

Graphic Engineering (Northern) Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 December 2016

Landin Wilcock & Co
Chartered Accountants
68 Queen Street
Sheffield
S1 1WR

Graphic Engineering (Northern) Limited

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Graphic Engineering (Northern) Limited

Company Information

Director R P Davison

Company secretary B Davison

Registered office S h e a f B a n k W o r k s
P r o s p e c t R o a d
S h e f f i e l d
S2 3EN

Bankers T h e R o y a l B a n k o f S c o t l a n d
C h u r c h S t r e e t b r a n c h
5 C h u r c h S t r e e t
S h e f f i e l d
S1 1HF

Accountants L a n d i n W i l c o c k & C o
C h a r t e r e d A c c o u n t a n t s
6 8 Q u e e n S t r e e t
S h e f f i e l d
S1 1WR

**Chartered Accountants' Report to the Director on the Preparation of the Unaudited Statutory
Accounts of
Graphic Engineering (Northern) 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 accounts of Graphic Engineering (Northern) Limited for the year ended 31 December 2016 as set out on pages 3 to 11 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/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Graphic Engineering (Northern) 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 Graphic Engineering (Northern) Limited and state those matters that we have agreed to state to the Board of Directors of Graphic Engineering (Northern) 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 Graphic Engineering (Northern) Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Graphic Engineering (Northern) 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 Graphic Engineering (Northern) Limited. You consider that Graphic Engineering (Northern) 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 Graphic Engineering (Northern) 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.

.....

Landin Wilcock & Co
Chartered Accountants
68 Queen Street
Sheffield
S1 1WR

15 August 2017

Graphic Engineering (Northern) Limited
(Registration number: 00185544)
Balance Sheet as at 31 December 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible assets	<u>4</u>	13,940	20,669
Current assets			
Stocks	<u>5</u>	443	1,500
Debtors	<u>6</u>	72,495	79,878
Cash at bank and in hand		55,681	46,073
		<hr/>	<hr/>
		128,619	127,451
Creditors: Amounts falling due within one year	<u>7</u>	(40,407)	(41,655)
		<hr/>	<hr/>
Net current assets		88,212	85,796
		<hr/>	<hr/>
Total assets less current liabilities		102,152	106,465
Provisions for liabilities		(2,254)	(2,884)
		<hr/>	<hr/>
Net assets		99,898	103,581
		<hr/>	<hr/>
Capital and reserves			
Called up share capital		6,800	6,800
Profit and loss account		93,098	96,781
		<hr/>	<hr/>
Total equity		99,898	103,581
		<hr/>	<hr/>

For the financial year ending 31 December 2016 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.

The notes on pages 5 to 11 form an integral part of these financial statements.

Graphic Engineering (Northern) Limited
(Registration number: 00185544)
Balance Sheet as at 31 December 2016

Approved and authorised by the director on 15 August 2017

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R P Davison
Director

The notes on pages 5 to 11 form an integral part of these financial statements.

Graphic Engineering (Northern) Limited
Notes to the Financial Statements for the Year Ended 31 December 2016

1 General information

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

The address of its registered office is:
Sheaf Bank Works
Prospect Road
Sheffield
S2 3EN

These financial statements were authorised for issue by the director on 15 August 2017.

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.

Exemption from preparing group accounts

The company has taken advantage of the exemption in section 398 of the Companies Act 2006 from the requirement to prepare consolidated financial statements, on the grounds that it is a small sized group.

Tangible assets

Tangible assets are stated in the statement of financial position 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 & machinery	15% Reducing Balance
Office Equipment	15% Reducing Balance
Computer Equipment	3 Years 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.

Graphic Engineering (Northern) Limited
Notes to the Financial Statements for the Year Ended 31 December 2016

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.

Leases

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.

Graphic Engineering (Northern) Limited
Notes to the Financial Statements for the Year Ended 31 December 2016

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.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 7 (2015 - 9).

Graphic Engineering (Northern) Limited
Notes to the Financial Statements for the Year Ended 31 December 2016

4 Tangible assets

	Furniture, fittings and equipment £	Other property, plant and equipment £	Total £
Cost or valuation			
At 1 January 2016	9,397	177,396	186,793
Additions	-	358	358
Disposals	-	(9,860)	(9,860)
	<hr/>	<hr/>	<hr/>
At 31 December 2016	9,397	167,894	177,291
	<hr/>	<hr/>	<hr/>
Depreciation			
At 1 January 2016	8,371	157,753	166,124
Charge for the year	295	3,792	4,087
Transfers	-	(6,860)	(6,860)
	<hr/>	<hr/>	<hr/>
At 31 December 2016	8,666	154,685	163,351
	<hr/>	<hr/>	<hr/>
Carrying amount			
At 31 December 2016	731	13,209	13,940
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 31 December 2015	1,026	19,643	20,669
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

5 Stocks

2016 **2015**
£ **£**

Raw materials and consumables	443	1,500
	<hr/>	<hr/>

6 Debtors

	Note	2016 £	2015 £
Trade debtors		37,165	45,396
Amounts owed by group undertakings and undertakings in which the company has a participating interest	<u>9</u>	31,642	31,642
Other debtors		3,688	2,840
		<hr/>	<hr/>
Total current trade and other debtors		72,495	79,878
		<hr/>	<hr/>

Graphic Engineering (Northern) Limited
Notes to the Financial Statements for the Year Ended 31 December 2016

7 Creditors

	Note	2016 £	2015 £
Due within one year			
Bank loans and overdrafts	<u>8</u>	-	4,545
Trade creditors		8,182	9,142
Taxation and social security		20,187	15,921
Other creditors		12,038	12,047
		<hr/>	<hr/>
		40,407	41,655
		<hr/> <hr/>	<hr/> <hr/>

8 Loans and borrowings

	2016 £	2015 £
Current loans and borrowings		
Finance lease liabilities	-	4,545
	<hr/> <hr/>	<hr/> <hr/>

Graphic Engineering (Northern) Limited
Notes to the Financial Statements for the Year Ended 31 December 2016

9 Related party transactions

Transactions with directors

2016	At 1 January 2016 £	Advances to directors £	Repayments by director £	At 31 December 2016 £
R P Davison				
	1,144	4,002	(3,000)	2,146

2015	At 1 January 2015 £	Advances to directors £	Repayments by director £	At 31 December 2015 £
R P Davison				
	3,602	11,542	(14,000)	1,144

Summary of transactions with parent

Glenside Limited (Immediate parent company)
 L o a n

Summary of transactions with other related parties

Glenside Holdings Limited (Ultimate Parent Company)
 L o a n

Loans to related parties

2016	Parent £
At start of period	5,281
Advanced	28,800

Repaid	(28,800)
	<hr/>
At end of period	5,281
	<hr/> <hr/>
2015	Parent £
At start of period	5,281
Advanced	39,800
Repaid	(39,800)
	<hr/>
At end of period	5,281
	<hr/> <hr/>
Loans from related parties	

Graphic Engineering (Northern) Limited
Notes to the Financial Statements for the Year Ended 31 December 2016

	Other related parties £
2016	
At start of period	36,923
Advanced	28,800
Repaid	(28,800)
	<hr/>
At end of period	36,923
	<hr/> <hr/>
2015	
At start of period	36,923
Advanced	39,800
Repaid	(39,800)
	<hr/>
At end of period	36,923
	<hr/> <hr/>

10 Transition to FRS 102

The company has adopted FRS 102 Section 1A for the year ended 31 December 2016 and there are no requirements to restate the comparative prior year amounts. The last financial statements under previous UK GAAP were for the year ended 31 December 2015 and the date of transition to FRS 102 Section 1A was therefore 1 January 2015.