
KIRKPATRICK LIMITED

UNAUDITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016

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KIRKPATRICK LIMITED

COMPANY INFORMATION

Directors	S J Preston J B Anderson S Evans G Gollins
Registered number	00071325
Registered office	Frederick Street Town Wharf Business Park Walsall West Midlands WS2 9NF
Accountants	PKF Cooper Parry Group Limited No.8 Calthorpe Road Edgbaston Birmingham B15 1QT

KIRKPATRICK LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2016

The directors present their report and the financial statements for the year ended 31 December 2016.

Directors' responsibilities statement

The directors are responsible for preparing the Directors' Report 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements and then apply them consistently;
- make judgments 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.

Directors

The directors who served during the year were:

S J Preston
J B Anderson
S Evans
G Gollins

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 24 March 2017 and signed on its behalf.



S Evans
Director

KIRKPATRICK LIMITED

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF
THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF KIRKPATRICK LIMITED
FOR THE YEAR ENDED 31 DECEMBER 2016**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Kirkpatrick Limited for the year ended 31 December 2016 which comprise the Statement of Comprehensive Income, the Balance Sheet and the related notes from the Company 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/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Kirkpatrick 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 financial statements of Kirkpatrick Limited and state those matters that we have agreed to state to the Board of Directors of Kirkpatrick Limited, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Kirkpatrick Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Kirkpatrick Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit or loss of Kirkpatrick Limited. You consider that Kirkpatrick Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of Kirkpatrick 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 financial statements.

PKF Cooper Parry Group Ltd

PKF Cooper Parry Group Limited

No.8 Calthorpe Road
Edgbaston
Birmingham
B15 1QT
24 March 2017

KIRKPATRICK LIMITED

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Note	2016 £	2015 £
Turnover		2,052,569	2,140,715
Cost of sales		(973,310)	(1,040,827)
Gross profit		1,079,259	1,099,888
Distribution costs		(81,533)	(85,828)
Administrative expenses		(1,078,266)	(1,093,988)
Other operating income	3	8,651	12,097
Operating loss		(71,889)	(67,831)
Income from fixed assets investments		1,451	764
Impairment of current asset investments		9,503	600
Interest payable and expenses	6	(641)	(962)
Loss before tax		(61,576)	(67,429)
Loss for the year		(61,576)	(67,429)
Other comprehensive income for the year			
Total comprehensive income for the year		(61,576)	(67,429)

KIRKPATRICK LIMITED
REGISTERED NUMBER: 00071325

BALANCE SHEET
AS AT 31 DECEMBER 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible assets	7	230,214	257,725
Investments	8	1,745	1,745
		<u>231,959</u>	<u>259,470</u>
Current assets			
Stocks	9	1,088,370	998,500
Debtors: amounts falling due within one year	10	419,011	416,116
Current asset investments	11	73,572	94,069
Cash at bank and in hand		86,610	236,968
		<u>1,667,563</u>	<u>1,745,653</u>
Creditors: amounts falling due within one year	12	(245,134)	(284,734)
Net current assets		<u>1,422,429</u>	<u>1,460,919</u>
Total assets less current liabilities		<u>1,654,388</u>	<u>1,720,389</u>
Creditors: amounts falling due after more than one year	13	(21,092)	(25,515)
Net assets		<u><u>1,633,296</u></u>	<u><u>1,694,874</u></u>
Capital and reserves			
Called up share capital		30,000	30,000
Share premium account		900	900
Profit and loss account		1,602,396	1,663,974
		<u><u>1,633,296</u></u>	<u><u>1,694,874</u></u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

KIRKPATRICK LIMITED
REGISTERED NUMBER: 00071325

BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2016

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 24 March 2017.



S J Preston
Director

The notes on pages 6 to 16 form part of these financial statements.

KIRKPATRICK LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

1.2 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

1.3 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Freehold property	- 2.5%-10% straight line
Plant and machinery	- 10-20% straight line
Computer equipment	- 20% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Comprehensive Income.

KIRKPATRICK LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

1. Accounting policies (continued)

1.4 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

Investments in unlisted Company shares, whose market value can be reliably determined, are remeasured to market value at each balance sheet date. Gains and losses on remeasurement are recognised in the Statement of Comprehensive Income for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

Investments in listed company shares are remeasured to market value at each Balance Sheet date. Gains and losses on remeasurement are recognised in profit or loss for the period.

1.5 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is 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.

1.6 Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Investments in non-convertible preference shares and in non-puttable ordinary and preference shares are measured:

- at fair value with changes recognised in the Statement of Comprehensive Income if the shares are publicly traded or their fair value can otherwise be measured reliably;
- at cost less impairment for all other investments.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Derivatives, including interest rate swaps and forward foreign exchange contracts, are not basic financial instruments. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in profit or loss in finance costs or income as appropriate. The company does not currently apply hedge accounting for interest rate and foreign exchange derivatives.

KIRKPATRICK LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

1. Accounting policies (continued)

1.7 Government grants

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to the Statement of Comprehensive Income at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of Comprehensive Income in the same period as the related expenditure.

1.8 Finance costs

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

1.9 Operating leases

Rentals paid under operating leases are charged to the Statement of Comprehensive Income on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

1.10 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

2. General information

Kirkpatrick Limited (the company) is a limited liability company incorporated and domiciled in the United Kingdom. The address of its registered office is disclosed on the company information page.

The financial statements have been prepared on a going concern basis under the historical cost convention and in accordance with Financial Reporting Standard (FRS) 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland, including section 1A of FRS 102, and the Companies Act 2006

KIRKPATRICK LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016

3. Other operating income

	2016 £	2015 £
Other operating income	3,177	7,148
Net rents receivable	1,050	525
Government grants receivable	4,424	4,424
	<u>8,651</u>	<u>12,097</u>

4. Directors' remuneration

	2016 £	2015 £
Directors' emoluments	227,082	221,409
	<u>227,082</u>	<u>221,409</u>

The highest paid director received remuneration of £78,810 (2015 - £77,068).

5. Income from investments

	2016 £	2015 £
Dividends received from unlisted investments	1,451	764
	<u>1,451</u>	<u>764</u>

6. Interest payable and similar charges

	2016 £	2015 £
Finance leases and hire purchase contracts	641	962
	<u>641</u>	<u>962</u>

KIRKPATRICK LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**

7. Tangible fixed assets

	Freehold property £	Plant & machinery £	Office equipment £	Total £
Cost or valuation				
At 1 January 2016	163,778	846,099	152,451	1,162,328
Additions	-	74,846	-	74,846
Disposals	(70,000)	-	-	(70,000)
At 31 December 2016	<u>93,778</u>	<u>920,945</u>	<u>152,451</u>	<u>1,167,174</u>
Depreciation				
At 1 January 2016	93,059	688,506	123,039	904,604
Charge for the period on owned assets	2,048	26,141	11,167	39,356
Disposals	(7,000)	-	-	(7,000)
At 31 December 2016	<u>88,107</u>	<u>714,647</u>	<u>134,206</u>	<u>936,960</u>
Net book value				
At 31 December 2016	<u>5,671</u>	<u>206,298</u>	<u>18,245</u>	<u>230,214</u>
At 31 December 2015	<u>70,720</u>	<u>157,593</u>	<u>29,412</u>	<u>257,725</u>

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2016 £	2015 £
Plant and machinery	<u>-</u>	<u>10,027</u>

KIRKPATRICK LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**

8. Fixed asset investments

	Investments in subsidiary companies £	Listed investments £	Total £
Cost or valuation			
At 1 January 2016	100	1,645	1,745
At 31 December 2016	<u>100</u>	<u>1,645</u>	<u>1,745</u>
Net book value			
At 31 December 2016	<u>100</u>	<u>1,645</u>	<u>1,745</u>
At 31 December 2015	<u>100</u>	<u>1,645</u>	<u>1,745</u>

Subsidiary undertakings

The following were subsidiary undertakings of the Company:

Name	Class of shares	Holding
Quality Lock Co. Limited	Ordinary £1	100 %

The aggregate of the share capital and reserves as at 31 December 2016 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

	Aggregate of share capital and reserves £
Quality Lock Co. Limited	100
	<u>100</u>

Listed investments

The fair value of the listed investments at 31 December 2016 was £1,645 (2015 - £1,645).

KIRKPATRICK LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016

9. Stocks

	2016 £	2015 £
Raw materials and consumables	175,495	177,455
Work in progress (goods to be sold)	443,795	339,480
Finished goods and goods for resale	469,080	481,565
	<u>1,088,370</u>	<u>998,500</u>

Stock recognised in cost of sales during the year as an expense was £263,072 (2015 - £330,597).

10. Debtors

	2016 £	2015 £
Trade debtors	363,044	363,900
Other debtors	12,428	12,428
Prepayments and accrued income	43,539	39,788
	<u>419,011</u>	<u>416,116</u>

11. Current asset investments

	2016 £	2015 £
Listed investments	<u>73,572</u>	<u>94,069</u>

	2016 £	2015 £
Opening fair value	94,070	93,469
Sales	(30,001)	-
Gains on remeasurement to fair value	9,503	600
Market value	<u>73,572</u>	<u>94,069</u>

KIRKPATRICK LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016

12. Creditors: Amounts falling due within one year

	2016 £	2015 £
Trade creditors	59,554	87,006
Amounts owed to group undertakings	100	100
Other taxation and social security	103,171	111,928
Obligations under finance lease and hire purchase contracts	-	4,178
Other creditors	5,768	6,799
Accruals and deferred income	76,541	74,723
	<u>245,134</u>	<u>284,734</u>

Net obligations under hire purchase contracts of £NIL (2015 - £4,178) are secured over the assets to which they relate

13. Creditors: Amounts falling due after more than one year

	2016 £	2015 £
Accruals and deferred income	<u>21,092</u>	<u>25,515</u>

14. Reserves

Profit & loss account

Includes all current and prior period retained profits and losses.

15. Pension commitments

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the scheme and amounted to £59,850 (2015 - £59,349).

No contributions were payable to the scheme at the balance sheet date.

KIRKPATRICK LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016

16. Commitments under operating leases

At 31 December 2016 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2016 £	2015 £
Not later than 1 year	13,335	16,512
Later than 1 year and not later than 5 years	14,605	4,609
	<u>27,940</u>	<u>21,121</u>

KIRKPATRICK LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016

17. First time adoption of FRS 102

The Company transitioned to FRS 102 from previously extant UK GAAP as at 1 January 2015. The impact of the transition to FRS 102 is as follows:

	Note	As previously stated 1 January 2015 £	Effect of transition 1 January 2015 £	FRS 102 (as restated) 1 January 2015 £	As previously stated 31 December 2015 £	Effect of transition 31 December 2015 £	FRS 102 (as restated) 31 December 2015 £
Fixed assets		277,962	-	277,962	259,470	-	259,470
Current assets		1,777,663	20,548	1,798,211	1,724,507	21,147	1,745,654
Creditors: amounts falling due within one year		(282,904)	-	(282,904)	(284,734)	-	(284,734)
Net current assets		1,494,759	20,548	1,515,307	1,439,773	21,147	1,460,920
Total assets less current liabilities		1,772,721	20,548	1,793,269	1,699,243	21,147	1,720,390
Creditors: amounts falling due after more than one year		(30,966)	-	(30,966)	(25,515)	-	(25,515)
Net assets		1,741,755	20,548	1,762,303	1,673,728	21,147	1,694,875
Capital and reserves		1,741,755	20,548	1,762,303	1,673,727	21,148	1,694,875

KIRKPATRICK LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**

17. First time adoption of FRS 102 (continued)

	As previously stated 31 December 2015 £	Effect of transition 31 December 2015 £	FRS 102 (as restated) 31 December 2015 £
Note			
Turnover	2,140,715	-	2,140,715
Cost of sales	(1,040,827)	-	(1,040,827)
	<u>1,099,888</u>	<u>-</u>	<u>1,099,888</u>
Distribution expenses	(85,828)	-	(85,828)
Administrative expenses	(1,093,988)	-	(1,093,988)
Other operating income	12,097	-	12,097
	<u>(67,831)</u>	<u>-</u>	<u>(67,831)</u>
Operating profit	(67,831)	-	(67,831)
Income from investments	764	-	764
Gain in value of investments	-	600	600
Interest payable and similar charges	(962)	-	(962)
	<u>(68,029)</u>	<u>600</u>	<u>(67,429)</u>
Loss on ordinary activities after taxation and for the financial year	(68,029)	600	(67,429)

Explanation of changes to previously reported profit and equity:

- 1 The changes are due solely to the restatement of the value of listed current asset investments to fair value market value instead of cost