

Registration number: 529628

# Leigh Spinners Limited

Unaudited Financial Statements

for the Period from 26 February 2017 to 24 February 2018



# **Leigh Spinners Limited**

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# Leigh Spinners Limited

(Registration number: 529628)

## Statement of Financial Position as at 24 February 2018

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Tangible assets	3	63,767	14,336
Investments		<u>2</u>	<u>2</u>
		<u>63,769</u>	<u>14,338</u>
<b>Current assets</b>			
Stocks	5	1,360,101	859,154
Debtors	6	1,015,366	768,645
Cash at bank and in hand		<u>67,563</u>	<u>128,721</u>
		2,443,030	1,756,520
<b>Creditors: Amounts falling due within one year</b>	7	<u>(975,683)</u>	<u>(419,766)</u>
<b>Net current assets</b>		<u>1,467,347</u>	<u>1,336,754</u>
<b>Net assets</b>		<u>1,531,116</u>	<u>1,351,092</u>
<b>Capital and reserves</b>			
Called up share capital		99,000	99,000
Share premium reserve		410,963	410,963
Other reserves		122,240	122,240
Profit and loss account		<u>898,913</u>	<u>718,889</u>
Shareholders' funds		<u>1,531,116</u>	<u>1,351,092</u>

The notes on pages 3 to 7 form an integral part of these financial statements.

# **Leigh Spinners Limited**

**(Registration number: 529628)**

## **Statement of Financial Position as at 24 February 2018**

For the financial period ending 24 February 2018 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 period 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 16 October 2018 and signed on its behalf by:



Mr S A Houston

Director

The notes on pages 3 to 7 form an integral part of these financial statements.

# **Leigh Spinners Limited**

## **Notes to the Financial Statements for the Period from 26 February 2017 to 24 February 2018**

### **1 General information**

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

The address of its registered office is:

Park Lane  
Leigh  
Lancashire  
WN7 2LB

These financial statements were authorised for issue by the Board on 16 October 2018.

### **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 compliance with the provisions of FRS102 Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention.

#### **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.

#### **Foreign currency transactions and balances**

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

#### **Tax**

The tax credit for the period comprises a claim for enhanced relief for research and development expenditure.

## **Leigh Spinners Limited**

### **Notes to the Financial Statements for the Period from 26 February 2017 to 24 February 2018**

#### **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, over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Motor vehicles	25% on cost
Freehold land and buildings and plant and machinery	20% on cost

#### **Business combinations**

The company and its subsidiary, Thorneycroft Estates Limited, comprise a small group. Advantage has been taken of the exemption available to small groups not to prepare consolidated accounts.

#### **Investments**

The investment relates to the company's 50% shareholding in Thorneycroft Estates Limited. The investment is shown at the transaction price.

#### **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 at the transaction price 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.

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 at the transaction price.

## Leigh Spinners Limited

### Notes to the Financial Statements for the Period from 26 February 2017 to 24 February 2018

#### 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.

#### 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 Tangible assets

	Freehold land and buildings and plant and machinery £	Motor vehicles £	Total £
<b>Cost or valuation</b>			
At 26 February 2017	9,303,480	15,698	9,319,178
Additions	56,028	-	56,028
Disposals	-	(15,698)	(15,698)
At 24 February 2018	<u>9,359,508</u>	<u>-</u>	<u>9,359,508</u>
<b>Depreciation</b>			
At 26 February 2017	9,289,144	15,698	9,304,842
Charge for the period	6,597	-	6,597
Eliminated on disposal	-	(15,698)	(15,698)
At 24 February 2018	<u>9,295,741</u>	<u>-</u>	<u>9,295,741</u>
<b>Carrying amount</b>			
At 24 February 2018	<u>63,767</u>	<u>-</u>	<u>63,767</u>
At 25 February 2017	<u>14,336</u>	<u>-</u>	<u>14,336</u>

# Leigh Spinners Limited

## Notes to the Financial Statements for the Period from 26 February 2017 to 24 February 2018

### 4 Investments

	2018 £	2017 £
Investments in subsidiaries	<u>2</u>	<u>2</u>

### Subsidiaries

#### Fair value

At 26 February 2017	<u>2</u>
At 24 February 2018	<u>2</u>

### 5 Stocks

	2018 £	2017 £
Raw materials and consumables	311,218	210,695
Work in progress	868,835	550,993
Finished goods and goods for resale	180,048	96,569
Other inventories	-	897
	<u>1,360,101</u>	<u>859,154</u>

### 6 Debtors

	2018 £	2017 £
Trade debtors	850,883	594,973
Amounts owed by group undertakings and undertakings in which the company has a participating interest	8 -	20,709
Other debtors	<u>164,483</u>	<u>152,963</u>
Total current trade and other debtors	<u>1,015,366</u>	<u>768,645</u>

### 7 Creditors

	2018 £	2017 £
<b>Due within one year</b>		
Trade creditors	545,458	231,316
Amounts owed to group undertakings and undertakings in which the company has a participating interest	8 276,878	-
Taxation and social security	39,471	43,502
Other creditors	<u>113,876</u>	<u>144,948</u>
	<u>975,683</u>	<u>419,766</u>



## Leigh Spinners Limited

### Notes to the Financial Statements for the Period from 26 February 2017 to 24 February 2018

#### 8 Related party transactions

##### Summary of transactions with entities with joint control or significant interest

Leigh Spinners Limited have granted a 99 year lease to Leigh Building Preservation Trust Limited, a charity of which two of the trustees, P D G Horrocks and J S Morrison, are directors of Leigh Spinners Limited.

##### Loans from related parties

	Entities with joint control or significant influence £
<b>2018</b>	
At start of period	<u>276,878</u>
	Entities with joint control or significant influence £
<b>2017</b>	
At start of period	<u>(20,709)</u>

##### Terms of loans from related parties

During the year a loan was received from Thorneycroft Estates Limited, a company whose directors are also directors of Leigh Spinners Limited.

#### 9 Staff numbers

The average number of persons employed by the company (including directors) during the period, was 37 (2017 - 33).