(1,194)	(1,969)
Auditors' remuneration	<u>16,650</u>	<u>16,500</u>

6. TAXATION

Analysis of the tax charge/(credit)

The tax charge/(credit) on the profit for the year was as follows:

	31/12/21	31/12/20
	£	£
Current tax:		
UK corporation tax	63,944	8,693
Deferred tax	<u>(16,600)</u>	<u>(21,000)</u>
Tax on profit/(loss)	<u>47,344</u>	<u>(12,307)</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

6. TAXATION - continued

Reconciliation of total tax charge/(credit) included in profit and loss

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	31/12/21	31/12/20
	£	£
Profit/(loss) before tax	<u>261,124</u>	<u>(126,889)</u>
Profit/(loss) multiplied by the standard rate of corporation tax in the UK of 19% (2020 - 19%)	49,614	(24,109)
Effects of:		
Expenses not deductible for tax purposes	458	512
Depreciation in excess of capital allowances	13,872	24,198
Movement in deferred tax	(16,600)	(21,000)
Gross gains expenditure enhancement	-	8,092
Total tax charge/(credit)	<u>47,344</u>	<u>(12,307)</u>

7. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 January 2021	1,497,549	5,886,320	192,561	150,109	7,726,539
Additions	-	118,487	-	53,360	171,847
Disposals	-	-	-	(63,495)	(63,495)
At 31 December 2021	<u>1,497,549</u>	<u>6,004,807</u>	<u>192,561</u>	<u>139,974</u>	<u>7,834,891</u>
DEPRECIATION					
At 1 January 2021	322,601	4,655,727	192,561	103,467	5,274,356
Charge for year	16,892	264,981	-	16,364	298,237
Eliminated on disposal	-	-	-	(42,289)	(42,289)
At 31 December 2021	<u>339,493</u>	<u>4,920,708</u>	<u>192,561</u>	<u>77,542</u>	<u>5,530,304</u>
NET BOOK VALUE					
At 31 December 2021	<u>1,158,056</u>	<u>1,084,099</u>	<u>-</u>	<u>62,432</u>	<u>2,304,587</u>
At 31 December 2020	<u>1,174,948</u>	<u>1,230,593</u>	<u>-</u>	<u>46,642</u>	<u>2,452,183</u>

Included in Freehold land and buildings is land of £652,972 (2020 - £652,972) which is not depreciated.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**

7. TANGIBLE FIXED ASSETS - continued

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

	Plant and machinery £
COST	
At 1 January 2021 and 31 December 2021	<u>601,969</u>
DEPRECIATION	
At 1 January 2021	166,377
Charge for year	<u>60,197</u>
At 31 December 2021	<u>226,574</u>
NET BOOK VALUE	
At 31 December 2021	<u>375,395</u>
At 31 December 2020	<u>435,592</u>

8. STOCKS

	31/12/21 £	31/12/20 £
Raw materials	297,780	237,319
Work-in-progress	502,584	224,469
Finished goods	395,940	346,453
	<u>1,196,304</u>	<u>808,241</u>

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/21 £	31/12/20 £
Trade debtors	2,149,791	1,439,530
Amounts owed by group undertakings	2,672,342	2,672,342
Prepayments and accrued income	143,477	113,489
	<u>4,965,610</u>	<u>4,225,361</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/21 £	31/12/20 £
Hire purchase contracts (see note 12)	43,778	136,902
Trade creditors	1,236,885	794,788
Corporation tax	63,944	8,693
Social security and other taxes	175,159	136,794
Accruals and deferred income	95,410	102,298
	<u>1,615,176</u>	<u>1,179,475</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

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

	31/12/21	31/12/20
	£	£
Hire purchase contracts (see note 12)	-	43,778
	<u> </u>	<u> </u>

12. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	31/12/21	31/12/20
	£	£
Net obligations repayable:		
Within one year	43,778	136,902
Between one and five years	-	43,778
	<u> </u>	<u> </u>
	<u>43,778</u>	<u>180,680</u>

	Non-cancellable operating leases	
	31/12/21	31/12/20
	£	£
Within one year	42,495	42,495
Between one and five years	89,197	119,872
In more than five years	8,865	20,685
	<u> </u>	<u> </u>
	<u>140,557</u>	<u>183,052</u>

13. SECURED DEBTS

The following secured debts are included within creditors:

	31/12/21	31/12/20
	£	£
Hire purchase contracts	43,778	180,680
	<u> </u>	<u> </u>

14. PROVISIONS FOR LIABILITIES

	31/12/21	31/12/20
	£	£
Deferred tax	153,600	170,200
	<u> </u>	<u> </u>

	Deferred tax
	£
Balance at 1 January 2021	170,200
Timing differences originating	(16,600)
	<u> </u>
Balance at 31 December 2021	<u>153,600</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

14. PROVISIONS FOR LIABILITIES - continued

All deferred taxation is in respect of accelerated capital allowances.

15. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31/12/21	31/12/20
		£1	£	£
335,000	Ordinary		<u>335,000</u>	<u>335,000</u>

16. RESERVES

	Retained earnings	Share premium	Capital redemption reserve	Totals
	£	£	£	£
At 1 January 2021	5,410,196	784,432	416,667	6,611,295
Profit for the year	213,780	-	-	213,780
At 31 December 2021	<u>5,623,976</u>	<u>784,432</u>	<u>416,667</u>	<u>6,825,075</u>

17. PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The pension cost charge for the period represents contributions payable by the company to the scheme and amounted to £88,438 (2020 - £42,606).

Outstanding contributions at the end of the financial year amounted to £4,392 (2020 - £387).

18. CAPITAL COMMITMENTS

	31/12/21	31/12/20
	£	£
Contracted but not provided for in the financial statements	<u>772,684</u>	<u>-</u>

19. RELATED PARTY DISCLOSURES

Stopper Limited

Ultimate holding company.

Amounts due from related party £2,672,342 (2020 - £2,672,342).

Included in amounts due from related party at balance sheet date is an interest free loan to the value of £2,500,000 issued during the year ended 31 December 2018.

20. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is Stopper Limited, a company incorporated and registered in the United Kingdom.